

Monarchy Healthserve Private Limited
Office: 37/15, Ujagar Industrial Estate, W. T. Patil Marg, Deonar, Mumbai-400088.
Tel.:91-22-61214100, Fax: 91-22-67031658, Email:info@kilitch.com
CIN: U74999MH2007PTC167204

Directors' Report

To
The Members of
Monarchy Healthserve Private Limited

The Board of Directors take pleasure in presenting the 18th Annual Report on the business and operation of Monarchy Healthserve Private Limited ("Company") together with the Audited Financial Statements and the Auditors' Report for the financial year ended, 31st March 2025.

1. Financial Performance

(Rs. In Lakhs)

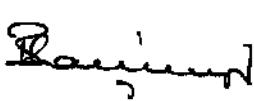
Particulars	2024-25	2023-24
Revenue From Operations		-
Other Income		-
Total Income		
Profit Before Tax	(88.08)	(88.88)
Tax Expense :		
Current Tax		
Deferred Tax	(0.11)	0.01
Profit / (Loss) for the period	(88.19)	(88.88)
Earnings per Equity Share (Basic and Diluted)	(173.18)	(174.76)

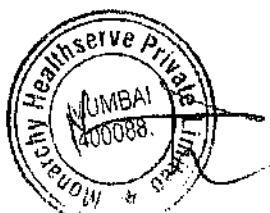
2. Review of Operations

During the financial year under review, the Company has recorded no income. In the previous year also there was no income. Further, net loss after tax for the financial year under review was Rs. 88.08/- lakh as compared to net loss of Rs. 88.88/- lakh in the previous year.

3. State of Company's Affairs

The Financial Statements for the year ended 31st March, 2025 has been prepared in accordance with the Indian Accounting Standards (IndAS) notified under section 133 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014. The estimates and judgments relating to the financial statements are made on a prudent basis so as to reflect true and fair manner, the form and substances of transactions and reasonably present the state of affairs.





4. Change in Nature of Business, if any

There is no change in the nature of business carried on by the Company during the Financial Year under review.

5. Dividend

No Dividend was declared for the current financial year due to loss incurred by the Company.

6. Particulars of Employees Pursuant to the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

Provisions of Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not applicable of the Company

7. Amounts Transferred to Reserves

During the financial year under review the company has not transferred any amount to reserves.

8. Information about Subsidiary/ JV/ Associate Company

The Company does not have any Subsidiary/JV/Associate Company.

9. Transfer of Unclaimed Dividend to Investor Education and Protection Fund

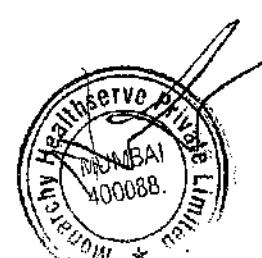
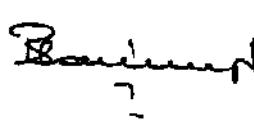
During the year under review, the Company did not have any funds pertaining to unpaid or unclaimed dividend for a period of seven years. Therefore there were no funds which were required to be transferred to Investor Education and Protection Fund (IEPF).

10. Material Changes and Commitments

There have been no material changes and commitments affecting the financial position of the Company during the period from the end of the financial year under review to the date of the report.

11. The Extract of Annual Return

Pursuant to Notification dated 28th August, 2020 issued by the Ministry of Corporate Affairs as published in the Gazette of India on 28th August, 2020, the details forming part of the extract of Annual Return in form MGT-9 is not required to be annexed herewith to this report.



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Mumbai 400088

12. Meetings of the Board of Directors

During the Financial Year 2024-25, the Company held 4 (Four) meetings of the Board of Directors. The intervening gap between the meetings was within the period prescribed under the Companies Act, 2013.

Sr. No.	Date of Meeting	Board Strength	No. of Directors Present
1	27/05/2024	3	3
3	08/08/2024	3	3
4	12/11/2024	3	3
5	11/02/2025	3	3

13. Directors' Responsibility Statement

Pursuant to Section 134(5) of the Companies Act, 2013 the Board of Directors of the Company confirms that-

- i. In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- ii. The directors had 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 and loss of the company for that period;
- iii. The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- iv. The directors had prepared the annual accounts on a going concern basis;
- v. The directors have laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- vi. The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

14. Related Party Transactions

During the year under review, all the related party transactions entered into by the Company were on an arm's length basis and in the ordinary course of business. These RPTs did not attract provisions of Section 188 of the Companies Act, 2013. The information on transactions with

Ramamurthy



related parties pursuant to Section 134(3)(h) of the Act read with Rule 8(2) of the Companies (Accounts) Rules, 2014 in Form AOC-2 does not apply to the Company for the financial year 2024-25 and hence the same is not provided.

