RAMKRISHNA CARE HOSPITALS

UNWAVERING COMMITMENT. UNPARALLELED EXCELLENCE.

Ramkrishna CARE Medical Sciences Private Limited

Annual Report 2021

RAMKRISHNA CARE MEDICAL SCIENCES PRIVATE LIMITED

TWENTY THIRD ANNUAL REPORT 2020-21

CORPORATE INFORMATION

BOARD OF DIRECTORS

Dr. Sandeep Dave- Managing Director

Ms. Ekta Bahl - Non- Executive Independent Director (w.e.f. 23.03.2021)

Mr. Kewal Kundanlal Handa – Non- Executive Independent Director (w.e.f. 23.03.2021)

Mr. Jasdeep Singh- Non Executive Additional Director (w.e.f. 19.10.2021)

Dr. Pankaj Dhabalia- Non Executive Director

Mrs. Samidha Dave - Non Executive Director

Dr. Abbas Wasi Naqvi - Non Executive Director

Mr. Mahadevan Narayanamoni - Non Executive Director

Mr. Massimiliano Colella- Non-Executive Additional Director

Dr. Nikhil Mathur – Non-Executive Additional Director (w.e.f. 30.11.2020)

Mr. Rajeev Chourey – Non- Executive Additional Director (w.e.f. 31.07.2021)

BOARD COMMITTEES

Audit Committee

Mr. Kewal Kundanlal Handa - Chairman

Ms. Ekta Bahl - Member

Mr. Mahadevan Narayanamoni - Member

Nomination and Remuneration Committee

Mr. Kewal Kundanlal Handa - Chairman

Ms. Ekta Bahl – Member

Dr. Abbas Wasi Naqvi - Member

Mr. Jasdeep Singh - Member

Corporate Social Responsibility Committee

Ms. Ekta Bahl - Chairman

Dr. Sandeep Dave - Member

Dr. Nikhil Mathur - Member

Operating Committee

Dr. Abbas Wasi Naqvi – Member

Dr. Siddharth Tamaskar – Member

Dr. Nikhil Mathur – Member

Mr. Rajeev Chourey – Member (w.e.f. 31.07.2021)

REGISTERED OFFICE

9/284, Budhapara
Raipur – 492 001
Chhattisgarh

CORPORATE OFFICE

CARE Corporate Office
1st Floor, Kohinoor building, Road No 2, Banjara Hills,
Hyderabad -500034 Telangana

STATUTORY AUDITORS

M/s. Price Waterhouse Chartered Accountants LLP
Unit -2B, 8th Floor, Octave Block, Block E1, Parcel-4,
Salarpuria Sattva Knowledge City,
Raidurg, Hyderabad – 500 081 Telangana

INTERNAL AUDITORS

Ernst & Young LLP
18, iLabs Centre, Madhapur,
Hyderabad – 500 081 Telangana

COST AUDITORS

M/s.Nageswara Rao & Co
Cost Accountants
H.No.30-1569/2, Plot No.35, Anantanagar Colony
Neredmet, Secunderabad.

BANKERS

HDFC Bank

NOTICE

Notice is hereby given that the 23rd (Twenty Third) Annual General Meeting of the Company will be held on Monday, the 27th day of September, 2021 at 11:30 A.M through Video Conferencing (VC)/Other Audio Visual means (OAVM) facility at Ramkrishna Care Hospital, Aurobindo Enclave, Pachpedhi Naka Dhamtari Road, Raipur – 492 001 (Chhattisgarh) of the Company to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Balance Sheet as at 31st March 2021 and Statement of Profit & Loss account of the Company for the year ended on that date together with the Report of the Auditors' and Directors' Report thereon.

2. To reappoint Mr. Mahadevan Narayanamoni (DIN: 07128788), as a director, who retires by rotation and being eligible, offers himself for re-appointment.

3. To reappoint Mr. Massimiliano Colella (DIN: 08729468), as a director, who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

4. **To Ratify the Remuneration Payable to Cost Auditors:**

   To consider and, if thought fit, to pass with or without modification(s) the following resolution as an Ordinary Resolution:

   "**RESOLVED THAT** pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), Cost Auditors, M/s. Nageswara Rao & Co, Cost Accountants having Firm Registration No: 000332 appointed by the Board of Directors of the Company as Cost Auditors, to conduct the audit of the cost records of the Company for the Financial year ending 31 March 2022, be paid a remuneration of Rs.25,000/- (Rupees Twenty Five thousand) Per Annum plus applicable taxes and out of pocket expenses at actual.

   RESOLVED FURTHER THAT Board of Directors, be and are hereby severally authorized to do all such acts, deeds, matters and things as may be necessary, proper, expedient, required or incidental thereto, in this regard including but not limited to filing of requisite application/forms/ reports, etc. with the Ministry of Corporate Affairs or with such other authorities as may be required for the purpose of giving effect to this resolution."

5. To Appoint Mr. Jasdeep Singh (DIN: 02705303) as a Director

To consider and if thought fit, to pass the following resolution with or without modification as an Ordinary Resolution

"RESOLVED THAT Mr. Jasdeep Singh (DIN: 02705303) who was appointed as an Additional Director of the Company w.e.f. 19th October, 2020 by the Board of Directors in terms of Section 161 and other applicable provisions of the Companies Act 2013, if any, and pursuant to the provisions of Articles of Association of the Company, and who holds such office until conclusion of the General Meeting and in respect of whom the Company has received a notice in writing from a Member under Section 160 of the Companies Act, 2013 signifying his intention to propose Mr. Jasdeep Singh (DIN: 02705303), as a candidate for the office of Director of the Company be and is hereby appointed as a Non-Executive Director of the Company, who shall be liable to retire by rotation.

RESOLVED FURTHER THAT Board of Directors, be and are hereby severally authorized to do all such acts, deeds, matters and things as may be necessary, proper, expedient, required or incidental thereto, in this regard including but not limited to filing of requisite application/forms/ reports, etc. with the Ministry of Corporate Affairs or with such other authorities as may be required for the purpose of giving effect to this resolution".

6. To Appoint Dr. Nikhil Mathur (DIN: 08974712) as a Director

To consider and if thought fit, to pass the following resolution with or without modification as an Ordinary Resolution

"RESOLVED THAT Dr. Nikhil Mathur (DIN: 08974712) who was appointed as an Additional Director of the Company w.e.f. 30th November, 2020 by the Board of Directors in terms of Section 161 and other applicable provisions of the Companies Act 2013, if any, and pursuant to the provisions of Articles of Association of the Company, and who holds such office until conclusion of the General Meeting and in respect of whom the Company has received a notice in writing from a Member under Section 160 of the Companies Act, 2013 signifying his intention to propose Dr. Nikhil Mathur (DIN: 08974712), as a candidate for the office of Director of the Company be and is hereby appointed as a Non-Executive Director of the Company, who shall be liable to retire by rotation.

RESOLVED FURTHER THAT Board of Directors, be and are hereby severally authorized to do all such acts, deeds, matters and things as may be necessary, proper, expedient, required or incidental thereto, in this regard including but not limited to filing of requisite application/forms/ reports, etc. with the Ministry of Corporate Affairs or with such other authorities as may be required for the purpose of giving effect to this resolution".

7. **To Appoint Mr. Kewal Kundanlal Handa (DIN: 00056826) as a Director**

To consider and if thought fit, to pass the following resolution with or without modification as an Ordinary Resolution

"**RESOLVED THAT** pursuant to the provisions of Sections 149, 152 and any other applicable provisions of the Companies Act, 2013 ("the Act") read with Schedule IV to the Act and Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) and in accordance with the Articles of Association of the company, Mr. Kewal Kundanlal Handa (DIN: 00056826) who was appointed as an Additional Director in capacity of Additional Director (Independent) for a period of 5 years by the Board of Directors in its meeting held on 23rd March, 2021, pursuant to Section 161 of the Act and as recommended by the Board of Directors and whose term of office expires at this Annual General Meeting who meets the criteria for Independence as provided in section 149(6) of the Act, be and is hereby appointed as an Independent Director of the Company to hold the office for a term of 5 consecutive years, whose period of office will not be liable to retirement by rotation.

RESOLVED FURTHER THAT Board of Directors, be and are hereby severally authorized to do all such acts, deeds, matters and things as may be necessary, proper, expedient, required or incidental thereto, in this regard including but not limited to filing of requisite application/forms/ reports, etc. with the Ministry of Corporate Affairs or with such other authorities as may be required for the purpose of giving effect to this resolution".

8. **To Appoint Ms. Ekta Bahl (DIN: 01437166) as a Director**

To consider and if thought fit, to pass the following resolution with or without modification as an Ordinary Resolution

"**RESOLVED THAT** pursuant to the provisions of Sections 149, 152 and any other applicable provisions of the Companies Act, 2013 ("the Act") read with Schedule IV to the Act and Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) and in accordance with the Articles of Association of the company, Ms. Ekta Bahl (DIN: 01437166) who was appointed as an Additional Director in capacity of Additional Director (Independent) for a period of 5 years by the Board of Directors in its meeting held on 23rd March, 2021, pursuant to Section 161 of the Act and as recommended by the Board of Directors and whose term of office expires at this Annual General Meeting who meets the criteria for Independence as provided in section 149(6) of the Act, be and is hereby appointed as an Independent Director of the Company to hold the office for a term of 5 consecutive years, whose period of office will not be liable to retirement by rotation.

RESOLVED FURTHER THAT Board of Directors, be and are hereby severally authorized to do all such acts, deeds, matters and things as may be necessary, proper, expedient, required or incidental thereto, in this regard including but not limited to filing of requisite application/forms/ reports, etc. with the Ministry of Corporate Affairs or with such other authorities as may be required for the purpose of giving effect to this resolution".

9. **To Appoint Mr. Rajeev Chourey (DIN: 09255301) as a Director**

To consider and if thought fit, to pass the following resolution with or without modification as an Ordinary Resolution

"**RESOLVED THAT** Mr. Rajeev Chourey (DIN: 09255301) who was appointed as an Additional Director of the Company w.e.f. 31st July, 2021 by the Board of Directors in terms of Section 161 and other applicable provisions of the Companies Act 2013, if any, and pursuant to the provisions of Articles of Association of the Company, and who holds such office until conclusion of the General Meeting and in respect of whom the Company has received a notice in writing from a Member under Section 160 of the Companies Act, 2013 signifying his intention to propose Mr. Rajeev Chourey (DIN: 09255301), as a candidate for the office of Director of the Company be and is hereby appointed as a Non-Executive Director of the Company, who shall be liable to retire by rotation.

RESOLVED FURTHER THAT Board of Directors, be and are hereby severally authorized to do all such acts, deeds, matters and things as may be necessary, proper, expedient, required or incidental thereto, in this regard including but not limited to filing of requisite application/forms/ reports, etc. with the Ministry of Corporate Affairs or with such other authorities as may be required for the purpose of giving effect to this resolution"

For and on behalf of the Board

For **Ramkrishna Care Medical Sciences Private Limited**

Mr. Jasdeep Singh
Director & Group CEO
DIN: 02705303

Date: 23.08.2021
Place: Hyderabad

Notes:

1. The explanatory statement pursuant to Section 102 of the Companies Act, 2013 relating to Special Business to be transacted at Annual General Meeting is annexed hereto.

2. In view of the continuing Covid-19 pandemic, the Ministry of Corporate Affairs ("MCA") has vide its General circular No. 02/2021 dated 13th January, 2021, read with circulars dated May 5, 2020, April 8, 2020 and April 13, 2020 (collectively referred to as "MCA Circulars") permitted the holding of the Annual General Meeting ("AGM") through VC / OAVM, without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 ("Act") and MCA Circulars and relevant circulars and other applicable provisions, the AGM of the Company is being held through VC / OAVM

3. The VC/OAVM facility for members to join the meeting, shall be kept open 30 minutes before the start of the AGM and shall be closed on expiry of 30 minutes after the conclusion of the AGM. Members can attend the AGM through VC/OAVM by following the instructions mentioned in this notice.

4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.

5. Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA Circulars through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.

6. Members desiring to seek any information/clarifications on the annual accounts are request to write to the Company at least seven (7) days before the Annual General Meeting to enable the management to keep the information ready.

7. Institutional / Corporate Shareholders (i.e. other than individuals / HUF, NRI, etc.) are required to send a scanned copy (PDF/JPG Format) of its certified true copy of Board or governing body Resolution/Authorization/Power of Attorney etc., alongwith the specimen signature of the authorized representative who is authorized to attend the AGM on its behalf and to vote. The said Resolution/Authorization shall be sent to the Company by email through its registered email address to cs.office@carehospitals.com

8. Members holding shares in physical mode, who have not registered/updated their email addresses with the Company are requested to register/update their email addresses by writing to the Company along with their details and folio number at cs.office@carehospitals.com

9. Members whose email ids are already registered with the Company will receive the Zoom Link (for video conferencing) for attending the Annual General Meeting which is also given below; Members are requested to attend the meeting through the given link and In case any member has not received the link via email then they are requested to send a mail from their E-mail account and write to cs.office@carehospitals.com.

Zoom Link :

Topic: *Ramkrishna Care Annual General Meeting 2021*

Time: *Sep 27, 2021 11:30 AM India*

Join Zoom Meeting

https://us02web.zoom.us/j/82926727701?pwd=RzlGNEZGZm1kSnF6K1VNaWhiRWFHZz09

Meeting ID: *829 2672 7701*

Passcode: *935841*

One tap mobile

*0008000505050,,82926727701#,,,,*935841# India Toll-free*

*0008000401530,,82926727701#,,,,*935841# India Toll-free*

Dial by your location

000 800 050 5050 India Toll-free

000 800 040 1530 India Toll-free

800 035 704 239 The United Arab Emirates Toll-free

800 035 704 555 The United Arab Emirates Toll-free

800 0491 0899 The United Arab Emirates Toll-free

Meeting ID: *829 2672 7701*

Passcode: *935841*

Find your local number: https://us02web.zoom.us/u/keh8grAJkK

Instructions:

a) Type the exact link given above in the web address bar and enter

Or

b) i) open Google Chrome/Mozilla Firefox/Internet Explorer

ii) Go to join.zoom.us and type

Meeting ID: 829 2672 7701

Passcode: 935841

iii) Click **Join**

In case of any technical difficulties write to - venkateswarlu.dadagopu@carehospitals.com; or irfan.baig@carefamily.in;

10. In keeping with Ministry of Corporate Affairs' Green initiative measures, the Company hereby requests members who have not registered their email addresses so far, to register their email addresses for receiving all communication including annual report, notices, circulars, etc. from the Company electronically by writing to cs.office@carehospitals.com.

11. The statutory registers including register of directors and key managerial personnel and their shareholding, the register of contracts or arrangements in which directors are interested maintained under the Companies Act, 2013 and all other documents referred to in the notice will be available for inspection in electronic mode. Members who wish to inspect the register are requested to write to the company by sending e-mail to cs.office@carehospitals.com

12. All shareholders attending the AGM will have the option to post their comments/queries through a dedicated chat box, which will be made available.

13. Since the AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice.

EXPLANATORY STATEMENT

(Pursuant to Section 102 of the Companies Act, 2013)

Item No 4

The Board has approved the re-appointment of the Cost Auditors, M/s. Nageswara Rao & Co. at a remuneration of Rs.25,000/- (Rupees Twenty Five Thousand Only) per annum plus applicable taxes and out of pocket expenses at actuals, to conduct the audit of the cost records of the Company for the financial year ending 31 March 2022.

In accordance with the provisions of the Section 148 of the Companies Act 2013, read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors has to be ratified by the shareholders of the Company. Accordingly, consent of the Members is sought for passing an Ordinary Resolution for ratification of the remuneration payable to the Cost Auditors for the financial year ending 31 March 2022.