15. Auditors and Report thereon

The Members of the Company at their annual general meeting held on 30th September, 2019 have appointed M/s A. M. Ghelani & Co, Chartered Accountants as the Statutory Auditor of the Company to hold office till the conclusion of the Annual General Meeting to be held in the year 2024. The term of the M/s A. M. Ghelani & Co. expiring on ensuing AGM. The Board of Directors at their meeting held on 29th May, 2024 recommended the Members for appointment of A. M. Ghelani and Associates as a Statutory Auditors of the Company for a period of 5 years to hold office till conclusion of the Annual General Meeting to be held in the year 2029.

A certificate confirming that the requirements prescribed under provisions of Section 141 of the Companies Act, 2013 have been fulfilled, has been received from the Statutory Auditor.

The Notes on financial statement referred to in the Auditors Report are self-explanatory and do not contain any qualification, reservation, adverse remark or disclaimer.

16. Explanation(s)/Comment(s) Pursuant to Section 134(3)(F)(I), *If Any*, of the Companies Act, 2013:

There are no adverse remarks/qualifications in Statutory Report of the Auditors.

During the year there are no frauds reported by auditors under Sub-section (12) of Section 143 , thus no information is provided with that respect.

17. Loans, Guarantees And Investments:

The Company has not made any loans or provided any guarantee or made any investments falling under purview of Section 186 of the Companies Act 2013 during the financial year 2024-25.

18. Conservation of Energy, Technology Absorption and Foreign Exchange Outgo

(A) Conservation of energy

We continue to strengthen our energy conservation efforts. We are always in lookout for energy efficient measures for operation and value conservation of energy through usage of latest technologies for quality of services. Although the equipment used by the Company are not energy sensitive by their very nature, still the Company is making best possible efforts for conservation of energy which assures that the computers and all other equipment purchased by the Company strictly adhere to environmental standards, and they make optimum utilization of energy.

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(B) Research and Development

The Company believes that in order to improve the quality and standards of services, the Company should have a progressive Research and Development Process, which should keep on increasing along with the scale of operations of the Company.

(C) Technology absorption

In this era of competition in order to maintain and increase the clients and customers we need to provide best quality services to our clients and customers at minimum cost, which is not possible without innovation, and adapting to the latest technology available in the market for providing the services.

(D) Foreign exchange Earnings and Outgo

Particulars	Amount (<i>In INR</i>)
Earnings	NIL
Outgo	NIL

19. Risk Management

The Company does not have any Risk Management Policy as the elements of risk threatening the Company's existence are very minimal.

20. Directors and Key Managerial Personnel

As on 31st March, 2025, the Board comprises of 3 directors, Mr. Mukund Mehta, Mr. Bhavin Mehta and Mrs. Mira Mehta.

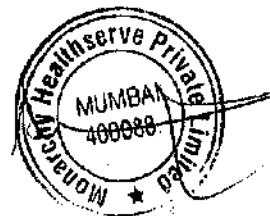
21. Deposits

The company has neither accepted nor renewed any deposits during the year under review under Section 73 of the Companies Act, 2013. There are no unclaimed deposits, unclaimed/unpaid interest, refunds due to the deposit holders or to be deposited to the Investor Education and Protection Fund as on 31st March, 2025.

22. Share Capital

During the year under review, there was no increase or decrease in the share capital of the Company. As on 31st March, 2025, paid up equity share capital of the company was Rs. 5,08,600 comprising of 50,860 number of equity shares of Rs. 10 each and paid up preference share capital of the Company was Rs. 42,00,000 comprising of 4,20,000 10% Non Convertible Redeemable Preference Shares of Rs. 10 each.

Ramamurthy



23. Buy Back of Securities

The Company has not bought back any of its securities during the year under review.

24. Sweat Equity

The Company has not issued any Sweat Equity Shares during the year under review.

25. Bonus Shares

No Bonus Shares were issued during the year under review.

26. Employees Stock Option Plan

The Company has not provided any Stock Option Scheme to the employees.

27. Significant and Material Orders Passed by the Regulators or Courts or Tribunals

There has been no significant and material order passed by the Regulator/Court/Tribunals impacting the going concern status and company's operations.

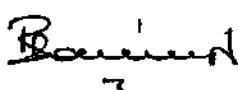
28. Details of Adequacy of Internal Financial Controls

The Company has an adequate Internal Financial Control System which commensurate with size, scale and complexity of its operations in all material respect and were operative effectively during the financial year under review and were also periodically reviewed by management and statutory auditors.