None of the Directors / Key Managerial Personnel / their relatives are, in any way, concerned or interested, financially or otherwise, in this resolution.

Your Board recommends the resolution set forth in the item no.4 of the Notice for approval of the Members.

Item No.5 & 6

Board appointed Mr. Jasdeep Singh (DIN: 02705303) as an Additional Director of the Company with effect from 19th October, 2020, Dr. Nikhil Mathur (DIN: 08974712) as an Additional Director of the Company with effect from 30th November, 2020 and they hold the office till ensuing Annual General Meeting.

In terms of Section 160 of the Companies Act, 2013, the Company has received notices in writing from Member(s) proposing their candidature.

Other than Director's as mentioned herein above, being appointees, none of the other Directors and Key Managerial Personnel of the Company or their relatives are concerned or interested financially or otherwise, in the resolution(s)

Your Board recommends the resolution set forth in the item no. 5 and 6 of the Notice for approval of the members.

Item No.7

Mr. Kewal Kundanlal Handa, (DIN: 00056826) was appointed as Non-Executive Additional Director (Independent) by the Board of Directors of your Company at their meeting held on 23rd March, 2021, for a period of 5 years and he holds the office till ensuing Annual General Meeting.

Based on the recommendation received from the Nomination & Remuneration Committee and the Board of Directors it is proposed to appoint Mr. Kewal Kundanlal Handa as an Independent Non-executive Director of the Company in terms of Section 149 read with Section 152 of the Companies Act, 2013 to hold the office for a period of 5 consecutive years commencing from 23rd March, 2021 and who is not liable to retire by rotation.

Brief Profile of Mr. Kewal Kundanlal Handa

Mr. Kewal Handa serves as Non-Executive Chairman & Part-Time Non-Official Director at Union Bank of India. He had been the Non-Executive Chairman at Union Bank of India since July 6, 2017. Mr. Kewal Handa is Chairman at Clariant Chemicals (India) Ltd., Chief Executive Officer at The Third Eye Kreative Films LLP, Committee Member at Confederation of Indian Industry, a Member at Bombay Chamber of Commerce & Industry, a Member at Institute of Co Secretaries of India, a Member at The Institute of Cost & Works Accountants of India and President at Bombay Management Association.

He is on the Board of Directors at Greaves Cotton Ltd., ING Vysya Bank Ltd., Mukta Arts Ltd., Organisation of Pharmaceutical Producers of India, Salus Lifecare Pvt Ltd. and Indian Institute of Management.

Mr. Handa was previously employed as Executive Director & Managing Director by Wyeth Ltd. (India), Independent Non-Executive Director by Alfa Laval (India) Ltd., Chief Executive Officer, Executive Director & MD by Pfizer India Ltd., and Chairman by Medybiz Pharma Pvt Ltd.

Mr. Handa received his graduate degree from Sydenham College.

Other than Director as mentioned above, being appointee, none of the other Directors and Key Managerial Personnel of the Company or their relatives are concerned or interested financially or otherwise, in the resolution(s)

Your Board recommends the resolution set forth in the item No.7 of the Notice for approval of the members.

Item No.8

Ms. Ekta Bahl, (DIN: 01437166) was appointed as Non-Executive Additional Director (Independent) by the
Board of Directors of your Company at their meeting held on 23rd March, 2021, for a period of 5 years and she holds the office till ensuing Annual General Meeting.

Based on the recommendation received from the Nomination & Remuneration Committee and the Board of Directors it is proposed to appoint Ms. Ekta Bahl as an Independent Non-executive Director of the Company in terms of Section 149 read with Section 152 of the Companies Act, 2013 to hold the office for a period of 5 consecutive years commencing from 23rd March, 2021 and who is not liable to retire by rotation.

Brief Profile of Ms. Ekta Bahl

Ms. Ekta Bahl is a Partner with Samvad Partners and is the Partner-in-Charge of the Hyderabad office of the Firm. She is a corporate commercial lawyer who has significant experience in corporate restructuring, insolvency, private equity and M&A. She has substantial industry-specific experience in the areas of healthcare and life sciences, information technology, and infrastructure (with special emphasis on road and power sectors). She has also provided legal assistance to various social sector enterprises and start-ups.

Ms. Ekta completed her law from the National Law School of India University, Bengaluru in the year 1997 Ekta acts as an expert external advisor and committee member in relation to anti-harassment issues at the workplace under the Prevention of Sexual Harassment Act, 2013. She also regularly undertakes training programmes and workshops not just in the context of Prevention of Sexual Harassment Act, 2013 but also on conflict management and the role of Human Resources in conflict management in the workplace, for both members of the Internal Complaints Committee, the Senior Management, the Human Resource teams as well as for employees.

Other than Director as mentioned above, being appointee, none of the other Directors and Key Managerial Personnel of the Company or their relatives are concerned or interested financially or otherwise, in the resolution(s)

Your Board recommends the resolution set forth in the item No.8 of the Notice for approval of the members.

Item No.9

Board appointed Mr. Rajeev Chourey (DIN: 09255301) as an Additional Director of the Company with effect from 31st July, 2021, and he holds the office till ensuing Annual General Meeting.

In terms of Section 160 of the Companies Act, 2013, the Company has received notices in writing from Member(s) proposing his candidature.

Other than Director as mentioned herein above, being appointees, none of the other Directors and Key Managerial Personnel of the Company or their relatives are concerned or interested financially or otherwise, in the resolution(s)

Your Board recommends the resolution set forth in the item no. 9 of the Notice for approval of the members.

By order of the Board
For **Ramkrishna Care Medical Sciences Private Limited**

Date: 23.08.2021
Place: Hyderabad

Mr. Jasdeep Singh
Director & Group CEO
DIN: 02705303

DIRECTORS' REPORT

Dear Shareholders

On behalf of the Board of Directors, we take pleasure in presenting the 23rd (Twenty Third) Annual Report of your Company along with the audited Balance Sheet, Profit and Loss Account and Cash Flow Statement for the year ended 31st March, 2021.

1. REVIEW OF OPERATIONS

During the Financial Year 2020-21 your Company recorded in business, growth and performance. The Company has excelled in its financial performance by achieving a turnover of INR 1,740.51 Mn. The profit before Finance cost, depreciation and tax (EBIDTA) INR 235.95 Mn. and the profit after finance cost, depreciation and tax is INR 29.94 Mn.

Financial Performance for the year under review:

(Rs. In mn)

Particulars	*As at 31 March*	
	2021	**2020**
Net Sales / Income from:		
Business Operations	1,740.51	1,682.48
Other Income	15.03	45.68
Total Income	**1,755.54**	**1,728.16**
Less: Expenditure	**1,519.59**	**1,405.72**
EBITDA	**235.95**	**322.44**
Less: Finance cost	70.35	84.72
Less: Depreciation	120.28	134.49
Profit before Tax	**45.32**	**103.23**
Tax Expense:		
Less: Current Tax	-	35.73
Less: Tax for earlier years	-	4.01
Less: Deferred Tax	15.38	(4.39)
Profit for the Year	**29.94**	**67.88**
Other Comprehensive Income		
i. Items that will not be reclassified subsequently to profit or loss a. Remeasurement of declined benefit plan	(0.93)	(0.37)
ii. Income tax relating to items that will not be reclassified to profit or loss	0.24	0.09
Total other Comprehensive Income	**29.25**	**67.60**
Earnings per share (Basic & Diluted)	19.98	45.31

2. CHANGE IN THE NATURE OF BUSINESS

During the Financial year under review, there was no change in the business of the Company.

3. DIVIDEND

The Board of Directors of your Company has not recommended any dividend for the Financial Year 2020-21. The current year profits are ploughed back for expansion plans of the Company.

4. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

The provisions of Section 125(2) of the Companies Act, 2013 does not apply as there was no dividend declared and paid in the previous Financial Year 2019-20.

5. RESERVES

Board proposes to transfer an amount of INR 29.94 Mn, to Reserves and Surplus.

6. MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

No material changes and commitments affecting the financial position of the Company occurred between the end of the Financial Year to which this financial statements relate on the date of this report.

7. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The particulars relating to Conservation of Energy Technology, Absorption, Foreign Exchange Earnings and Outgo are as follows:

a) Conservation of Energy: Your Company gives high priority in conservation of energy and it is making efforts to utilize various energy conservation mechanisms. For utilizing alternate sources of energy the Company is using Solar system for using hot water.

b) Technology Absorption: The Company is not doing any R&D and hence no expenditure was incurred in this regard. Further no technology was imported by the Company during the year under review.

c) Foreign Exchange Earnings and Outgo during the year:

Foreign Exchange earned in terms of actual inflows	Nil
Foreign Exchange outgo in terms of actual outflows	Nil

8. DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES

The Company has no Subsidiary / Associate / Joint Venture Companies. The Company is a subsidiary of M/s. Quality Care India Limited.

9. DEPOSITS

The Company has not accepted/renewed any deposits during the Financial Year 2020-21.

10. DIRECTORS RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submit its responsibility Statement

i. In the preparation of the annual accounts, the applicable accounting standards have been followed and there are no material departures;

ii. Selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period;

iii. Taken proper and sufficient care for the 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 fraud and other irregularities;

iv. Prepared the annual accounts on a going concern basis;

v. Laid down internal financial controls to be followed by the Company and such internal financial controls are adequate and operating effectively;

vi. Devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

11. DIRECTORS AND KEY MANAGERIAL PERSONNEL

During the year, Mr. Mahadevan Narayanamoni (DIN: 07128788) and Mr. Massimiliano Colella (DIN: 08729468), Directors retire by rotation and being eligible offer themselves for re-appointment.

During the year under review, Mr. Massimiliano Collela (DIN: 08729468) was appointed as Additional Director of the Company w.e.f. 31st July, 2020 and held office till conclusion of 22nd Annual General Meeting held on 21st September, 2020 and on subsequent approval from the Members he was appointed as a Director of the Company.

During the year under review and in accordance with the provisions of Section 161 of the Companies Act, 2013, Board appointed Mr. Jasdeep Singh (DIN: 02705303) as an Additional Director of the Company w.e.f. 19th October, 2020 and appointed Dr. Nikhil Mathur (DIN: 08974712) as an Additional Director of the Company w.e.f. 30th November, 2020 and they hold office till the conclusion of ensuing Annual General Meeting and your Board recommends their appointment as Director of the Company.

During the year under review and in accordance with the provisions of Section 161 of the Companies Act, 2013, Board appointed Mr. Kewal Kundanlal Handa (DIN: 00056826) and Ms. Ekta Bahl (DIN: 01437166) as Independent Additional Directors of the Company w.e.f 23rd March, 2021 for a period of 5 years subject to approval of the Members at the ensuing Annual General Meeting and your Board recommends their appointment as Independent Directors.

Apart from the above changes, during the year under review, the following Directors have resigned from the Board-

1. Mr. Andrew Kenneth Currie (DIN: 08120177) has resigned as a Director from the Board with effect from 31st July, 2020.
2. Dr. Raajiv Singhal (DIN: 03476950) has resigned as a Director from the Board with effect from 15th October, 2020.
3. Mrs. Madhavi Darbha (DIN: 03579810) has resigned as a Director from the Board with effect from 31st October, 2020.

During the year current Financial Year 2020-21, in accordance with the provisions of Section 161 of the Companies Act, 2013, Board appointed Mr. Rajeev Chourey (DIN: 09255301) as an Additional Director of the Company w.e.f. 31st July, and he holds office till the conclusion of ensuing Annual General Meeting and your Board recommends his appointment as Director of the Company

During the year current Financial Year 2020-21 Mr. Sandeep Kumar (DIN: 08122549) has resigned as a Director from the Board with effect from 31st July, 2021.

12. A) NUMBER OF BOARD MEETINGS

During the year under review your Board of Directors met 3 (Three) times. The details of the Board Meeting and the attendance of the Board of Directors in such meetings is as follows:

A)	Attendance of Directors at the Board meetings held during the FY 2020-21			
S. No.	**Director's name**	**10/08/2020**	**30/11/2020**	**23/03/2021**
1	Dr. Sandeep Dave	YES (VC)	YES (VC)	YES (VC)
2	Dr. Pankaj Dhabalia	YES (VC)	YES (VC)	YES (VC)
3	Mrs. Samidha Dave	YES (VC)	YES (VC)	LOA
4	Dr. Abbas Wasi Naqvi	YES (VC)	YES (VC)	YES (VC)
5	Mr. Sandeep Kumar	YES (VC)	YES	YES
6	Dr. Raajiv singhal[3]	YES	NA	NA
7	Mrs. Madhavi Darbha[5]	YES	NA	NA
8	Mr. Andrew Kenneth Currie[1]	NA	NA	NA
9	Mr. Mahadevan	YES (VC)	YES (VC)	YES (VC)

	Narayanamoni			
10	Mr. Massimiliano Colella[2]	YES (VC)	YES (VC)	YES (VC)
11	Dr. Nikhil Mathur[6]	NA	YES	YES
12	Dr. Jasdeep Singh[4]	NA	YES	YES
13	Ekta Bahl[7]	NA	NA	NA
14	Kewal Handa[8]	NA	NA	NA

(LOA= Leave of Absence) (VC=Video conferencing)
[1]Resigned w.e.f. 31/07/2020
[2]Appointed w.e.f. 31/07/2020
[3]Resigned w.e.f. 15/10/2020
[4]Appointed w.e.f. 19/10/2020
[5]Resigned w.e.f. 31/10/2020
[6] Appointed w.e.f. 30/11/2020
[7&8] Appointed w.e.f. 23/03/2021

B) Number of Committee Meetings

B1) Corporate Social Responsibility Committee meeting - One (1)

S. No.	Corporate Social Responsibility Committee	24.03.2021
1	Ms. Ekta Bahl	Yes (VC)
2	Dr. Sandeep Dave	Yes (VC)
3	Dr. Nikhil Mathur	Yes

B2) Operating Committee meeting - Nine (9)

	Attendance of members at the Operating committee meetings held during the FY 2020-21									
S. No.	Members	01.05.20	18/06/20	16/07/20	18/08/20	15/10/20	12-11-20	14/12/20	14/01/21	23/03/21
1	Dr.Abbas Wasi Naqvi	YES (VC)	YES (VC)	YES (VC)	YES (VC)	YES (VC)	YES (VC)	YES (VC)	YES (VC)	YES (VC)
2	Dr.Siddharth Tamaskar	YES (VC)	YES (VC)	YES (VC)	LOA	LOA	YES (VC)	YES (VC)	YES (VC)	YES (VC)
3	Dr.Nikhil Mathur	YES (VC)	LOA	YES (VC)	YES	YES (VC)	YES	YES	YES (VC)	YES
4	Mr.Sandeep Kumar	NA	NA	YES (VC)	YES (VC)	YES (VC)	YES (VC)	YES (VC)	YES	YES

13. PARTICULARS OF LOANS GIVEN, INVESTMENTS MADE AND GUARANTEES GIVEN AND SECURITIES PROVIDED

Particulars of loans given, investments made, guarantees given and securities provided along with the purpose for which the loan or guarantee or security is proposed to be utilized by the recipient are provided in the standalone financial statements. Please refer to Notes to the financial statements

14. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES PURSUANT TO SECTION 188 OF THE COMPANIES ACT, 2013

During the year under review, the company entered only into those related party transactions which were in the ordinary course of business

The particulars of contracts or arrangements with related parties referred to in Section 188(1), as prescribed in Form AOC-2 of the rules prescribed under Chapter IX relating to Accounts of Companies under the Companies Act, 2013 is enclosed to this report as **Annexure III.**

15. ANNUAL RETURN

The Annual Return of the Company as on 31st March, 2021 is available on the Company's Website and can be accessed at https://www.carehospitals.com/about-care/investors-2/
An extract of Annual Return is enclosed as a part of this Annual Report as **Annexure I**

16. STATEMENT OF RISK MANAGEMENT

The Company has adequate internal financial control system in place which operates effectively. According to the Directors of your Company, elements of risks that threaten the existence of your Company are very minimal. Hence, no separate Risk Management Policy is formulated.