29. Obligation of Company under the Sexual Harassment Policy at Workplace (Prevention, Prohibition And Redressal) Act, 2013

During the year ended 31st March, 2025, there were no cases filed /reported pursuant to the Sexual Harassment at workplace (Prevention, Prohibition and Redressal) Act, 2013.

The Board of Directors of the Company has adopted a policy for prevention of Sexual Harassment of Women at workplace and has set up Committee for implementation of said policy. During the year Company has not received any complaint of harassment.



30. Details of Policy Developed and Implemented by the Company on its Corporate Social Responsibility Initiatives

The Company does not meet the criteria of Section 135 of Companies Act, 2013 read with Rule 3 sub rule (2) of the Companies (Corporate Social Responsibility Policy) Rules 2014 so there is no requirement to constitute Corporate Social Responsibility Committee and frame a Policy thereof.

31. Company's Policy Relating to Directors Appointment, Payment of Remuneration and Discharge of their Duties

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company.

32. Declaration of Independent Directors

The provisions of Section 149 pertaining to the appointment of Independent Directors do not apply to the Company.

33. Disclosure of Composition of Audit Committee and Providing Vigil Mechanism

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 is not applicable to the Company.

34. Acknowledgements

Your Directors wish to express their grateful appreciation to the continued co-operation received from the Banks, Government Authorities, Customers, Vendors and Shareholders during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed service of the Executives, staff and Workers of the Company.

For & On-behalf of the Board of Directors
Monarchy Healthserve Private Limited

Place: Mumbai
Date: 19/05/2025

Mukund Mehta
Director
DIN: 00147876

Bhavin Mehta
Director
DIN: 00147895



A.M.GHELANI & ASSOCIATES

CHARTERED ACCOUNTANTS

KAMLESH D. VYAS
B.Com., LL.B., F.C.A,

ANILKUMAR SHRIRAMKUMAR
B.Com., F.C.A,

INDEPENDENT AUDITOR'S REPORT

To
The Members of Monarchy Healthserve Private Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying Standalone Ind AS financial statements of **Monarchy Healthserve Private Limited ("the Company")**, which comprise the Balance Sheet as at March 31, 2025; the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as the "standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025 and its loss, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing ("SA's") 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 Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the independence requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

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

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

Our opinion on the standalone 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 standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

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

A.M.GHELANI & ASSOCIATES

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Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

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

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone 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.

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- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

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

Other Matter

The financial statements of the Company for the year ended March 31, 2024 were audited by M/s. A.M. Ghelani & Company who, vide their report dated May 27, 2024 expressed an unmodified opinion on the same.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
 - d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act.
 - e) On the basis of the written representations received from the directors as on March 31, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2025 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial

A.M.GHELANI & ASSOCIATES

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controls over financial reporting.

g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197 (16) of the Act, as amended:

In our opinion and the best of our information and according to the explanations given to us, the provisions of section 197 are not applicable on the Company.

h) With respect to the other matters to be included in the Auditor's report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 as amended, in our opinion and to the best of our information and according to explanations given to us:

i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements.

ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.

iii. There were no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company during the year.

iv. (a) The management has represented that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(b) The management has represented that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on such audit procedures that we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.

v. The Company has not declared or paid any dividend during the year.

vi. Based on our examination which included test checks, the company has used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software.

Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

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

For A.M. Ghelani & Associates
Chartered Accountants
Firm Registration No.-103172W



Anil Khanna
Partner
Membership No. 153522
Place : Mumbai
Date : 19th May, 2025
UDIN : 25153522BMMLMT6702

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CHARTERED ACCOUNTANTS

Annexure "A" to the Independent Auditor's Report (Referred to in paragraph 1(f) under Report on Other Legal and Regulatory Requirements of our report of even date)

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

We have audited the internal financial controls over financial reporting of **Monarchy Healthserve Private Limited** (the "Company") as of March 31, 2025 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "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 respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial Reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in

A.M.GHELANI & ASSOCIATES
CHARTERED ACCOUNTANTS

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.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2025, 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 ICAI.

For A.M. Ghelani & Associates
Chartered Accountants
Firm Registration No.-103172W



Anil Khanna
Partner
Membership No. 153522
Place : Mumbai
Date : 19th May, 2025
UDIN : 25153522BMMLMT6702

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Annexure "B" to the Independent Auditor's Report (Referred to in paragraph 2 under the heading Report on other legal and regulatory requirements of our report of even date)

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

- i. In respect of company's Property, Plant and Equipment and Intangible Assets:-
 - (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
(B) The Company has maintained proper records showing full particulars of Intangible Assets.
 - (b) The Property, Plant and Equipment of the Company have been physically verified by the Management during the year and no material discrepancies have been noticed on such verification. In our opinion, the frequency of verification is reasonable.
 - (c) The Company does not own any immovable property.
 - (d) The Company has not revalued any of its Property, Plant and Equipment and intangible assets during the year.
 - (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2025 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii. (a) The Company does not have any inventory and hence reporting under clause 3(ii)(a) of the Order is not applicable.
(b) The Company has not been sanctioned any working capital limits in excess of five crore rupees in aggregate from banks and financial institutions on the basis of security of current assets at any point of time of the year. Accordingly, clause 3(ii)(b) of the Order is not applicable to the Company.
- iii. The Company has not made any investments, granted secured/unsecured loans/advances in nature of loans, or stood guarantee, or provided security to any parties. Therefore, the reporting under clause 3(iii)(a), (iii)(b), (iii)(c), (iii)(d), (iii)(e) and (iii)(f) of the Order are not applicable to the Company.
- iv. The Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees and securities provided, as applicable.
- v. The Company has not accepted any deposits or amounts which are deemed to be 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. Hence, reporting under clause 3(v) of the Order is not applicable.
- vi. The maintenance of cost records has not been specified by the Central Government under subsection (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company. Hence, reporting under clause (vi) of the Order is not applicable to the Company.
- vii. In respect of statutory dues:
 - (a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.

There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2025 for a

A.M.GHELANI & ASSOCIATES

CHARTERED ACCOUNTANTS

period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no statutory dues of Income Tax, Sales Tax, Wealth Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Goods and Services tax, Cess on account of any dispute, which have not been deposited.

viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

ix. (a) The Company has not taken any loans or other borrowings from any lender. Hence reporting under clause 3(ix) (a) of the Order is not applicable.

(b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

(c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.

(d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.

(e) The Company does not hold any investment in any subsidiary, associate or joint venture (as defined under the Act) during the year ended 31 March 2025. Accordingly, clause 3(ix)(e) is not applicable.

(f) The Company does not hold any investment in any subsidiary, associate or joint venture (as defined under the Act) during the year ended 31 March 2025. Accordingly, clause 3(ix)(f) is not applicable.

x. (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any private placement or preferential allotment of shares or fully or partly convertible debentures during the year and hence reporting under clause 3(x)(b) of the Order is not applicable.

xi. (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.

(c) No whistle-blower complaints have been received during the year by the Company. Accordingly, the reporting under clause 3(xi)(c) of the Order is not applicable to the Company.

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

xiii. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.

xiv. In our opinion and based on our examination, the Company does not have an internal audit system and is not required to have an internal audit system as per provisions of the Companies Act.

xv. In our opinion during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors. Hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

A.M.GHELANI & ASSOCIATES
CHARTERED ACCOUNTANTS

xvi. (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.
(b) Based on the information and explanations provided by the management of the Company, the Group does not have any CICs other than the Company. We have not, however, separately evaluated whether the information provided by the management is accurate and complete.

xvii. The Company has incurred cash losses of Rs.88.19 Lakhs in the financial year and of Rs.88.88 Lakhs in the immediately preceding financial year.

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

xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx. The provisions of Section 135 of the Companies Act are not applicable to the Company and accordingly the reporting under clause 3(xx)(a) and 3(xx)(b) are not applicable to the Company.

xxi. The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of Standalone Financial Statements. Accordingly, no comment in respect of the said clause has been included in this report.

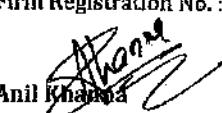
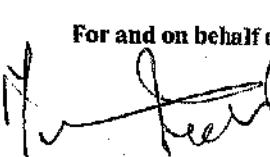
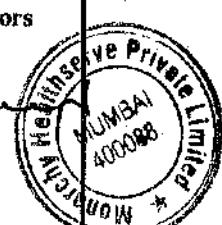
For A.M. Ghelani & Associates
Chartered Accountants
Firm Registration No.-103172W


Anil Khanna
Partner
Membership No. 153522
Place : Mumbai
Date : 19th May, 2025
UDIN : 25153522BMMMLMT6702