17. DETAILS OF THE SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS/ COURTS/ TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND THE COMPANY'S OPERATIONS IN FUTURE

There were no significant and material orders passed by the regulators/ courts which would impact the status of the Company and its future operations.

18. COST AUDIT

Pursuant to Section 148 of the Companies Act, 2013, Company has appointed M/s. Nageswara Rao & Co., Cost Accountants as the Cost Auditors for the Company for conducting the Cost Audit for the Financial Year 2021-22.

19. CORPORATE SOCIAL RESPONSIBILITY

The report of the corporate social responsibility activities in enclosed to this report as **Annexure II**

20. STATUTORY AUDITORS

Members at their Twenty Second Annual General Meeting held on 21st September, 2020 appointed M/s. Price Waterhouse Chartered Accountants LLP (FRN: 012754N/N500016), as Statutory Auditors of the Company for a period of 5 years till the conclusion of the Annual General Meeting to be held in 2025.

REPLY TO COMMENTS IN AUDITORS' REPORT

As required to be stated under section 134 (3)(f) of the Act, there are no qualifications, reservations or adverse remarks made by the Auditors in their independent auditor's report. The auditors' report and notes to accounts forming part of financial statements are self-explanatory and do not call for further explanation.

The Report given by the Auditors on the financial statements of the Company is part of the Annual Report.

21. INFORMATION REQUIRED UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2014

The Company has adopted a policy with the name "Policy on Prevention, Prohibition and Redressal of Sexual Harassment". The Policy is applicable for all employees of the organization, which includes corporate office, Units etc.

A Complaints Committee has also been set up to redress complaints received on sexual harassment as required under the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2014. During the Financial Year under review, the Company has not received any complaints of sexual harassment

RAMKRISHNA CARE HOSPITALS

22. ACKNOWLEDGEMENTS

Your Directors take this opportunity to thank the customers, shareholders, suppliers, bankers, business partners / associates, financial institutions and Central and State Governments for their consistent support and encouragement to the Company. I am sure you will join our Directors in conveying our sincere appreciation to all employees of the Company and Associates for their hard work and commitment.

For and on behalf of the Board

Ramkrishna Care Medical Sciences Private Limited

Dr. Sandeep Dave	**Mr. Jasdeep Singh**
Managing Director	**Director & Group CEO**
DIN: 01665185	**DIN: 02705303**
Date: 23.08.2021	**Date: 23.08.2021**
Place: Raipur	**Place: Hyderabad**

ANNEXURE- I

EXTRACT OF ANNUAL RETURN

As on financial year ended on 31.03.2021

I. REGISTRATION & OTHER DETAILS:

1.	CIN	U85110CT1998PTC013035
2.	Registration Date	23rd August, 1998
3.	Name of the Company	Ramkrishna Care Medical Sciences Private Limited
4.	Category/Sub-category of the Company	Company limited by Shares Non-govt company
5.	Address of the Registered office & contact details	9/284, Budhapara, Raipur 492001
6.	Whether listed company	No
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	NA

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Hospital services	86100	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

Sl. No.	Name And Address Of The Company	CIN/GLN	Holding/ Subsidiary /Associate	% Of Shares Held	Applicable Section
1	Quality Care India Limited	U85110TG1992PLC014728	Holding company	56.33%	2 (46)

IV. **SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**
Category-wise Share Holding

Category of Shareholders	**No. of Shares held at the beginning of the year [As on 01-April-2020]**				**No. of Shares held at the end of the year [As on 31-March-2021]**				**% Change During the Year**
	Demat	**Physical**	**Total**	**% of Total Shares**	**Demat**	**Physical**	**Total**	**% of Total Shares**	
A. Promoter									
(1) Indian									
a) Individual/ HUF	0	541222	541222	36.12%	0	541222	541222	36.12%	0.00 %
b) Central Govt	0	0	0	0.00%	0	0	0	0.00%	0.00 %
c) State Govt(s)	0	0	0	0.00%	0	0	0	0.00%	0.00 %
d) Bodies Corp.	0	92000	92000	6.14%	0	92000	92000	6.14%	0.00 %
e) Banks / FI	0	0	0	0.00%	0	0	0	0.00%	0.00 %
f) Any other	0	0	0	0.00%	0	0	0	0.00%	0.00 %
Total shareholding of Promoter (A)	**0**	**633222**	**633222**	42.26%	**0**	**633222**	**633222**	42.26%	0.00 %
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	0	0	0	0.00%	0	0	0	0.00%	0.00 %
b) Banks / FI	0	0	0	0.00%	0	0	0	0.00%	0.00 %
c) Central Govt	0	0	0	0.00%	0	0	0	0.00%	0.00 %
d) State Govt(s)	0	0	0	0.00%	0	0	0	0.00%	0.00 %

e) Venture Capital Funds	0	0	0	0.00%	0	0	0	0.00%	0.00 %
f) Insurance Companies	0	0	0	0.00%	0	0	0	0.00%	0.00 %
g) FIIs	0	0	0	0.00%	0	0	0	0.00%	0.00 %
h) Foreign Venture Capital Funds	0	0	0	0.00%	0	0	0	0.00%	0.00 %
i) Others (specify)	0	0	0	0.00%	0	0	0	0.00%	0.00 %
Sub-total (B)(1):-	**0**	**0**	**0**	**0.00%**	**0**	**0**	**0**	0.00%	0.00 %
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	0	844016	844016	56.33%	0	844016	844016	56.33%	0.00
ii) Overseas	0	0	0	0.00%	0	0	0	0.00%	0.00 %
b) Individuals		0	0	0.00%		0	0	0.00%	0.00 %
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	0	21083	21083	1.41%	0	21083	21083	1.41%	0.00
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	0	0	0	0.00%	0	0	0	0.00%	0.00 %
c) Others (specify)	0	0	0	0.00%	0	0	0	0.00%	0.00 %
Non Resident Indians	0	0	0	0.00%	0	0	0	0.00%	0.00 %
Overseas Corporate Bodies	0	0	0	0.00%	0	0	0	0.00%	0.00 %
Foreign Nationals	0	0	0	0.00%	0	0	0	0.00%	0.00 %
Clearing Members	0	0	0	0.00%	0	0	0	0.00%	0.00 %

Trusts	0	0	0	0.00%	0	0	0	0.00%	0.00 %
Foreign Bodies - D R	0	0	0	0.00%	0	0	0	0.00%	0.00 %
Sub-total (B)(2):-	**0**	**865099**	**865099**	57.74%	**0**	**865099**	**865099**	57.74%	0.00
Total Public Shareholding (B)=(B)(1)+ (B)(2)	**0**	**865099**	**865099**	57.74%	**0**	**865099**	**865099**	57.74%	0.00 %
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0.00%	0.00 %
Grand Total (A+B+C)	**0**	**1498321**	**1498321**	**100.00 %**	**0**	**1498321**	**1498321**	100.00 %	0.00 %

B) Shareholding of Promoter- **NO CHANGE**

Shareholding of Promoters								
S.No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	
1	Dr. Sandeep Dave	419,583	28.00	0	419,583	28.00	0	0
2	Smt.Samidha Dave	37,503	2.50	0	37,503	2.50	0	0
3	Joshua Equifin Private Limited	50,000	3.34	0	50,000	3.34	0	0
4	Starwar Equifin Private Limited	42,000	2.80	0	42,000	2.80	0	0
5	Dr.Pankaj Dhabalia	16,000	1.07	0	16,000	1.07	0	0
6	Dr.S.N.Mandharia	15,000	1.00	0	15,000	1.00	0	0
7	Dr.Ajay Parashar	8,100	0.54	0	8,100	0.54	0	0
8	Dr.Javed Naqvi	7,506	0.50	0	7,506	0.50	0	0
9	Dr.Abbas Naqvi	6,506	0.43	0	6,506	0.43	0	0

10	Mr.I.Rahman	8,012	0.53	0	8,012	0.53	0	0
11	Dr.Siddharth Tamaskar	6,506	0.43	0	6,506	0.43	0	0
12	Dr Rajesh Gupta	6,506	0.43	0	6,506	0.43	0	0
13	Dr.Prakash Chauhan	4,600	0.31	0	4,600	0.31	0	0
14	Dr.Sayyada.Naqvi	4,000	0.27	0	4,000	0.27	0	0
15	Smt.Jaishree Chouhan	1,400	0.09	0	1,400	0.09	0	0

C) Change in Promoters' Shareholding (please specify, if there is no change) - NO CHANGE

S No	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year				
	At the end of the year				

D) Shareholding Pattern of top ten Shareholders: NO CHANGE
(Other than Directors, Promoters and Holders of GDRs and ADRs):

Shareholding Pattern of top ten Shareholders: (Other than Directors, Promoters and Holders of GDRs and ADRs):					
S N0	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Quality Care India Limited				
	At the beginning of the year	844016	56.33%	844016	56.33%
	At the end of the year	844016	56.33%	844016	56.33%
2	Dr Sanjay Sharma				
	At the beginning of the year	3012	0.20%	3012	0.20%
	At the end of the year	3012	0.20%	3012	0.20%
3	Dr.Sandeep Pandey				
	At the beginning of the year	3012	0.20%	3012	0.20%
	At the end of the year	3012	0.20%	3012	0.20%

4	Dr. Mahesh Sinha				
	At the beginning of the year	3012	0.20%	3012	0.20%
	At the end of the year	3012	0.20%	3012	0.20%
5	Dr.Shailesh Sharma				
	At the beginning of the year	3012	0.20%	3012	0.20%
	At the end of the year	3012	0.20%	3012	0.20%
6	Dr.Javed Ali Khan				
	At the beginning of the year	1506	0.10%	1506	0.10%
	At the end of the year	1506	0.10%	1506	0.10%
7	Dr.Manoj Soni				
	At the beginning of the year	1506	0.10%	1506	0.10%
	At the end of the year	1506	0.10%	1506	0.10%
8	Dr.Sharad Chandak				
	At the beginning of the year	1506	0.10%	1506	0.10%
	At the end of the year	1506	0.10%	1506	0.10%
9	Dr.Prawas Choudhary				
	At the beginning of the year	1506	0.10%	1506	0.10%
	At the end of the year	1506	0.10%	1506	0.10%
10	Dr. Ashish Sharma				
	At the beginning of the year	1506	0.10%	1506	0.10%
	At the end of the year	1506	0.10%	1506	0.10%

E) **Shareholding of Directors and Key Managerial Personnel: NO CHANGE**

S. No	**Shareholding of each Directors and each Key Managerial Personnel**	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Dr. Sandeep Dave	419,583	28.00%	419,583	28.00%

2	Mrs. Samidha Dave	37,503	2.50%	37,503	2.50%
3	Dr. Pankaj Dhabalia	16,000	1.27%	16,000	1.27%
4	Dr. Abbas Naqvi	6,506	0.43%	6,506	0.43%

V) **INDEBTEDNESS -**Indebtedness of the Company including interest outstanding/accrued but not due for payment.

	Secured Loans excluding deposits	**Unsecured Loans**	**Deposits**	**Total Indebtedness**
Indebtedness at the beginning of the financial year				
i) Principal Amount	64.50,00,000	0	0	64.50,00,000
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	47,00,000	0	0	47,00,000
Total (i+ii+iii)	**64,97,00,000**	**0**	**0**	**64,97,00,000**
Change in Indebtedness during the financial year				
* Addition	Nil	Nil	Nil	Nil
* Reduction**	10,76,85,935	Nil	Nil	10,76,85,935
Net Change				
Indebtedness at the end of the financial year				
i) Principal Amount	53,83,31,301	Nil	Nil	53,83,31,301
ii) Interest due but not paid				
iii) Interest accrued but not due	36,80,000	Nil	Nil	36,80,000
Total (i+ii+iii)	**54,20,11,301**			**54,20,11,301**

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

SN.	Particulars of Remuneration	Name of MD	Total Amount
		Dr Sandeep Dave	
1	Gross salary	60,00,000	60,00,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	0	0
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	0	0
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	0	0
2	Stock Option	0	0
3	Sweat Equity	0	0

4	Commission - as % of profit	0	0
5	Others, please specify	0	0
	Total (A)	**60,00,000**	**60,00,000**
	Ceiling as per the Act		

B. Remuneration to other directors-NIL

SN.	Particulars of Remuneration	Name of Director	Total Amount
		-----	
1	Independent Directors	**Ekta Bahl**	
	Fee for attending board committee meetings	25,000	25,000
	Commission	NIL	NIL
	Others, please specify	NIL	NIL
	Total (1)	NIL	NIL
2	Other Non-Executive Directors		
	Fee for attending board committee meetings	NIL	NIL
	Commission	NIL	NIL
	Others, please specify	NIL	NIL
	Total (2)	NIL	NIL
	Total (B)=(1+2)	25,000	25,000
	Total Managerial Remuneration	-	60,25,000
	Overall Ceiling as per the Act		

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD- NO KMP

SN	Particulars of Remuneration	Key Managerial Personnel			
					Total
1	Gross salary	NIL	NIL	NIL	NIL
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	NIL	NIL	NIL	NIL
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	NIL	NIL	NIL	NIL
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	NIL	NIL	NIL	NIL
2	Stock Option	NIL	NIL	NIL	NIL
3	Sweat Equity	NIL	NIL	NIL	NIL
4	Commission	NIL	NIL	NIL	NIL
	- as % of profit	NIL	NIL	NIL	NIL
	others, specify…	NIL	NIL	NIL	NIL
5	Others, please specify	NIL	NIL	NIL	NIL
	Total	NIL	NIL	NIL	NIL

RAMKRISHNA CARE HOSPITALS

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	Section 96(1) and 99	Delay in conducting Annual General Meeting	Compounding fee of Rs. 40,000/- imposed on and paid by Company vide SRN: U85701316 during current FY 2021-22	Before RD, west region, Maharashtra.	-
B. DIRECTORS					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	Section 96(1) and 99	Delay in conducting Annual General Meeting	Compounding fee of Rs. 40,000/- imposed on and paid by Managing Director vide SRN: U85708022 during current FY 2021-22	Before RD, west region, Maharashtra.	-
C. OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-		-

For and on behalf of the Board
Ramkrishna Care Medical Sciences Private Limited

Ramkrishna Care Medical Sciences Private Limited Raipur

Dr. Sandeep Dave	**Mr. Jasdeep Singh**
Managing Director	**Director & Group CEO**
DIN: 01665185	**DIN: 02705303**
Date: 23.08.2021	**Date: 23.08.2021**
Place: Raipur	**Place: Hyderabad**

ANNEXURE –II

ANNUAL REPORT ON CSR ACTIVITIES TO BE INCLUDED IN THE BOARD'S REPORT FOR FINANCIAL YEAR 2020-21

1. **Brief outline on CSR Policy of the Company:** Corporate Social Responsibility (CSR) is the Company's commitment to its stakeholders to conduct business in an economically, socially and environmentally sustainable manner that is transparent and ethical.

The Company is committed to undertake CSR activities in accordance with the provisions of Section 135 of the Companies Act, 2013 read with relevant Rules.

The Company believes that corporate development has to be inclusive and every corporate has to be responsible for the development of a just and humane society that can build a national enterprise. The Company commits itself to contribute to the society in ways possible for the organization

AIMS & OBJECTIVES

- To develop a long-term vision and strategy for Company's CSR objectives.
- Establish relevance of potential CSR activities to Company's core business and create an overview of activities to be undertaken, in line with Schedule VII of the Companies Act, 2013.
- Company shall promote projects that are :

  (a) Sustainable and create a long term change;

  (b) Have specific and measurable goals in alignment with Company's philosophy;

  (c) Address the most deserving cause or beneficiaries.

- To establish process and mechanism for the implementation and monitoring of the CSR activities for Company.

A detailed CSR Policy is framed inter-alia with the following:

- Rural Development Projects
- Promotion of education, including special education ;
- Eradicating extreme hunger, poverty;
- Promoting gender equality and empowering women; and
- Ensuring environmental sustainability and ecological balance

2. Composition of CSR Committee:

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held	Number of meetings of CSR Committee attended during the
1	Ms. Ekta Bahl	Chairman/Non-Executive Independent Director	1	1
2	Dr. Sandeep Dave	Member/Managing Director	1	1
3	Dr. Nikhil Mathur	Member/Non-Executive Director	1	1

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company. - **https://www.carehospitals.com/about-care/investors-2/?tab=Treatments%20Content**

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report). – **Not applicable**

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any - **Nil**

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs.)	Amount required to be set- off for the financial year, if any (in Rs.)
1	-	-	-
2	-	-	-
3	-	-	-
	TOTAL	-	-

6. Average net profit of the company as per section 135(5) – **Rs. 5,14,46,667/-**

7. (a) Two percent of average net profit of the company as per section 135(5) - **Rs. 10,28,933/-**

   (b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years. – **Nil**

   (c) Amount required to be set off for the financial year, if any – **Nil**

(d) Total CSR obligation for the financial year (7a+7b-7c) - **Rs. 10,28,933/-**

8. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer.
Rs. 10,28,933	Nil	NA	Nil	Nil	Nil

(b) Details of CSR amount spent against **ongoing projects** for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No.	Name of the Project.	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Project duration.	Amount allocated for the project (in Rs.).	Amount spent in The current financial Year (in Rs.).	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.).	Mode of Implementation - Direct (Yes/No).	Mode of Implementation - Through Implementing Agency	
				State.	District.						Name	CSR Registration
1	Contribution to National Defence Fund	(vi) measures for the benefit of armed forces veterans, war widows and their dependents, 9[Central Armed Police Forces (CAPF) and Central Para Military Forces (CPMF) veterans, and their dependents	No	NA	NA	NA	Rs. 5,14,466/-	Rs. 5,14,466/-	Nil	Yes	NA	NA

2.	Contribution to Prime Minister's National Relief Fund	(viii) contribution to the prime minister's national relief fund [or Prime Minister's Citizen Assistance and Relief in Emergency Situations Fund (PM CARES Fund)] or any other fund set up by the central govt. for socio economic development and relief and welfare of the schedule caste, tribes, other backward	No	NA	NA	NA	Rs. 5,14,467/-	Rs. 5,14,467/-	Nil	Yes	NA	NA
	TOTAL							Rs. 10, 28, 933/-				

(c) Details of CSR amount spent against **other than ongoing projects** for the financial year: **Nil**

Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act.	Local area (Yes/ No).	Location of the project.		Amount spent for the project (in Rs.).	Mode of implementation - Direct (Yes/No).	Mode of implementation - Through implementing agency.	
				State.	District.			Name.	CSR registration number

(d) Amount spent in Administrative Overheads- **Nil**

(e) Amount spent on Impact Assessment, if applicable – **Not applicable**

(f) Total amount spent for the Financial Year (8b+8c+8d+8e) - Rs. 10, 28, 933/-

(g) Excess amount for set off, if any - **Nil**

Sl. No.	Particula r	Amount (in Rs.)
(i)	Two percent of average net profit of the company as per section 135(5)	Rs. 10,28,933/-
(ii)	Total amount spent for the Financial Year	Rs. 10,28,933/-
(iii)	Excess amount spent for the financial year [(ii)-(i)]	Nil
(iv)	Surplus arising out of the CSR projects or programmes or	Nil
(v)	Amount available for set off in succeeding financial years	Nil

9. (a) Details of Unspent CSR amount for the preceding three financial years: **Nil**

Sl. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the Reporting Financial Year (in Rs.).	Amount transferred to any fund specified under Schedule VII as per section 135(6), if			Amount remaining to be spent in succeeding financial years. (in Rs.)
				Name of the Fund	Amount (in Rs).	Date of transfer.	
1.							
2.							
3.							

(b) Details of CSR amount spent in the financial year for **on-going projects** of the preceding financial year(s): **Nil**

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID.	Name of the Project.	Financial Year in which the project was commenced.	Project duration.	Total amount allocated for the project (in Rs.).	Amount spent on the project in the reporting Financial	Cumulative amount spent at the end of reporting Financial Year. (in Rs.)	Status of the project - Completed /Ongoing.
	TOTAL							

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year - **NA**

(asset-wise details).

(a) Date of creation or acquisition of the capital asset(s).

(b) Amount of CSR spent for creation or acquisition of capital asset.

(c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.

(d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset).

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5). - **NA**

Ramkrishna Care Medical Sciences Private Limited Raipur Dr. Sandeep Dave Managing Director (DIN: 01665185)	Ramkrishna Care Medical Sciences Private Limited Raipur Ekta Bahl (Chairman CSR Committee).

RAMKRISHNA CARE HOSPITALS

Annexure III

Form No. AOC-2

(Pursuant to *clause (h) of sub-section (3) of section 134 of the Act and* Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis:

There are no contracts or arrangements or transactions which were not on arm's length basis

2. Details of material contracts or arrangement or transactions at arm's length basis:

S.No	Description	Details of the Contracts	Details of the Contracts
i	Name(s) of the related party and nature of relationships	Quality Care India Limited – Holding Company	Dr. Sandeep Dave Managing Director
ii	Nature of contracts/arrangements/transactions	Availing of services (Appointment of Mr. Sandeep Kumar as Interim Hospital Chief Operating Officer of Ramkrishna Care)	Availing of services
iii	Duration of the contracts / arrangements/transactions	April 15, 2020 – November 25, 2020	Continuing
iv	Salient terms of the contracts or arrangements or transactions including the value, if any	Reimbursement of annual cost to Quality Care India Limited	Payment of professional fees – INR 1,37,99,248/-
v	Date(s) of approval by the Board, if any	May 17, 2020	November 19, 2019
vi	Amount paid as advances, if any	Nil	Nil

For and on behalf of the Board
Ramkrishna Care Medical Sciences Private Limited

Dr. Sandeep Dave **Managing Director** **DIN: 01665185** **Date: 23.08.2021** **Place: Raipur**	**Mr. Jasdeep Singh** **Director & Group CEO** **DIN: 02705303** **Date: 23.08.2021** **Place: Hyderabad**

Independent auditor's report

To the Members of Ramkrishna Care Medical Sciences Private Limited

Report on the audit of the financial statements

Opinion

1. We have audited the accompanying financial statements of Ramkrishna Care Medical Sciences Private Limited ("the Company"), which comprise the balance sheet as at March 31, 2021, and the statement of Profit and Loss ((including Other Comprehensive Income), statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

2. 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 accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and total comprehensive income (comprising of profit and other comprehensive income), changes in equity and its cash flows for the year then ended.

Basis for opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

4. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's report, but does not include the financial statements and our auditor's report thereon.

   Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

   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 in the 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.

Responsibilities of management and those charged with governance for the financial statements

5. 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, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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.

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Hyderabad

6. 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. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

7. 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.

8. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism 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 control 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 with reference to financial statements 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.

9. 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.

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Other Matter

10. The financial statements of the Company for the year ended March 31, 2020, were audited by another firm of chartered accountants under the Companies Act, 2013 who, vide their report dated August 10, 2020, expressed an unmodified opinion on those financial statements.

Report on other legal and regulatory requirements

11. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure B a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

12. As required by Section 143(3) of the Act, 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), the Statement of Changes in Equity and Statement of Cash Flows dealt with by this Report are in agreement with the books of account.

(d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.

(e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 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 with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".

(g) 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, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 4.30 to the financial statements;

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2021.

iv. The reporting on disclosures relating to Specified Bank Notes is not applicable to the Company for the year ended March 31, 2021

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13. The provisions of Section 197 read with Schedule V to the Act are applicable only to public companies. Accordingly, reporting under Section 197(16) of the Act is not applicable to the Company.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016

Srikanth Pola
Partner
Membership Number: 220916

UDIN: 21220916AAAABR5386

Place: Hyderabad
Date: August 23, 2021

Annexure A to Independent Auditors' Report

Referred to in paragraph 12(f) of the Independent Auditors' Report of even date to the members of Ramkrishna Care Medical Sciences Private Limited on the financial statements for the year ended March 31, 2021

Report on the Internal Financial Controls with reference to financial statements under Clause (i) of Sub-section 3 of Section 143 of the Act

1. We have audited the internal financial controls with reference to financial statements of Ramkrishna Care Medical Sciences Private Limited ("the Company") as of March 31, 2021 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

2. The Company's management 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 (ICAI). 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 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 Act.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements 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") and the Standards on Auditing deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. 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 with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system with reference to financial statements.

Meaning of Internal Financial Controls with reference to financial statements

6. A company's internal financial controls with reference to financial statements 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 controls with reference to financial statements 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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Annexure A to Independent Auditors' Report

Referred to in paragraph 12(f) of the Independent Auditors' Report of even date to the members of Ramkrishna Care Medical Sciences Private Limited on the financial statements for the year ended March 31, 2021

Inherent Limitations of Internal Financial Controls with reference to financial statements

7. Because of the inherent limitations of internal financial controls with reference to financial statements, 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 with reference to financial statements to future periods are subject to the risk that the internal financial control controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2021, 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 Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016

UDIN: 21220916AAAABR5386
Place: Hyderabad
Date: August 23, 2021

Srikanth Pola
Partner
Membership Number: 220916

Annexure B to Independent Auditors' Report
Referred to in paragraph 11 of the Independent Auditors' Report of even date to the members of Ramkrishna Care Medical Sciences Private Limited on the financial statements as of and for the year ended March 31, 2021

i. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation, of fixed assets.

(b) The fixed assets are physically verified by the Management according to a phased programme designed to cover all the items over a period of 3 years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, a portion of the fixed assets has been physically verified by the Management during the year and no material discrepancies have been noticed on such verification.

(c) The title deeds of immovable properties, as disclosed in Note 4.1 on fixed assets to the financial statements, are held in the name of the Company.

ii. The physical verification of inventory have been conducted at reasonable intervals by the Management during the year. The discrepancies noticed on physical verification of inventory as compared to book records were not material

iii. The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Therefore, the provisions of Clause 3(iii), (iii)(a), (iii)(b) and (iii)(c) of the said Order are not applicable to the Company.

iv. The Company has not granted any loans or made any investments, or provided any guarantees or security to the parties covered under Section 185 and 186. Therefore, the provisions of Clause 3(iv) of the said Order are not applicable to the Company.

v. The Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified.

vi. Pursuant to the rules made by the Central Government of India, the Company is required to maintain cost records as specified under Section 148(1) of the Act in respect of its products. We have broadly reviewed the same, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.

vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing the undisputed statutory dues, including provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess, goods and service tax and other material statutory dues, as applicable, with the appropriate authorities.

(b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of sales-tax, service-tax, duty of customs, duty of excise, value added tax which have not been deposited on account of any dispute. The particulars of dues of income tax as at March 31, 2021, which have not been deposited on account of a dispute, are as follows:

Name of the statute	Nature of dues	Amount (INR in Millions)	Period to which the amount relates	Forum where the dispute is pending
The Income Tax Act, 1961	Income tax	0.25	Assessment year 2011-12	Commissioner of Income Tax (appeals), Raipur

viii. According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of loans or borrowings to any financial institution or bank or Government or dues to debenture holders as at the balance sheet date.
ix. The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) and term loans. Accordingly, the provisions of Clause 3(ix) of the Order are not applicable to the Company.

x. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations

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given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.

xi. The provisions of Section 197 read with Schedule V to the Act are applicable only to public companies. Accordingly, the provisions of Clause 3(xi) of the Order are not applicable to the Company.

Also refer paragraph 13 of our main audit report.

xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.

xiii. The Company has entered into transactions with related parties in compliance with the provisions of Section 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Indian Accounting Standard (Ind AS) 24, Related Party Disclosures specified under Section 133 of the Act. Further, the Company is not required to constitute an Audit Committee under Section 177 of the Act, and accordingly, to this extent, the provisions of Clause 3(xiii) of the Order are not applicable to the Company.

xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under audit. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.

xv. The Company has not entered into any non cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.

xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016

UDIN: 21220916AAAABR5386
Place: Hyderabad
Date: August 23, 2021

Srikanth Pola
Partner
Membership Number: 220916

Ramkrishna Care Medical Sciences Private Limited
Balance Sheet as at 31 March 2021
(All amounts are in INR in millions, unless otherwise stated)

Particulars	Notes	As at 31 March 2021	As at 31 March 2020
ASSETS			
A. Non-current assets			
(a) Property, plant and equipment	4.1	831.59	900.10
(b) Other intangible assets	4.2 (a)	0.43	0.70
(c) Capital work-in-progress		56.54	28.54
(d) Right-of-use assets	4.2 (b)	197.61	223.92
(e) Financial assets			
(i) Loans	4.9	13.36	13.34
(f) Non-current tax assets (net)	4.4	54.39	44.71
(g) Deferred tax assets (net)	4.23 (d)	47.98	63.12
(h) Other non-current assets	4.5	12.72	7.76
Total non-current assets (A)		**1,214.62**	**1,282.19**
B. Current assets			
(a) Inventories	4.6	20.47	50.52
(b) Financial assets			
(i) Trade receivables	4.7	193.76	217.17
(ii) Cash and cash equivalents	4.8 (a)	48.87	2.93
(iii) Bank balances other than above	4.8 (b)	94.75	80.80
(iv) Loans	4.9	0.84	0.47
(v) Other financial assets	4.3	34.14	39.75
(c) Other current assets	4.5	3.46	3.13
Total current assets (B)		**396.29**	**394.77**
Total assets (A+B)		**1,610.91**	**1,676.96**
EQUITY AND LIABILITIES			
A. Equity			
(a) Equity share capital	4.10 (i)	14.98	14.98
(b) Other equity	4.10 (ii)	542.29	513.04
Total equity (A)		**557.27**	**528.02**
B. Non-current liabilities			
(a) Financial liabilities			
(i) Borrowings	4.11(a)	420.68	518.74
(ii) Lease Liabilities	4.25	204.50	218.85
(b) Provisions	4.12	20.54	18.65
Total non-current liabilities (B)		**645.72**	**756.24**
C. Current liabilities			
(a) Financial liabilities			
(i) Borrowings	4.11(b)	-	32.50
(ii) Lease liabilities	4.25	16.93	20.20
(iii) Trade payables			
-Total outstanding dues of micro and small enterprises	4.13	5.35	3.88
-Total outstanding dues of creditors other than micro and small enterprises		190.31	180.89
(iv) Other financial liabilities	4.14	134.70	105.51
(b) Other current liabilities	4.15	52.65	41.87
(c) Provisions	4.12	7.98	7.85
Total current liabilities (C)		**407.92**	**392.70**
Total liabilities (B+C)		**1,053.64**	**1,148.94**
Total equity and liabilities (A+B+C)		**1,610.91**	**1,676.96**

The accompanying notes are an integral part of the financial statements.
This is the Balance Sheet referred to in our report of even date

For Price Waterhouse Chartered Accountants LLP
Firm's registration number: 012754N/N500016

Srikanth Pola
Partner
Membership No : 220916

For and on behalf of the board of directors of
Ramkrishna Care Medical Sciences Private Limited
CIN: U85110CT1998PTC013035