Monarchy Healthserve Private Limited

CIN: U74999MH2007PTC167204

Balance Sheet as at 31st Mar 2025

Particulars	Note no.	Rs. In Lakh	
		As at 31st Mar 2025	As at 31st Mar 2024
ASSETS			
Non-current assets			
Property, Plant and Equipment	5	0.21	0.29
Other Intangible Assets	5	1,853.60	1,937.85
Deferred tax assets (Net)	6	0.28	0.40
(A)		1,854.09	1,938.54
Current Assets			
Financial assets			
- Cash and Cash Equivalents	7	1.06	1.07
Other Current Assets	8	1.95	1.72
(B)		3.01	2.79
TOTAL (A + B)		1,857.10	1,941.32
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	9	5.09	5.09
Other Equity	10	1,724.89	1,813.08
(A)		1,729.98	1,818.17
Non - Current Liabilities			
Financial Liabilities			
- Borrowings	11	42.00	42.00
Current Liabilities			
Financial Liabilities			
- Short Term Borrowings	12	32.93	32.93
- Trade Payable	13	-	-
- Micro & Small Enterprises		10.66	10.30
- Others		0.36	0.36
Provisions	14	41.16	37.55
Other Current Liabilities	15		
(B)		127.11	123.15
TOTAL (A+B)		1,857.10	1,941.32
Significant Accounting policies and Notes on Financial Statements		1 to 31	
As per our Report of even date			
For A. M. Ghelani & Associates Chartered Accountants Firm Registration No.: 103172W		For and on behalf of the Board of Directors	
 Anil Khanna Partner Membership no. : 153522		 Mukund Mehta Director DIN:00147876	 Bhavin Mehta Director DIN:00147895
Mumbai Date: 19th May, 2025			

Monarchy Healthserve Private Limited

CIN: U74999MH2007PTC167204

Statement of Profit and Loss for the year ended 31st Mar 2025

Rs. in Lakh

Particular	Notes	2024-25	2023-24
Income			
Total Income			
Expenditure			
Employee Benefit Expenses	16	3.41	3.24
Other Expenses	17	0.34	1.29
Depreciation & Amortisation	5	84.33	84.36
Total Expenditure		88.08	88.87
(Loss) before Tax		(88.08)	(88.88)
Less: Tax expense			
a) Current Tax			
b) Deferred Tax		(0.11)	0.01
(Loss) for the year		(88.19)	(88.88)
Other comprehensive income			
Total comprehensive income for the Year		(88.19)	(88.88)
Basic and diluted earning per share (Face value Rs. 10 per share)	20	(173.18)	(174.76)

Significant Accounting policies and Notes on Financial
Statements

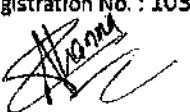
1 to 31

As per our Report of even date

For A. M. Ghelani & Associates

Chartered Accountants

Firm Registration No. : 103172W


Anil Khanna

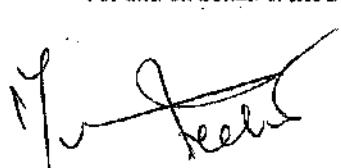
Partner

Membership no. : 153522

Mumbai

Date : 19th May, 2025

For and on behalf of the Board of Directors



Mukund Mehta

Director

DIN:00147876

Bhavin Mehta

Director

DIN:00147895



Monarchy Healthserve Private Limited

CIN: U74999MH2007PTC167204

Cash Flow Statement for the year ended 31st, Mar 2025

Rs. In Lakh

Particulars	For the Year ended 31st Mar, 2025	For the Year ended 31st Mar, 2024
A. Cash flow from operating activities		
Net (Loss) before extraordinary items and tax	(88.06)	(88.88)
<i>Adjustments for:</i>		
Depreciation & Amortisation	84.33	84.33
Operating profit / (loss) before working capital changes	(3.75)	(4.53)
<i>Changes in working capital:</i>		
<i>Adjustments for increase / (decrease) in operating liabilities:</i>		
Trade payables	0.36	0.63
Other current Liabilities	3.62	4.00
Other Current Asset	(0.23)	(0.15)
Cash generated from operations	(0.00)	(0.04)
Net cash flow from / (used in) operating activities (A)	(0.00)	(0.04)
B. Cash flow from investing activities		
Net cash flow from / (used in) investing activities (B)		
C. Cash flow from financing activities		
Net cash flow from / (used in) financing activities (C)		
Net increase / (decrease) in Cash and cash equivalents (A+B+C)	(0.01)	(0.04)
Cash and cash equivalents at the beginning of the year	1.07	1.11
Cash and bank balance at the end of the year	1.06	1.07
Cash and cash equivalents at the end of the year *		
* Comprises:		
(a) Cash on hand	-	-
(b) Balances with banks	-	-
(i) In current accounts	1.06	1.07
(ii) In earmarked accounts	-	-
	1.06	1.07