Jasdeep Singh
Director and Group Chief Executive Officer
DIN: 02705303

Dr. Sandeep Dave
Managing Director
DIN: 01665185

Place: Hyderabad
Date: 23 August 2021

Place: Hyderabad
Date: 23 August 2021

Place: Raipur
Date: 23 August 2021

Ramkrishna Care Medical Sciences Private Limited
Statement of Profit and Loss for the year ended 31 March 2021
(All amounts are in INR in millions, unless otherwise stated)

Particulars	Notes	For the year ended 31 March 2021	For the year ended 31 March 2020
I Revenue from operations	4.16	1,740.51	1,682.48
II Other income	4.17	15.03	45.68
III Total income (I+II)		**1,755.54**	**1,728.16**
IV Expenses			
(i) Purchases of medical supplies and drugs		418.28	416.55
(ii) Changes in inventories of medical supplies and drugs	4.18	30.05	(35.46)
(iii) Employee benefits expense	4.19	251.92	242.30
(iv) Other expenses	4.20	819.34	782.33
Total expenses (IV)		**1,519.59**	**1,405.72**
V Earnings before interest, tax, depreciation and amortisation (EBITDA) (III-IV)		**235.95**	**322.44**
(v) Finance costs	4.21	70.35	84.72
(vi) Depreciation and amortization expense	4.22	120.28	134.49
VI Profit before tax		**45.32**	**103.23**
VII Tax expense:			
(i) Current tax		-	35.73
(ii) Taxes for earlier years		-	4.01
(ii) Deferred tax expense/ (benefit)		15.38	(4.39)
Total tax expense (VII)	4.23	**15.38**	**35.35**
VIII Profit for the year (VI-VII)		**29.94**	**67.88**
IX Other Comprehensive Income:			
(i) Items that will not be reclassified subsequently to profit or loss			
(a) Remeasurement of defined benefit plan		(0.93)	(0.37)
(ii) Income tax relating to items that will not be reclassified to profit or loss	4.23	0.24	0.09
Total other comprehensive income (IX)		**(0.69)**	**(0.28)**
X Total Comprehensive Income for the year (VIII+IX)		**29.25**	**67.60**
Earnings per equity share (EPES) [Nominal value of share INR 10 (31 March 2020 : INR 10)]			
(i) Basic and diluted (in absolute INR)		19.98	45.31

The accompanying notes are an integral part of the financial statements.
This is the Statement of Profit and Loss referred to in our report of even date.

For Price Waterhouse Chartered Accountants LLP
Firm's registration number: 012754N/N500016

Srikanth Pola
Partner
Membership No.: 220916

Place: Hyderabad
Date: 23 August 2021

For and on behalf of the board of directors of
Ramkrishna Care Medical Sciences Private Limited
CIN: U85110CT1998PTC013035

Jasdeep Singh
Director and Group Chief Executive Officer
DIN: 02705303

Place: Hyderabad
Date: 23 August 2021

Dr. Sandeep Dave
Managing Director
DIN: 01665185

Place: Raipur
Date: 23 August 2021

Ramkrishna Care Medical Sciences Private Limited
Cash Flow Statement for the year ended 31 March 2021
(All amounts are in INR in millions, unless otherwise stated)

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Cash flows from operating activities		
Profit before tax	45.32	103.23
Adjustments for operating activities:		
- Depreciation and amortization expense	120.28	134.49
- Provision for doubtful receivables	20.17	26.80
- (Profit)/loss on sale/discard of assets (net)	0.00	(1.26)
- Interest income	(3.89)	(8.86)
- Liabilities no longer required, written back	(1.14)	(23.57)
- Interest costs	50.22	62.95
- Interest on lease liability	20.13	21.77
Operating profit before working capital changes	**251.09**	**315.55**
Adjustments for Changes in :		
Inventories	30.05	(35.46)
Trade receivables	3.24	(55.89)
Financial assets	5.61	17.84
Loans	(0.39)	2.82
Other assets	(5.29)	(7.36)
Trade payables	10.89	2.36
Other financial liabilities	20.56	(33.99)
Other current liabilities	11.92	12.17
Employee benefit provisions	1.09	2.18
Cash generated from operations	**328.77**	**220.22**
Taxes paid (net)	(9.68)	(33.71)
Net cash generated from operating activities (A)	**319.09**	**186.51**
Cash flow from investing activities		
Purchase of property, plant and equipment	(53.19)	(60.44)
Proceeds from sale of PPE	0.00	2.73
Interest received	3.89	8.86
Investment/redemption in term deposits, net	(13.95)	33.51
Net cash used in investing activities (B)	**(63.25)**	**(15.34)**
Cash flow from financing activities		
Proceeds from non-current borrowings	0.00	0.00
Repayment of non-current borrowings	(98.06)	(93.76)
Payment of lease rentals	(37.75)	(38.74)
Current borrowings, net	(32.50)	12.52
Interest paid	(41.59)	(63.38)
Net cash (used in)/ generated from financing activities (C)	**(209.90)**	**(183.36)**
Net decrease in cash and cash equivalent (A+B+C)	45.94	(12.19)
Cash and cash equivalents, beginning of year	2.93	15.12
Closing balance of cash and cash equivalents	**48.87**	**2.93**

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Cash and cash equivalents comprise of: (refer note 4.8 (a))		
Cash on hand	2.30	1.48
Balances with banks - in current accounts	46.57	1.45
Total cash and cash equivalents	**48.87**	**2.93**

The accompanying notes are an integral part of the financial statements.
This is the Cash Flow Statement referred to in our report of even date.

For Price Waterhouse Chartered Accountants LLP
Firm's registration number: 012754N/N500016

Srikanth Pola
Partner
Membership No.: 220916

Place: Hyderabad
Date: 23 August 2021

For and on behalf of the board of directors of
Ramkrishna Care Medical Sciences Private Limited
CIN: U85110CT1998PTC013035

Jasdeep Singh
Director and Group Chief Executive Officer
DIN: 02795303

Place: Hyderabad
Date: 23 August 2021

Dr. Sandeep Dave
Managing Director
DIN: 01665185

Place: Raipur
Date: 23 August 2021

Ramkrishna Care Medical Sciences Private Limited
Statement of Changes in Equity for the year ended 31 March 2021
(All amounts are in INR in millions, unless otherwise stated)

A. Equity share capital

Particulars	Note	Number of Shares	Amount
Balance as at 1 April 2019	4.10	**1,498,321**	**14.98**
Changes in equity share capital during the year		-	-
Balance as at 31 March 2020	4.10	**1,498,321**	**14.98**
Changes in equity share capital during the year		-	-
Balance as at 31 March 2021		**1,498,321**	**14.98**

B. Other equity

Particulars	Securities premium	Reserves and surplus	Total
Balance as at 1 April 2019	**290.28**	**155.16**	**445.44**
Profit for the year	-	67.88	**67.88**
Remeasurement of net defined benefit liability (net of tax)	-	(0.28)	**(0.28)**
Balance as at 31 March 2020	**290.28**	**222.76**	**513.04**
Profit for the year	-	29.94	**29.94**
Remeasurement of net defined benefit liability (net of tax)	-	(0.69)	**(0.69)**
Balance as at 31 March 2021	**290.28**	**252.01**	**542.29**

The accompanying notes are an integral part of the financial statements.
This is the Statement of Changes in Equity as referred to in our report of even date.

For Price Waterhouse Chartered Accountants LLP
Firm's registration number: 012754N/N500016

Srikanth Pola
Partner
Membership No.: 220916

Place: Hyderabad
Date: 23 August 2021

For and on behalf of the board of directors of
Ramkrishna Care Medical Sciences Private Limited
CIN: U85110CT1998PTC013035

Jasdeep Singh
Director and Group Chief Executive Officer
DIN: 02705303

Place: Hyderabad
Date: 23 August 2021

Dr. Sandeep Dave
Managing Director
DIN: 01665185

Place: Raipur
Date: 23 August 2021

Ramkrishna Care Medical Sciences Private Limited
Summary of significant accounting policies and other explanatory information
(All amounts are in INR millions, unless otherwise stated)

1. Corporate information

The financial statements of "Ramkrishna Care Medical Sciences Private Limited" ("the Company" or "RCMSPL") are for the year ended 31 March 2021. The Company is a private company domiciled in India and is incorporated under the provisions of the Companies Act applicable in India. The registered office of the Company is located at #Plot no. 9/284, Budhapara, Raipur, Chhattisgarh - 492 001.

Incorporated in 1998, Ramkrishna Care Medical Sciences Private Limited is primarily engaged in providing healthcare and related services.

The financial statements were approved for issue in accordance with a resolution of the Board of Directors on 23 August 2021.

2. Summary of significant accounting policies

a. Basis of preparation

The financial statements of the Company have been prepared and presented in accordance with all the material aspects of the Indian Accounting Standards ('Ind AS') as notified under section 133 of the Companies Act 2013 ("the Act"), read with the Companies (Indian Accounting Standards) Rules 2015 (issued by the Ministry of Corporate Affairs ('MCA')).

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

- certain financial assets and liabilities are measured either at fair value or at amortised cost depending on the classification;
- lease arrangements in accordance with Ind AS 116; and
- employee defined benefit liability are recognised as the net total of the fair value of plan assets, plus actuarial losses, less actuarial gains and the present value of the defined benefit obligation.

The financial statements are presented in Indian Rupee (INR) and all values are rounded to the nearest millions, except when otherwise indicated.

Accounting policies have been consistently applied except where a newly issued Accounting Standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use or for the purpose of better presentation of financial statements. Management evaluates all recently issued or revised Accounting Standards on an ongoing basis and accordingly changes the Accounting policies as applicable.

b. Estimation uncertainties relating to the global health pandemic from COVID-19:

On 11 March 2020, the World Health Organization declared COVID-19 a global pandemic. The COVID-19 pandemic has impacted the revenues and profitability of the Company for the month of March 2020 and continued subsequently with a decline in occupancy impacting significantly the business revenues, profitability and cash flows. However, with a slew of cost saving measures the Company has been able to partly reduce the significant negative impact on business.

The Company has a well capitalized Balance Sheet and has managed its liquidity position via cost efficiency initiatives, better working capital management and external funding.

With the lockdown restrictions easing, the Company has begun to witness signs of gradual improvement in operations but would continue to see an impact on its financial statements till normalization of business.

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The Company has made detailed assessment of its liquidity position for the next one year and of the recoverability and carrying values of its assets comprising Property, plant and equipment, Other intangible assets, trade receivables, inventories among others as at the reporting date and has concluded that there are no material adjustments required to the financial statements. The management has considered the possible effects that may result from COVID-19 pandemic in preparation of the financial statements. In developing the assumptions and estimates relating to the uncertainties as at the Balance Sheet date in relation to the recoverable amounts of these assets, the Company's management has considered the global economic conditions prevailing as at the date of approval of these financial statements. The actual outcome of these assumptions and estimates may vary in future due to the impact of the pandemic

c. New and amended standards adopted by the Company

The Company has applied the following amendments to Ind AS for the first time for their annual reporting period commencing 1 April 2020:

- Definition of Material – amendments to Ind AS 1 and Ind AS 8
- Definition of a Business – amendments to Ind AS 103
- COVID-19 related concessions – amendments to Ind AS 116
- Interest Rate Benchmark Reform – amendments to Ind AS 109 and Ind AS 107

The amendments listed above did not have any impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

d. Current versus non-current classification

The Company presents assets and liabilities in the Balance Sheet based on current/ non-current classification.

An asset is treated as current when it is:
- Expected to be realised or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:
- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

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e. Fair value measurement

The Company measures financial instruments at fair value at each Balance Sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The Company's management determines the policies and procedures for both recurring fair value measurement, such as unquoted financial assets measured at fair value, and for non-recurring measurement.

External valuers are involved for valuation of significant assets, such as unquoted financial assets, and significant liabilities, such as contingent consideration. Involvement of external valuers is decided upon annually by the management. Selection criteria include market knowledge, reputation, independence and whether professional standards are maintained.

At each reporting date, the management analyses the movements in the values of assets and liabilities which are required to be re-measured or re-assessed as per the Company's accounting policies. For this analysis, the management verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to relevant documents.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

f. Revenue recognition

Revenue primarily comprises fees charged under contract for inpatient and/or outpatient hospital services and includes sale of medical and non-medical items. Hospital services include charges for accommodation, medical professional services, equipment, radiology, laboratory, pharmaceutical goods among others, used in treatments provided to the patients.

Revenue is recognized on satisfaction of performance obligation upon transfer of control of promised products or services to customers in an amount that reflects the consideration the Company expects to receive in exchange for those products or services.

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The Company does not expect to have any contracts where the period between the transfer of the promised goods or services to the customer and payment by the customer exceeds one year. As a consequence, it does not adjust any of the transaction prices for the time value of money.

The Company satisfies a performance obligation and recognises revenue over time, if one of the following criteria is met:

- the customer simultaneously receives and consumes the benefits provided by the Company's performance as the Company performs;
- the Company's performance creates or enhances an asset that the customer controls as the asset is created or enhanced; or
- the Company's performance does not create an asset with an alternative use to the Company and an entity has an enforceable right to payment for performance completed to date.

For performance obligations where one of the above conditions are not met, revenue is recognised at the point in time at which the performance obligation is satisfied.

Goods and services tax is not received by the Company on its own account. Rather, it is tax collected by the Company on behalf of the Government. Accordingly, it is excluded from revenue.

Revenue from health care services and related activities

Income from healthcare services is recognised as revenue when the related services are rendered unless significant future uncertainties exists. Revenue is also recognised in relation to the services rendered, to the patients who are undergoing treatment/observation on the balance sheet date to the extent of services rendered. Revenue is recognised net of discounts and concessions, if any, given to the patients and disallowances including claims. Revenue is recognised at the transaction price when each performance obligation is satisfied at a point in time when inpatient/ outpatients has actually received the service and accepted/consumed.

Other operating revenue comprises revenue from various ancillary revenue generating activities such as clinical research, income from outsourced facilities and academic/training services. The revenue in respect of such arrangements is recognized as and when services are performed

Unbilled receivables and Unearned revenue

Contract assets are recognised when there is excess of revenue earned over billings on contracts. Contract assets are classified as unbilled receivables when there is unconditional right to receive cash, and only passage of time is required, as per contractual terms. Other contract assets have been disclosed as contract assets within other assets.

Unearned revenue ("contract liability") is recognised when there are billings in excess of revenues. The billing schedules agreed with customers could include periodic performance-based payments and/or milestone-based progress payments. Invoices are payable within contractually agreed credit period. Advances received for services are reported as liabilities until all conditions for revenue recognition are met.

Contract modifications - Services added that are not distinct are accounted for on a cumulative catch up basis, while those that are distinct are accounted for prospectively, either as a separate contract if the additional services are priced at the standalone selling price, or as a termination of the existing contract and creation of a new contract if not priced at the standalone selling price.

Revenue from sale of pharmacy

In respect of sale of pharmacy, where the performance obligation is satisfied at a point in time, revenue is recognised when control is transferred to the customer and no significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of the goods and regarding its collection.

Income from academic services/workshops

Income from academic services/workshops (net of expenses directly attributable to such income) is recognized on pro-rata basis on the completion of such services over the duration of the program.

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Interest income

For all debt instruments measured at amortised cost, interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset or to the amortised cost of a financial liability. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses. Interest income is included under other income in the statement of profit and loss.

g. Taxes

Current income tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred tax

Deferred tax is provided using the liability method Balance Sheet approach on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences, except when the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised, except when the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

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

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Minimum Alternate Tax (MAT) credit is recognised as an asset only when and to the extent it is reasonably certain that the Company will pay normal income tax during the specified period. Such asset is reviewed at each Balance Sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the Company will pay normal income tax during the specified period.

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h. Property, plant and equipment ("PPE")

Freehold land is carried at historical cost. All other items of property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Cost may also include transfers from equity of any gains or losses on qualifying cash flow hedges of foreign currency purchases of property, plant and equipment.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when 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. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Transition to Ind AS
On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

Depreciation is calculated using the written down value method to allocate the cost of the assets, net of their residual values, over their estimated useful lives as follows:

Building	60 years
Plant and Machinery	13-15 years
Furniture & Fixtures	10 years
Office equipments	5 years
Vehicles	8 years
Computers	3 years

Leasehold improvements are depreciated over the shorter of their useful life or the lease term, unless the entity expects to use the assets beyond the lease term.

The useful lives have been determined based on technical evaluation done by the management's expert which are higher than those specified by Schedule II to the Companies Act; 2013, in order to reflect the actual usage of the assets. The residual values are not more than 5% of the original cost of the asset.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss within other gains/(losses).

i. Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, other intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses. Internally generated intangibles, excluding capitalised development costs, are not capitalised and the related expenditure is reflected in profit or loss in the period in which the expenditure is incurred.

Other intangible assets are amortised on straight line basis over the estimated useful economic life. The estimated useful life of other intangible assets is mentioned below:

Asset	Useful life (years)
Software	2-3

Gains or losses arising from de-recognition of other intangible assets are measured as the difference between the net disposal proceeds and the carrying amounts of the assets and are recognised in the SPL when the assets are derecognised.

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j. Borrowing cost

Borrowing costs directly attributable to the acquisition or construction of an asset that necessarily takes a substantial period of time to get ready for its intended use are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

k. Inventories

Inventory of medical supplies, drugs, and other consumables are valued at lower of cost or net realizable value. Cost of medical supplies and drugs is determined on the basis of specific identification method. Other consumables are valued on the basis of first-in-first-out method. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs necessary to make the sale.

Cost of inventories include purchase price, import duties and other taxes excluding taxes those are subsequently recoverable from the concerned authorities, freight inwards and other expenditure incurred in bringing the inventories to their present location and condition.

l. Impairment of non-financial assets

The Company's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

For impairment testing, assets that do not generate independent cash inflows are companied together into cash-generating units (CGUs). Each CGU represents the smallest company of assets that generates cash inflows that are largely independent of the cash inflows of other assets or CGUs.

The recoverable amount of a CGU (or an individual asset) is the higher of its value in use and its fair value less costs to sell. Value in use is based on the estimated future cash flows, 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 CGU (or the asset). An impairment loss is recognised if the carrying amount of an asset or CGU exceeds its estimated recoverable amount. Impairment losses are recognised in the statement of profit and loss. An impairment loss in respect of goodwill is not subsequently reversed. In respect of other assets for which impairment loss has been recognised in prior periods, the Company reviews at each reporting date whether there is any indication that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. Such a reversal is made only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

m. Provision and contingencies

Provisions

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

When the Company expects some or all of a provision to be reimbursed, reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the Statement of Profit and Loss (SPL) net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

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Contingencies

Contingent liabilities is identified and disclosed with respect to following:

- a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity; or

- a present obligation that arises from past events but is not recognised because:
  - it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
  - the amount of the obligation cannot be measured with sufficient reliability.

Contingent assets are neither recognized nor disclosed, unless inflow of economic benefits is probable. However, when realization of income is virtually certain, related asset is recognized.

n. Employee benefits

Short term benefits

Short Term Employee Benefits are accounted for in the period during which the services have been rendered.

Post-employment benefits and other long term employee benefits

Provident Fund: Retirement benefit in the form of provident fund is a defined contribution scheme. The contributions to the provident fund administered by the Central Government under the Provident Fund Act, 1952, are charged to the SPL for the year in which the contributions are due. The Company has no obligation, other than the contribution payable to the provident fund.

Gratuity: The Company operates a defined benefit gratuity plan in India, which requires contributions to be made to a separately administered fund. The cost of providing benefits under the defined benefit plan is determined using the projected unit credit method.
Remeasurements, comprising mainly of actuarial gains and losses, are recognised immediately in the Balance Sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Remeasurements are not reclassified to profit or loss in subsequent periods.

Leave Encashment: Accrued liability for leave encashment including sick leave is determined on actuarial valuation basis using Projected Unit Credit (PUC) Method at the end of the year and provided completely in profit and loss account as per Ind AS - 19 "Employee Benefits".

o. Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets

Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in four categories:

- Debt instruments at amortised cost
- Debt instruments at fair value through other comprehensive income (FVTOCI)
- Debt instruments and equity instruments at fair value through profit or loss (FVTPL)
- Equity instruments measured at fair value through other comprehensive income (FVTOCI)

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Debt instruments at amortised cost

A 'debt instrument' is measured at the amortised cost if both the following conditions are met:
a) The asset is held within a business model, whose objective is to hold assets for collecting contractual cash flows, and
b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in SPL. The losses arising from impairment are recognised in SPL.

Debt instrument at FVTOCI

A 'debt instrument' is classified as at the FVTOCI if both of the following criteria are met:
a) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
b) The asset's contractual cash flows represent SPPI.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the OCI. On de-recognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to Statement of Profit and Loss. Interest earned whilst holding FVTOCI debt instrument is reported as interest income using the EIR method.

Debt instrument at FVTPL

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the Statement of Profit and Loss.

De-recognition

A financial asset is primarily derecognised when:
- The rights to receive cash flows from the asset have expired, or
- The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

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Impairment of financial assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, debt securities, deposits, trade receivables, unbilled receivables and bank balances.

The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables that do not contain a significant financing component.

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR. When estimating the cash flows, an entity is required to consider:

- All contractual terms of the financial instrument (including prepayment, extension, call and similar options) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument
- Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms

ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/ expense in SPL. The Balance Sheet presentation for various financial instruments is described below:

- Financial assets measured as at amortised cost: ECL is presented as an allowance, i.e., as an integral part of the measurement of those assets in the Balance Sheet. The allowance reduces the net carrying amount. Until the asset meets write-off criteria, the Company does not reduce impairment allowance from the gross carrying amount.

Financial liabilities

Initial recognition and measurement

All financial liabilities are recognised initially at fair value and, in the case of borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables and borrowings.

Subsequent measurement

Borrowings

After initial recognition, interest-bearing borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in SPL when the liabilities are derecognised as well as through the EIR amortisation process. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in the statement of profit and loss.

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Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid as per agreed terms. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

De-recognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. 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 the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in SPL.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

p. Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

q. Cash flow statement

The cash flow statement is prepared as per the Indirect Method. Cash Flow Statements present the cash flows by operating, financing and investing activities of the Company. Operating cash flows are arrived by adjusting profit or loss before tax for the effects of transactions of a non- cash nature, any deferrals or accruals of past or future operating cash receipts or payments, and items of income or expense associated with investing or financing cash flows.

r. Cash and cash equivalents

Cash and cash equivalent in the Balance Sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

s. Measurement of profit/Earnings before interest, tax, depreciation and amortisation (EBITDA)

The Company has elected to present earnings before interest, tax, depreciation and amortisation (EBITDA) as a separate line item on the face of the Statement of profit and loss.

In its measurement of EBITDA, the Company includes other income but does not include depreciation and amortisation expense, finance cost and tax expense.

t. Leases

As a lessee

Leases are recognised as a right-of-use asset and a corresponding liability at the date at which the leased asset is available for use by the Company. Contracts may contain both lease and non-lease components. The Company allocates the consideration in the contract to the lease and non-lease components based on their relative stand-alone prices. However, for leases of real estate for which the Company is a lessee, it has elected not to separate lease and non-lease components and instead accounts for these as a single lease component.

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Assets and liabilities arising from a lease are initially measured on a present value basis. Lease liabilities include the net present value of the following lease payments:
• fixed payments (including in-substance fixed payments), less any lease incentives receivable
• variable lease payment that are based on an index or a rate, initially measured using the index or rate as at the commencement date
• amounts expected to be payable by the Company under residual value guarantees
• the exercise price of a purchase option if the Company is reasonably certain to exercise that option, and
• payments of penalties for terminating the lease, if the lease term reflects the Company exercising that option.

Lease payments to be made under reasonably certain extension options are also included in the measurement of the liability. The lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be readily determined, which is generally the case for leases in the Company, the lessee's incremental borrowing rate is used, being the rate that the individual lessee would have to pay to borrow the funds necessary to obtain an asset of similar value to the right-of-use asset in a similar economic environment with similar terms, security and conditions.

To determine the incremental borrowing rate, the Company:
• where possible, uses recent third-party financing received by the individual lessee as a starting point, adjusted to reflect changes in financing conditions since third party financing was received
• uses a build-up approach that starts with a risk-free interest rate adjusted for credit risk for leases held by Value Ind AS Retail Limited, which does not have recent third party financing, and
• makes adjustments specific to the lease, e.g. term, country, currency and security.
If a readily observable amortising loan rate is available to the individual lessee (through recent financing or market data) which has a similar payment profile to the lease, then the Company use that rate as a starting point to determine the incremental borrowing rate.

The Company is exposed to potential future increases in variable lease payments based on an index or rate, which are not included in the lease liability until they take effect. When adjustments to lease payments based on an index or rate take effect, the lease liability is reassessed and adjusted against the right-of-use asset.
Lease payments are allocated between principal and finance cost. The finance cost is charged to profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. Variable lease payments that depend on sales are recognised in profit or loss in the period in which the condition that triggers those payments occurs.

Right-of-use assets are measured at cost comprising the following:
• the amount of the initial measurement of lease liability
• any lease payments made at or before the commencement date less any lease incentives received
• any initial direct costs, and
• restoration costs.

Right-of-use assets are generally depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis. If the Company is reasonably certain to exercise a purchase option, the right-of-use asset is depreciated over the underlying asset's useful life.

Payments associated with short-term leases of equipment and all leases of low-value assets are recognised on a straight-line basis as an expense in profit or loss. Short-term leases are leases with a lease term of 12 months or less. Low-value assets comprise IT equipment and small items of office furniture

As a lessor

Lease income from operating leases where the Company is a lessor is recognised in income on a straight-line basis over the lease term. Initial direct costs incurred in obtaining an operating lease are added to the carrying amount of the underlying asset and recognised as expense over the lease term on the same basis as lease income. The respective leased assets are included in the balance sheet based on their nature. The Company did not need to make any adjustments to the accounting for assets held as lessor as a result of adopting the new leasing standard.

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3. Key accounting estimates and judgements

2.1 Critical accounting estimates

a. Defined benefit plans and other long-term benefit plan

The cost and present value of the defined benefit gratuity plan and leave encashment (other long term benefit plan) are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation and other long term benefits are highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

b. Useful lives of property, plant and equipment

The Company reviews the estimated useful lives and residual value of Property, plant and equipment at the end of each reporting period. The factors such as changes in the expected level of usage, technological developments and product life-cycle, could significantly impact the economic useful lives and the residual values of these assets. Consequently, the future depreciation charge could be revised and thereby could have an impact on the future years.

c. Impairment of non-financial assets

Impairment exists when the carrying value of an asset or cash generating unit exceeds its recoverable amount, which is the higher of its fair value less costs of disposal and its value in use. The fair value less costs of disposal calculation is based on available data from binding sales transactions, conducted at arm's length, for similar assets or observable market prices less incremental costs for disposing of the asset. The value in use calculation is based on a discounted cash flow ("DCF") model.

d. Recognition and measurement of provisions

The recognition and measurement of provisions is based on the assessment of the probability of an outflow of resources, and on past experience and circumstances known as at the Balance Sheet date. Therefore, the actual outflow of resources at a future date may vary.

e. Expected Credit Loss

The impairment provision for trade receivables and unbilled receivables is based on assumptions about risk of default and expected loss rates. The Company uses judgements in making certain assumptions and selecting inputs to determine impairment of these trade receivables, based on the Company's historical experience towards potential billing adjustments, delays and defaults at the end of each reporting period.

f. Deferred tax assets

Significant management judgment is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits. The amount of total deferred tax assets could change if estimates of projected future taxable income or if tax regulations undergo a change.

g. Income Taxes

Provision for tax liabilities require judgements on the interpretation of tax legislation, developments in case law and the potential outcomes of tax audits and appeals which may be subject to significant uncertainty.

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h. Assessment of claims and litigations disclosed as contingent liabilities

There are certain claims and litigations which have been assessed as contingent liabilities by the Management which may have an effect on the operations of the Company should the same be decided against the Company. The Management has assessed that no further provision / adjustment is required to be made in these Financial Statements for the above matters, other than what has been already recorded, if any, as they expect a favourable decision based on their assessment and the advice given by the external legal counsels / professional advisors.

i. Leases

Ind AS 116 requires lessees to determine the lease term as the non-cancellable period of a lease adjusted with any option to extend or terminate the lease, if the use of such option is reasonably certain. The Company makes an assessment on the expected lease term on a lease-by-lease basis and thereby assesses whether it is reasonably certain that any options to extend or terminate the contract will be exercised. In evaluating the lease term, the Company considers factors such as any significant leasehold improvements undertaken over the lease term, costs relating to the termination of the lease and the importance of the underlying asset to Company's operations taking into account the location of the underlying asset and the availability of suitable alternatives.

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Summary of significant accounting policies and other explanatory information
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4.1 Property, plant and equipment ("PPE")

Particulars	Land	Buildings	Leasehold improvements	Vehicles	Plant and equipment	Furniture and fixtures	Office equipment	Computers	Total
Gross block									
As at 1 April 2019	104.92	514.97	161.03	4.21	363.89	45.80	10.78	7.58	1,213.18
Additions during the year	-	-	7.78	-	25.95	0.81	0.54	5.83	40.91
Disposals during the year	-	-	-	-	(2.88)	-	-	-	(2.88)
As at 31 March 2020	**104.92**	**514.97**	**168.81**	**4.21**	**386.96**	**46.61**	**11.32**	**13.41**	**1,251.21**
Additions during the year	-	4.52	1.41	2.29	11.79	0.95	1.77	3.15	25.88
Disposals during the year	-	(0.01)	-	(1.40)	(1.45)	-	-	(0.08)	(2.94)
As at 31 March 2021	**104.92**	**519.48**	**170.22**	**5.10**	**397.30**	**47.56**	**13.09**	**16.48**	**1,274.15**
Accumulated depreciation									
Up to 1 April 2019	-	35.05	43.79	2.38	140.50	16.96	6.12	5.58	250.39
Charge for the year	-	23.36	20.68	0.56	46.44	7.32	2.00	1.65	102.01
On disposals	-	-	-	-	(1.28)	-	-	-	(1.28)
Up to 31 March 2020	-	**58.41**	**64.47**	**2.94**	**185.66**	**24.28**	**8.12**	**7.23**	**351.11**
Charge for the year	-	22.39	18.09	0.81	41.90	5.48	1.12	3.78	93.57
On disposals	-	-	-	(1.17)	(0.91)	-	-	(0.04)	(2.12)
Up to 31 March 2021	-	**80.80**	**82.56**	**2.58**	**226.65**	**29.76**	**9.24**	**10.97**	**442.56**
Carrying amounts (net)									
As at 31 March 2021	**104.92**	**438.68**	**87.66**	**2.52**	**170.65**	**17.80**	**3.85**	**5.51**	**831.59**
As at 31 March 2020	**104.92**	**456.56**	**104.34**	**1.27**	**201.30**	**22.33**	**3.20**	**6.18**	**900.10**