Significant Accounting policies and Notes on Financial Statements

1 to 31

As per our report of even date

For A. M. Ghelani & Associates

Chartered Accountants

Firm Registration No.: 109173W

Anil Khanna

Partner

Membership no.: 153522

Mumbai

Date: 19th May, 2025

For and on behalf of the Board of Directors

Mukund Mehta

Director

DIN:00147876

Bhavin Mehta

Director

DIN:00147895



Statement of Changes in Equity

For the year ended 31st March, 2025

(a) Equity Share Capital

As at 1st April, 2023	Changes during the Year	As at 31st March, 2024	Changes during the Year	As at 31st March, 2025
5.09	-	5.09	-	5.09

(b) Statement of Changes in Other Equity

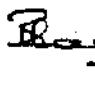
Particulars	Securities Premium account	Retained Earning	Other Comprehensive Income	Total
Balance as at 1st April 2023	4,158.00	(2,256.04)	-	1,901.96
Profit for the Year	-	(88.88)	-	(88.88)
Balance as at 1st April 2024	4,158.00	(2,344.92)	-	1,813.08
Profit for the Year	-	(88.19)	-	(88.19)
Balance as at 31st March, 2025	4,158.00	(2,433.11)	-	1,724.89

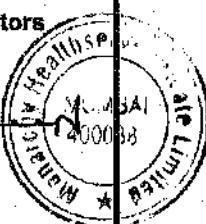
As per our report of even date
 For A. M. Ghelani & Associates
 Chartered Accountants
 Firm Registration No. : 103173W


 Anil Khanna
 Partner
 Membership no.: 153522
 Mumbai
 Date: 19th May, 2025

For and on behalf of the Board of Directors


 Mukund Mehta
 Director
 DIN:00147876


 Bhavin Mehta
 Director
 DIN:00147895



Monarchy Healthserve Private Limited
 Notes forming part of the financial statement as on 31st Mar 2025

Note 6 : Deferred Tax Assets

Particulars	As at 31st Mar 2025	As at 31st March 2024
	Amount (Rs.)	Amount (Rs.)
At the start of the year	0.40	0.39
Charges/(Credit) to Profit and Loss	(0.11)	0.01
At the end of the year	0.28	0.40
Deferred Tax Assets		
Related to Property, Plant and Equipment	0.28	0.31
Provision for Gratuity/Leave Encashment/Doubtful Debts	-	0.09
Total	0.28	0.40

Note 7 : Cash and Cash Equivalents

Particulars	As at 31st Mar 2025	As at 31st March 2024
	Amount (Rs.)	Amount (Rs.)
Cash on Hand		
Balance with scheduled banks		
In current accounts	1.06	1.07
Total	1.06	1.07

Note 8 : Other Current Assets

Particulars	As at 31st Mar 2025	As at 31st March 2024
	Amount (Rs.)	Amount (Rs.)
Rent Deposit and Other Advances	1.45	1.45
Balance With Government Authorities	0.49	0.26
Total	1.95	1.72

Note 9 : Equity Share Capital

Particulars	As at 31st Mar 2025	As at 31st March 2024
	Number	Number
Authorised		
Equity shares of Rs.10 each with voting rights	52,000	52,000
12% non convertible Redeemable preference shares of Rs 10-each	4,20,000	4,20,000
Total	4,72,000	4,72,000
Issued, subscribed and paid up		
Equity shares of Rs.10 each with voting rights	50,860	50,860
Total	50,860	5,09

a Reconciliation of the number of shares outstanding and the amount of share capital as at March 31,2020 is set out below:

Equity Shares:-

Particulars	As at 31st Mar 2025	As at 31st March 2024
	Number	Number
Number of Shares at the beginning of the year	50,860	5,09
Add: Shares issued during the year	-	-
Number of Shares at the end of the year	50,860	5,09

b Rights, Preferences and Restrictions attached to the shares Equity Shares

The Company has single class of equity shares having a par value of Rs. 10 each. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts in proportion to their share holdings.

c Particulars of shareholders holding more than 5% of the aggregate shares in the company.	As at 31st Mar 2025	As at 31st March 2024		
	Number	%	Number	%
Equity Shares : KILITCH DRUGS(INDIA) LIMITED	50,859	99.998%	50859	99.998%
Preference Shares : KILITCH DRUGS(INDIA) LIMITED	4,20,000	100.00%	420000	100.00%



Note 10 : Other Equity		
Particulars	As at 31st Mar 2025	As at 31st March 2024
	Amount (Rs.)	Amount (Rs.)
Securities Premium		
Opening Balance	4,158.00	4,158.00
Closing Balance	4,158.00	4,158.00
Retained Earnings		
Opening Balance	(2,344.92)	(2,256.04)
(+) Profit / Loss for the year	(88.19)	(88.88)
Closing Balance	(2,433.11)	(2,344.92)
Total	1,724.89	1,813.09

Note 11 : Long Term Borrowings		
Particulars	As at 31st Mar 2025	As at 31st March 2024
	Amount (Rs.)	Amount (Rs.)
Non-convertible Redeemable Preference Shares		
12% non convertible Redeemable preference shares of Rs 10 each	42.00	42.00
Total	42.00	42.00

Note 12 : Short term Borrowings		
Particulars	As at 31st Mar 2025	As at 31st March 2024
	Amount (Rs.)	Amount (Rs.)
Unsecured Loan [Repayable on Demand]		
Loan from Director		
Mukund P. Mehta	32.93	32.93
Total	32.93	32.93

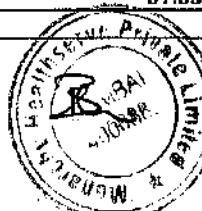
Note 13 : Trade payable		
Particulars	As at 31st Mar 2025	As at 31st March 2024
	Amount (Rs.)	Amount (Rs.)
Micro & Small Enterprises#	-	-
Others	10.66	10.30
Total	10.66	10.30

#There are no Micro and Small Enterprises, to whom the company owes dues, for more than 45 days during the year as at March 31, 2025 and March 31, 2024. The above information regarding Micro and Small Enterprises has been determined to the extent such parties have been identified on the basis of information available with the company. This has been relied upon by the Auditors.

The disclosure pursuant to the said Act is as under :	As at 31st Mar 2025	As at 31st March 2024
a) Principal amount due to supplier under MSMED Act, 2005	-	-
b) Interest Accrued and due on the above amount, unpaid	-	-
c) Payment made beyond the appointed day during the year	-	-
d) Interest paid	-	-
e) Interest due and payable for the period of delay	-	-
f) Interest remaining due and payable in succeeding year	-	-

Note 14 : Provisions		
Particulars	As at 31st Mar 2025	As at 31st March 2024
	Amount (Rs.)	Amount (Rs.)
Provision for Gratuity	0.36	0.36
Total	0.36	0.36

Note 15 : Other Current Liabilities		
Particulars	As at 31st Mar 2025	As at 31st March 2024
	Amount (Rs.)	Amount (Rs.)
Advance from Holding Company - Kilitch Drugs India Ltd.	41.16	37.55
Total	41.16	37.55



Note 16 : Employee Benefits Expenses		As at 31st Mar 2025	As at 31st March 2024
Particulars		Amount (Rs.)	Amount (Rs.)
Salaries & Bonus		3.41	3.24
Total		3.41	3.24

Note 17 : Other Expenses		As at 31st Mar 2025	As at 31st March 2024
Particulars		Amount (Rs.)	Amount (Rs.)
Audit Fees		0.30	0.30
Bank Charges		0.01	0.01
Fees & Subscription Expenses		-	0.19
Profession Tax		0.03	0.02
Software Expenses		-	0.76
Sundry Balance W/off		-	0.00
Total		0.34	1.29



Monarchy Healthserve Private Limited

Note 5 :- Property, Plant and Equipment

Note 5 :- Property, Plant and Equipment						NET BLOCK [N. D. V.]
PARTICULARS	GROSS BLOCK [At Cost]		DEPRECIATION / AMORTISATION			As at 31-03-2025
	As at 01-04-2024	Additions during the year	As at 31-03-2025	As at 01-04-2024	For the year	
Tangible Assets:						
Furniture & Fixtures	2,00	-	2,00	1,88	0,03	1,91
Computer	0,39	-	0,39	0,39	0,00	0,00
Office Equipments	0,32	-	0,32	0,31	0,00	0,00
Electrical Installations	1,86	-	1,86	1,70	0,04	1,74
[A]	4,56	-	4,56	4,27	0,07	4,35
Intangible Assets:						
Goodwill [on Merger]	4,212,73	-	4,212,73	2,274,88	84,25	2,359,13
[B]	4,212,73	-	4,212,73	2,274,88	84,25	2,359,13
GRAND TOTAL	[A + B]	4,217,29	-	4,217,29	84,33	2,363,48
Previous Year				4,217,29	2,194,80	84,36
						2,279,15
						1,938,14



A handwritten signature in black ink, appearing to read "James C. Clegg, Jr." The signature is fluid and cursive, with a large, stylized 'J' at the beginning.