4.2 (a) Intangible assets

Particulars	Software
Gross carrying amount	
As at 1 April 2020	**1.12**
Additions during the year	0.13
As at 31 March 2021	**1.25**
Accumulated amortization	
Up to 31 March 2020	**0.42**
Charge for the year	0.40
Up to 31 March 2021	**0.82**
Carrying amounts (net)	
As at 31 March 2021	**0.43**
At 31 March 2020	**0.70**

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4.2 (b) Right of use asset

Particulars	Buildings	Plant and equipment	As at 31 March 2021
Gross block			
As at 1 April 2020	191.83	64.19	**256.02**
Additions during the year	-	-	-
Total	**191.83**	**64.19**	**256.02**
Accumulated amortization	16.33	15.77	**32.10**
Charge for the year	16.33	9.98	**26.31**
Net Block	**159.17**	**38.44**	**197.61**

4.3 Other financial assets

Particulars	As at 31 March 2021	As at 31 March 2020
Current-at amortised cost		
Unsecured, Considered good		
Interest accrued on fixed deposits with bank	2.42	4.18
Unbilled revenue	31.72	35.57
	34.14	**39.75**

4.4 Non current tax assets (net)

Particulars	As at 31 March 2021	As at 31 March 2020
Advance income tax (net of provision for taxation)	54.39	44.71
	54.39	**44.71**

4.5 Other assets

Particulars	As at 31 March 2021	As at 31 March 2020
Non-current		
Unsecured, Considered good		
Capital advances	12.72	7.76
	12.72	**7.76**
Current		
Unsecured, Considered good		
Prepaid expenses	2.69	2.33
Advances to vendors	0.77	-
Others	-	0.80
	3.46	**3.13**

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4.6 Inventories

Particulars	As at 31 March 2021	As at 31 March 2020
(Valued at lower of cost and net realisable value)		
Medical supplies and drugs	20.47	50.52
	20.47	**50.52**

4.7 Trade receivables

Particulars	As at 31 March 2021	As at 31 March 2020
Unsecured, receivables considered good	68.17	65.19
Unsecured, receivable with significant increase in credit risk	180.87	365.66
Total receivables	**249.04**	**430.85**
Less: Allowance for doubtful receivables, net	(55.28)	(213.68)
Net trade receivables	**193.76**	**217.17**

4.8 Cash and bank balances

Particulars	As at 31 March 2021	As at 31 March 2020
a) Cash and cash equivalents		
Balances with banks		
-in current accounts	46.57	1.45
Cash on hand	2.30	1.48
	48.87	**2.93**
b) Other bank balances		
Deposits with banks maturity more than 3 months but less than 12 months	94.75	80.80
	94.75	**80.80**
Total	**143.62**	**83.73**

4.9 Loans

Particulars	As at 31 March 2021	As at 31 March 2020
Non-Current		
Unsecured, Considered good		
Security Deposits	13.36	13.34
	13.36	**13.34**
Current		
Unsecured, Considered good		
Advances to employees	0.84	0.47
	0.84	**0.47**

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4.10 (i) Share capital

Particulars	As at 31 March 2021	As at 31 March 2020
Authorised Share Capital		
5,000,000 (5,000,000 as at 31 March 2020) Equity shares of INR 10 each	50.00	50.00
Total authorised share capital	**50.00**	**50.00**
Issued, subscribed and fully paid up shares		
1,498,321 (1,498,321 as at 31 March 2020) Equity shares of INR 10 each	14.98	14.98
Total issued, subscribed and fully paid up shares	**14.98**	**14.98**

Notes:

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

Particulars	As at 31 March 2021		As at 31 March 2020	
	Number	Amount	Number	Amount
At the beginning of the year	1,498,321	14.98	1,498,321	14.98
Issued during the year	-	-	-	-
Balance at the end of the year	**1,498,321**	**14.98**	**1,498,321**	**14.98**

(b) Terms/ rights attached to equity shares

The Company has only one class of equity shares having par value of INR 10 per share. Each holder of equity shares is entitled to one vote per share. Where dividend is proposed by the Board of Directors, it is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the current and previous year, there has been no dividend proposed by the Board of Directors. 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 amount. The distribution will be in proportion to the number of equity shares held by the shareholders.

(c) Equity shares held by the holding company

Particulars	As at 31 March 2021		As at 31 March 2020	
	Number	Amount	Number	Amount
Equity shares of INR 10 each fully paid up held by				
Quality Care India Limited	844,016	8.44	844,016	8.44

(d) Particulars of shareholders holding more than 5% equity shares

Particulars	As at 31 March 2021		As at 31 March 2020	
	Number	% holding	Number	% holding
Equity shares of INR 10 each fully paid up held by				
Quality Care India Limited	844,016	56.34%	844,016	56.34%
Dr. Sandeep Dave	419,583	28.00%	419,583	28.00%

As per the records of the Company, including its register shareholders/ members and other declarations received from the shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

(e) During the year ended 31 March 2016, the Company has allotted fully paid 177,763 equity shares of ₹10 each at a premium of ₹322 each for consideration other than cash to Dr. Sandeep Dave pursuant to the purchase of land.

4.10 (ii) Other equity

Particulars	As at 31 March 2021	As at 31 March 2020
Securities premium	290.28	290.28
Retained earnings	252.01	222.76
Total	**542.29**	**513.04**

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4.11(a) Non - current borrowings

Particulars	As at 31 March 2021		As at 31 March 2020	
	Non-current	Current*	Non-current	Current*
Secured - at amortised cost				
Term Loans from banks				
- HDFC Bank term loan (refer note i)	420.68	117.65	518.74	93.76
Total loans from banks	**420.68**	**117.65**	**518.74**	**93.76**

Notes:

* Refer current maturities of long term loans under note 4.14 Other financial liabilities

i HDFC Term Loan - II and Cash Credit Facility - The term loan and cash credit facility is secured by
(i) equitable mortgage of hospital land and building;
(ii) first exclusive charge on the entire assets (fixed assets/ movable assets) created out of bank finance both present and future excluding medical equipments specifically financed by another financier;
(iii) first and exclusive charge on all present and future current assets of the Company; and
(iv) personal guarantee of the Dr. Sandeep Dave to the extent of hospital building owned by him which was subsequently removed in FY 20
(v) certain personal properties of the doctors Dr. Sandeep Dave and Mrs. Samidha Dave which were mortgaged in 2019 were released by bank during FY 20.
The loan is repayable in 53 months and carries interest at rate of MCLR (1 year) plus 0.50% p.a.. As at 31 March 2021, the rate of interest is 8.20 p.a. (31 March 2020: 9.20 p.a.)

(b) Net debt reconciliation

The following table sets out an analysis of the movements in the net debt for the year :

Particulars	Non-current borrowings	Current borrowings	Interest
Net debt as at 31 March 2019	**708.19**	**19.98**	**5.13**
Cash flows, net	(95.69)	12.52	-
Interest debited in Statement of Profit and Loss	-	-	62.95
Interest paid	-	-	(63.38)
Net debt as at 31 March 2020	**612.50**	**32.50**	**4.70**
Cash flows, net	(83.82)	(32.50)	-
Interest debited in Statement of Profit and Loss	-	-	50.22
Interest paid	-	-	(41.59)
Adjustment for loan moratorium	9.65	-	(9.65)
Net debt as at 31 March 2021	**538.33**	-	**3.68**

4.11(b) Current borrowings

Particulars	As at 31 March 2021	As at 31 March 2020
Secured		
Cash Credit		
- HDFC Bank (refer note i)	-	32.50
	-	**32.50**

i The Company has availed cash credit facilities amounting to INR Nil (31 March 2020: INR 32.50) from banks having floating interest rate which is MCLR(1 year) plus 0.85% per annum (31 March 2020: MCLR(1 year) plus 0.85% per annum). The current rate of interest as on 31 March 2021 is 8.20 % p.a. (31 march 2020 : 9.00% p.a.) The loan is renewable annually and the interest is payable on monthly rest. The loan is secured by first charge on entire current assets and fixed assets of the Company. For security details, refer note 4.11 (a).

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4.12 Provisions

Particulars	As at 31 March 2021	As at 31 March 2020
Non-current		
Provision for employee benefits		
Gratuity	15.96	13.76
Compensated absences	4.58	4.89
	20.54	**18.65**
Current		
Provision for employee benefits		
Gratuity	6.15	5.67
Compensated absences	1.83	2.18
	7.98	**7.85**

4.13 Details of dues to Micro and Small Enterprises as per MSMED Act, 2006

The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated 26 August 2008 which recommends

Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

Particulars	As at 31 March 2021	As at 31 March 2020
i) The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of the year.	5.35	3.88
ii) The amount of interest paid by the Company in terms of Section 16 of the MSMED Act, 2006 along with the amount of the payment made to the supplier beyond the appointed date during the year.	-	-
iii) The amount of the payments made to micro and small suppliers beyond the appointed day during each accounting year.	-	-
iv) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006.	-	-
v) The amount of interest accrued and remaining unpaid at the end of each accounting year.	-	-
vi) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purposes of disallowance as a deductible expenditure under the MSMED Act, 2006.	-	-

Explanation.- The terms 'appointed day', 'buyer', 'enterprise', 'micro enterprise', 'small enterprise' and 'supplier', shall have the same meaning as assigned to them under clauses (b), (d), (e), (h), (m) and (n) respectively of section 2 of the Micro, Small and Medium Enterprises Development Act, 2006."

This information is required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 and has been determined to the extent such parties have been identified on the basis of information available with the Company.

4.14 Other financial liabilities

Particulars	As at 31 March 2021	As at 31 March 2020
Creditor for capital goods	7.96	0.85
Current maturities of non - current borrowings	117.65	93.76
Interest accrued but not due on borrowings	3.68	4.70
Other payable	5.41	6.20
	134.70	**105.51**

4.15 Other current liabilities

Particulars	As at 31 March 2021	As at 31 March 2020
Statutory dues payable	9.72	11.64
Unearned revenue	42.93	30.23
	52.65	**41.87**

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4.16 Revenue from operations

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Revenue from healthcare services	1,677.56	1,588.02
Revenue from pharmacy	62.95	94.46
	1,740.51	**1,682.48**

(i) The Company has derived 100% of its revenue from operations from locations based in India.

(ii) Reconciliation of revenue recognised with the contract price is as follows:

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Contract price	1,766.27	1,702.63
Adjustment for disallowance and discount	(25.76)	(20.15)
Revenue from operations, net	**1,740.51**	**1,682.48**

4.17 Other income

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
(a) Interest income		
- on bank deposits	3.89	8.86
- on Income Tax Refund	3.45	-
(b) Other non-operating income		
Profit on sale of PPE, net	-	1.26
Miscellaneous income	6.55	11.99
(c) Liabilities no longer required, written back*	1.14	23.57
	15.03	**45.68**

*Represents operating liabilities and provisions no longer required written back amounting to INR 1.14 (31 March 2020: INR 23.57). These operating expenses were adjusted in computation of the Company's EBIDTA for such years.

4.18 Changes in inventories of medical supplies and drugs

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Inventory at the beginning of the year	50.52	15.06
Inventory at the end of the year	20.47	50.52
Changes in inventory of Medical supplies and drugs	**30.05**	**(35.46)**

4.19 Employee benefits expense

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Salaries and wages	228.72	215.73
Contribution to provident and other funds	15.08	16.58
Gratuity and compensated absences	4.27	6.51
Staff welfare expenses	3.85	3.48
	251.92	**242.30**

(i) Defined contribution plan

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Amount recognised in the statement of profit and loss towards provident fund	11.38	12.25
Amount recognised in the statement of profit and loss towards employees insurance fund	3.70	3.99

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4.20 Other expenses

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Power and fuel	37.20	39.09
Rent	24.55	6.95
Repairs and maintenance		
Buildings	4.77	0.61
Plant and machinery	39.69	25.18
Hospital maintenance	21.95	13.99
Housekeeping service charges	65.84	55.89
Security charges	17.71	17.41
Insurance	0.22	0.14
Rates and taxes	13.16	15.79
Travelling and conveyance	3.65	5.37
Communication expenses	1.63	1.50
Marketing and business promotion	12.20	38.55
Printing and stationery	5.88	5.17
Payments to the auditor		
- for audit	0.50	0.50
- for reimbursement of expenses	-	-
Legal and professional charges	9.79	15.39
Catering charges	37.07	35.91
Diagnostics expenses	31.78	30.77
Professional fees to doctors	459.42	437.53
Loss on sale of fixed assets	0.25	-
Allowance for doubtful receivables (Refer Note a below)	20.17	26.80
Bank charges	5.54	6.77
Contribution towards Corporate social responsibility	1.03	1.50
Miscellaneous expenses	5.34	1.52
	819.34	**782.33**

Note a: Allowance for doubtful receivables

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Allowance for doubtful receivables created	198.74	26.80
Less: Bad debt written-off	(178.57)	-
	20.17	**26.80**

4.21 Finance costs

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Interest on borrowings	50.22	62.95
Interest on lease liability	20.13	21.77
	70.35	**84.72**

4.22 Depreciation and amortization expense

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Depreciation of Property, plant and equipment	93.57	102.01
Amortization of intangible assets	0.40	0.38
Amortization of Right of use assets	26.31	32.10
	120.28	**134.49**

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4.23 Income tax

a. Amount recognised in statement of profit and loss

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Current tax	-	35.73
Deferred tax	15.38	(4.39)
Tax expense for the year	**15.38**	**31.34**
Add: Adjustments related to previous year	-	**4.01**
Income tax expense as reported in the statement of profit and loss	**15.38**	**35.35**

b. Amount recognised in other comprehensive income

Particulars	Before tax	Tax benefit	Net of tax
Re-measurement of defined benefit plans			
For the year ended 31 March 2021	(0.93)	0.24	(0.69)
For the year ended 31 March 2020	(0.37)	0.09	(0.28)

c. Reconciliation of effective tax rate

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Profit before tax	45.32	103.23
Enacted tax rates	25.17%	25.17%
Tax expense at enacted rates	**11.41**	**25.98**
Tax effect of amounts which are not deductible in calculating taxable income		
Effect on opening deferred taxes of reduction in tax rate	-	4.62
Non-deductible expenses and others adjustments	3.97	4.74
Total	**15.38**	**35.35**

The reduction in the corporate tax rates was enacted from 1 April 2019. As a result, the relevant deferred tax balance have been remeasured.

d. Recognition of deferred tax assets and liabilities

(i) Deferred tax assets and liabilities are attributable to the following

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Deferred tax asset		
Provision for doubtful receivables	13.91	54.76
Provision for Lease Liabilities	55.73	61.26
Provision for employee benefits	8.19	8.13
Tax losses	27.13	-
Total deferred tax asset	**104.96**	**124.15**
Deferred tax liability		
Right of use asset	49.72	57.38
Property, plant and equipment	7.26	3.65
Total deferred tax liability	**56.98**	**61.03**
Deferred tax asset (net)	**47.98**	**63.12**

(ii) Movement in temporary differences

Particulars	Tax losses	Provision for doubtful receivables	Provision for employee benefits	PPE	Right of Use asset	Lease Liability	Total
Balance as at 1 April 2019	-	**51.99**	**9.23**	**(2.59)**	-	-	**58.63**
Recognised in profit or loss during the year	-	2.77	(1.19)	(1.06)	-	-	0.52
On account of transition to Ind AS 116	-	-	-	-	(57.38)	61.26	3.87
Recognised in OCI during the year	-	-	0.09	-	-	-	0.09
Balance as at 31 March 2020	-	**54.76**	**8.13**	**(3.65)**	**(57.38)**	**61.26**	**63.12**
Recognised in profit or loss during the year	27.13	(40.85)	(0.18)	(3.61)	7.66	(5.53)	(15.38)
Recognised in OCI during the year	-	-	0.24	-	-	-	0.24
Balance as at 31 March 2021	**27.13**	**13.91**	**8.19**	**(7.26)**	**(49.72)**	**55.73**	**47.98**

4.24 Segment Information

Based on the "management approach" as defined in Ind AS 108, Operating segments are to be reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM). The Company's sole operating segment is therefore 'Medical and Healthcare Services'. Accordingly, there are no additional disclosure to be provided under Ind AS 108, other than those already provided in the financial statements. Further the business operation of the Company are concentrated in India, and hence, the Company is considered to operate only in one geographical segment.

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4.25 Leases

The Company has taken office, hospital building and furniture on operating lease having a term ranging from 5 years to 25 years. The lease has an escalation clause in the range of 5% to 20% per annum. The Company obligations under its leases are secured by the lessor's title to the leased assets.

The Company also has certain lease of building with lease terms of 12 months or less. The Company applies the 'short term lease' recognition exemption for these leases.

Carrying amount of lease liabilities and movement during the year

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Balance at the beginning of the year	239.05	251.89
Addition during the year	-	4.13
Accretion of Interest	20.13	21.77
Payment	(37.75)	(38.74)
Balance at the end of the year	**221.43**	**239.05**
Current	**16.93**	**20.20**
Non Current	**204.50**	**218.85**

The effective interest rate for lease liabilities is 8.8% with maturity between 2020-2030.

Following amount has been recognised in statement of profit and loss:

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Amortization on right of use asset	26.31	32.10
Interest on lease liability	20.13	21.77
Total amount recognised in the statement of profit and loss	**46.44**	**53.87**

The table below summaries the maturity profile of the company's lease liability based on contractual undiscounted payments.

Particulars	As at 31 March 2021	As at 31 March 2020
Not later than one year	33.66	39.02
Later than one year but not later than five years	84.10	133.73
Later than five years	358.98	343.01
Total	**476.74**	**515.76**

Rental expense recorded for short-term leases was INR 24.55 (March 31, 2020: INR 6.95)

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4.26 Employee benefits

Defined benefit plan

The Company operates post-employment defined benefit plan that provide gratuity. The gratuity plan entitles an employee, who has rendered at least five years of continuous services, to receive one-half month's last drawn salary for each year of completed services at the time of retirement/exit. The scheme is managed by Life Insurance Corporation of India. The Company's obligation in respect of gratuity plan, which is a defined benefit plan is provided for based on actuarial valuation carried out by an independent actuary using the projected unit credit method. The Company accrues gratuity as per the provisions of the Payment of Gratuity Act,1972 as applicable as at the balance sheet date and accordingly the maximum payment is restricted to INR 2 millions.

A Based on the actuarial valuation obtained in this respect, the following table sets out the status of the gratuity plan and the amounts recognised in the Company's financial statements as at the balance sheet date:

Particulars	As at 31 March 2021	As at 31 March 2020
Defined benefit obligations liability	22.45	19.50
Plan assets	0.34	0.07
Total employee benefit liability	**22.11**	**19.43**
Non-current	15.96	13.76
Current	6.15	5.67

B Reconciliation of net defined benefit (assets)liability

The following table shows a reconciliation from the opening balances to the closing balances for net defined benefit (assets) liability and its components.

i) Reconciliation of present value of defined benefit obligation

Particulars	As at 31 March 2021	As at 31 March 2020
Defined benefit obligation at the beginning of the year	19.50	17.00
Benefit payments from plan assets	(2.31)	(1.70)
Service cost	3.17	2.79
Interest cost	1.25	1.24
Actuarial losses recognised in other comprehensive income		
- due to changes in financial assumptions	(0.07)	0.51
- due to experience adjustments	0.91	(0.34)
Defined benefit obligation as at the balance sheet date	**22.45**	**19.50**

ii) Reconciliation to fair value of plan assets

Particulars	As at 31 March 2021	As at 31 March 2020
Plan assets at beginning of the year	0.07	1.15
Contributions paid into the plan	2.65	0.76
Interest income	0.02	0.05
Benefits paid	(2.31)	(1.70)
Remeasurement - Return on assets (excluding interest income)	(0.09)	(0.19)
Plan assets at end of the year	**0.34**	**0.07**

C (i) Expenses recognised in statement of profit and loss

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Service cost	3.17	2.79
Interest on net defined liability	1.23	1.19
Net cost, included in 'employee benefits'	**4.40**	**3.98**

(ii) Remeasurements recognised in other comprehensive income

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Actuarial loss on defined benefit obligation	0.84	0.18
Actual return on plan assets less interest on plan assets	0.09	0.19
Closing amount recognised in OCI outside profit and loss account	**0.93**	**0.37**

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D Plan assets

Plan assets comprises of the following:

Particulars	As at 31 March 2021	As at 31 March 2020
Fund managed by Insurer	0.34	0.07

E Defined benefit obligation

i) Actuarial assumptions

The following are the principal actuarial assumptions at the reporting date (expressed as weighted averages):

Principal actuarial assumptions	As at 31 March 2021	As at 31 March 2020
Attrition rate	23.50%	23.50%
Discount rate	6.91%	6.81%
Salary escalation rate	4.00%	4.00%
Retirement age	58 years	58 years

Maturity profile of defined benefit obligation

Particulars	As at 31 March 2020	As at 31 March 2019
1st following year	6.15	5.67
Year 2 to 5	13.03	10.80
Year 6 to 9	6.09	5.36
For 10 years and above	0.87	0.73

Sensitivity analysis*

The change in the present value of defined benefit obligation for a change of 100 basis points from the assumed assumption is given below:

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Salary escalation (+ 1% movement)	(0.86)	(0.74)
Salary escalation (- 1% movement)	0.81	0.70
Attrition rate (+ 1% movement)	(0.02)	(0.02)
Attrition rate (- 1% movement)	0.02	0.02
Discount rate (+ 1% movement)	0.70	0.61
Discount rate (- 1% movement)	(0.76)	(0.66)

*Holding other variables constant.

The Company's expected contribution for defined benefit obligation during the next year is INR 20.47 (31 March 2020: INR 9.71)

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4.27 Related party disclosure (as per Ind AS 24)

(i)

Nature of relationship	Names
Ultimate Holding Company	Abraaj Growth Markets Health Fund General Partner Limited (up to 21 June 2019) Evercare Health Fund, L.P, Cayman Islands (with effect from 21 June 2019)
Holding Company	Quality Care India Limited (QCIL)
Key Management Personnel (KMP)	Dr. Sandeep Dave
Relatives of KMP	Mrs. Samidha Dave

(ii) The schedule of related party transactions is as follows:

Transaction details	For the year ended 31 March 2021	For the year ended 31 March 2020
(a) **Dr. Sandeep Dave**		
-Remuneration*	5.10	3.60
-Professional fees	13.80	17.27
-Reimbursement of expenses	-	0.02
-Rent	15.58	12.38
(b) **Quality Care India Limited**		
-Reimbursement of expenses	4.74	5.14
-Purchase of property, plant and equipment	-	7.07
-Sale of property, plant and equipment	-	0.03

*does note include post employment benefits and other long term employee benefits expenditure which are computed for Company as a whole.

(iii) Balances payable

Particulars	As at 31 March 2021	As at 31 March 2020
Dr. Sandeep Dave	1.74	1.54

4.28 Financial Instruments

i) Capital risk management

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity

Particulars	As at 31 March 2021	As at 31 March 2020
Borrowings	538.33	645.00
Less: Cash and cash equivalents	(48.87)	(2.93)
Net debt	**489.46**	**642.07**
Total equity	557.27	528.02
Capital and net debt	1,046.73	1,170.09
Gearing ratio (%)	**46.76%**	**54.87%**

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the borrowings. Breaches in meeting the financial covenants would permit the lenders to immediately call back the borrowings. There have been no breaches in the material financial covenants of any borrowings in the current year. No changes were made in the objectives, policies or processes for managing capital during the year ended 31 March 2021.

ii) Categories of financial Instruments - Measured at amortised cost

	As at 31 March 2021	As at 31 March 2020
Financial assets		
Loans	14.20	13.81
Trade receivables	193.76	217.17
Cash and cash equivalents	48.87	2.93
Bank balances other than above	94.75	80.80
Other financial assets	34.14	39.75
Total	**385.72**	**354.46**
Financial liabilities		
Borrowings	538.33	645.00
Trade payable	195.66	184.77
Other financial liabilities	17.05	11.75
Total	**751.04**	**841.52**

The carrying amount of financial assets and financial liabilities measured at amortised cost in the financial statements are a reasonable approximation of their fair values since the Company does not anticipate that the carrying amounts would be significantly different from the values that would eventually be received or settled. At the end of the reporting periods, there are no significant concentrations of financial instruments designated at FVTPL.

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iii) Financial instruments risk management

Risk management framework

The Company's Board of Directors have overall responsibility for the establishment and oversight of the Company's risk management framework. The Board of Directors has established the risk and compliance committee, which is responsible for developing and monitoring the Company's risk management policies. The committee reports regularly to the Board of Directors on its activities.

The Company's principal financial liabilities, comprises of borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include loans, trade and other receivables, and cash and bank balances that the Company derives directly from its operations. The Company is exposed primarily to Credit Risk, Liquidity Risk and Market risk (fluctuations in interest rates), which may adversely impact the fair value of its financial instruments. The Company assesses the unpredictability of the financial environment and seeks to mitigate potential adverse effects on the financial performance of the Company.

a) Credit Risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. Credit risk encompasses of both, the direct risk of default and the risk of deterioration of creditworthiness as well as concentration of risks. Credit risk arises primarily from financial assets such as trade receivables, other balances with banks, loans and other receivables.

Credit risk is controlled by analysing credit limits and creditworthiness of customers on a continuous basis to whom the credit has been granted after obtaining necessary approvals for credit. Financial instruments that are subject to concentrations of credit risk principally consist of trade receivables, cash and cash equivalents, bank deposits and other financial assets.

Allowance for credit losses	As at 31 March 2021	As at 31 March 2020
Opening balance	213.68	186.88
Bad debts written off	(178.57)	-
Credit loss added, net	20.17	26.80
Closing balance	**55.28**	**213.68**

The Company's credit period for customers generally ranges from 0 - 90 days. The aging of trade receivables that are past due but not impaired is given below:

Particulars	As at 31 March 2021	As at 31 March 2020
Not due	89.85	62.16
Past due not impaired		
0-180 days	88.60	125.14
Greater than 180 days	15.31	29.87
	193.76	**217.17**

Ind AS requires expected credit losses to be measured through a loss allowance. The Company assesses at each Balance Sheet date whether a financial asset or a Group of financial assets are impaired. Expected credit losses are measured at an amount equal to 12 months expected credit loss or at an amount equal to the life time expected credit losses if the credit risk on the financial assets have increased significantly since the initial recognition. The Company has used a practical expedient by computing the expected credit loss allowance for trade receivables based on a provision matrix. The provision matrix takes into account historical credit loss experience and adjusted for forward-looking information.

Credit risk on cash and cash equivalent is limited as the Company generally transacts with banks and financial institutions with high credit ratings assigned by international and domestic credit rating agencies.

b) Liquidity Risk

The table below provides details regarding the undiscounted contractual maturities of significant financial liabilities as of 31 March 2021:

Particulars	On demand	Up to 1 year	More than 1 year	Total
Borrowings	-	117.65	420.68	538.33
Guarantees	4.80	-	-	4.80
Trade payables	-	195.66	-	195.66
Other financial liabilities	-	17.05	-	17.05
Total	**4.80**	**330.36**	**420.68**	**755.84**

The table below provides details regarding the undiscounted contractual maturities of significant financial liabilities as of 31 March 2020:

Particulars	On demand	Up to 1 year	More than 1 year	Total
Borrowings	32.50	93.76	518.74	645.00
Guarantees	4.80	-	-	4.80
Trade payables	-	184.77	-	184.77
Other financial liabilities	-	11.75	-	11.75
Total	**37.30**	**290.28**	**518.74**	**846.32**

Please refer note 4.25 for details towards minimum future lease rentals at various reporting dates.

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c) Market Risk

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from adverse changes in market rates and prices. Market risk is attributable to all market risk-sensitive financial instruments.

i) Interest rate risk exposure

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's borrowings with floating interest rates. The exposure of the Company's borrowing to interest rate changes at the end of the reporting period are as follows:

Particulars	As at 31 March 2021	As at 31 March 2020
Fixed rate instruments		
Financial assets	108.95	94.61
Financial liabilities	-	-
Variable rate instruments		
Financial liabilities	538.33	728.17

The Company's fixed rate borrowings are carried at amortised cost. They are therefore not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates. Further, the Company's investments in deposits is with banks and significantly with electricity authorities and therefore do not expose the Company to significant interest rates risk.

Sensitivity analysis*

Particulars	Impact on profit or loss	
	As at 31 March 2021	As at 31 March 2020
1% increase in MCLR	5.38	7.28
1% decrease in MCLR	(5.38)	(7.28)

* Holding all other variables constant

4.29 Commitments

Particulars	As at 31 March 2021	As at 31 March 2020
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	0.83	22.25

4.30 Bank Guarantee and Contingent liabilities

Particulars	As at 31 March 2021	As at 31 March 2020
(i) Bank Guarantees	4.80	4.80
(ii) Claims against the company not acknowledged as debts		
Patient legal claims (excluding penal interest)	71.71	21.67
Income tax	0.25	0.25

In respect of above matters, future cash outflows in respect of contingent liabilities are determinable only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

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Price Waterhouse Chartered Accountants LLP
LLPIN AAC-5001
FRN 012754N/N500016
Hyderabad

(All amounts are in INR millions, unless otherwise stated)

4.31 Corporate Social responsibility

The Company had to spend INR 1.03 (31 March 2020: INR 1.30) towards CSR activities, computed as per the requirements of Section 135 of the Companies Act, 2013 read with Schedule VII. The management has donated an amount of INR 1.03 (31 March 2020: 1.50) to charitable organisations towards CSR activities during the year ended March 31, 2021. Refer the disclosures below in respect of CSR expenditure:
(a) Gross amount required to be spent by the Company during the year: INR 1.03 (31 March 2020: INR 1.30).
(b) Amount approved by the Board to be spent during the year: INR.1.03 (31 March 2020: INR 1.50).
(c) Amount spent during the year on:

31 March 2021

Particulars	In cash	Yet to be paid in Cash	Total
(i) Construction/acquisition of any assets	-	-	-
(ii) On purpose other than (i) above			
Promoting preventive healthcare	1.03	-	1.03

31 March 2020

Particulars	In cash	Yet to be paid in Cash	Total
(i) Construction/acquisition of any assets	-	-	-
(ii) On purpose other than (i) above			
Promoting preventive healthcare	1.50	-	1.50

4.32 Unearned revenue

The following table discloses the movement in the unearned revenue during the year ended 31 March 2020:

Particulars	As at 31 March 2021	As at 31 March 2020
Balance at the beginning of the year	30.23	37.77
Add : Additions during the year	42.93	30.23
Less: Invoiced during the year	30.23	37.77
Balance at the end of the year	**42.93**	**30.23**

This is the summary of significant accounting policies and other explanatory information referred to in our report of even date.

For Price Waterhouse Chartered Accountants LLP
Firm's registration number: 012754N/N500016

Srikanth Pola
Partner
Membership No.: 220916

Place: Hyderabad
Date: 23 August 2021

For and on behalf of the board of directors of
Ramkrishna Care Medical Sciences Private Limited
CIN: U85110CT1998PTC013035

Jasdeep Singh
Director and Group Chief Executive Officer
DIN: 02705303

Place: Hyderabad
Date: 23 August 2021

Dr. Sandeep Dave
Managing Director
DIN: 01665185

Place: Raipur
Date: 23 August 2021

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