Notes to the Financial Statements

for year ended 31st March, 2025

Note 1 - Corporate Information:

The Company is a private limited 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 37/15, Ujagar Industrial Estate, W.T. Patil Marg, Deonar, Mumbai - 400088. These financial statements were approved and adopted by the Board of Directors of the Company in their meeting dated 19th May, 2025.

Note 2 - Basis of preparation of Financial Statements:

The Financial Statements have been prepared to comply in all material aspects with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015, as amended.

The material accounting policies used in preparing financial statements are set out in Note 3 of the Notes on Financial Statements and are applied consistently to all the periods presented.

Note 3 - Material Accounting Policies:

a) Functional and presentation of currency: The financial statements are presented in Indian Rupees, which is the Company's functional currency.

b) Basis of measurement: The Financial Statements have been prepared on historical cost basis, except the following:

- Certain financial assets and liabilities are measured at fair value.
- Defined benefit plans – plan assets measured at fair value.
- Share Based Payments.

c) Use of Estimates: The preparation of the financial statements requires management to make estimates, judgments and assumptions that affect the reported balances of assets and liabilities, disclosure of contingent liabilities as on the date of financial statements and reported amounts of income and expenses during the period. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods. The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

d) Property, Plant and Equipment: Freehold land is carried at historical cost. Capital work in progress, and all other items of property, plant and equipment are stated at historical cost net of accumulated depreciation and accumulated impairment losses, if any. Subsequent costs are included in the asset's carrying amount or recognized 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 derecognized when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Depreciation methods, estimated useful lives and residual value: Depreciation is calculated using the Written down Value method to allocate their cost, net of their residual values, over their estimated useful lives as specified by Schedule II to the Companies Act, 2013. The residual values are not more than 5% of the original cost of the asset. The assets' residual values and useful lives and method of depreciation 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.

e) Intangible assets: Identifiable intangible assets are recognized when the Company controls the asset & it is probable that future economic benefits attributed to the asset will flow to the Company and the cost of the asset can be reliably measured. Intangible assets acquired are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses. Intangible assets are amortised over the period on straight line basis. The asset's useful life is reviewed at each financial year end.



Notes to the Financial Statements

for year ended 31st March, 2025

Amortisation methods and periods: Intangible assets are amortised over its useful life using the straight-line method. The amortisation period and the amortisation method for an intangible asset are reviewed at the end of each reporting period. Changes in the expected useful life or the expected pattern of utilization of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the statement of profit and loss.

f) Impairment of Non – Financial Assets: The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or Cash Generating Unit's (CGU) fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or a groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing the value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account, if no such transactions can be identified, an appropriate valuation model is used. The Company has obtained a Valuation/Estimation Report for its annual testing for Impairment of Goodwill and has recognised the impairment accordingly in the Statement of Profit and Loss.

g) Financial Instruments: A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instruments of another entity. Classifications of financial instruments are in accordance with the substance of the contractual arrangement and as per the definitions of financial assets, financial liability and an equity instruments.

Financial Assets and Investments

- i) **Initial recognition and measurement:** At initial recognition, the company measures a financial asset (other than financial asset at fair value through profit or loss) at its fair value plus or minus, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in the statement of profit & loss.
- ii) **Subsequent recognition and measurement:** Subsequent measurement of financial asset depends on the company's business model for managing the asset and the cash flow characteristics of the asset. For the purpose of subsequent recognition and measurement financial assets are classified in four categories:
 - **Debt instrument at amortized cost:** Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortized cost. A gain or loss on a debt investment that is subsequently measured at amortized cost and is not part of a hedging relationship is recognized in profit or loss when the asset is derecognized or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.
 - **Debt instrument at fair value through other comprehensive income (FVOCI):** Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses and interest revenue which are recognized in the statement of profit & loss. When the financial asset is derecognized, the cumulative gain or loss previously recognized in OCI is reclassified from equity to profit or loss and recognized in other gains/ (losses). Interest income from these financial assets is included in other income using the effective interest rate method.
 - **Debt instrument at fair value through profit and loss (FVTPL):** Assets that do not meet the criteria for amortized cost or FVOCI are measured at fair value through profit or loss. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss and is not part of a hedging relationship is recognized in the statement of profit & loss and presented net in the statement of profit & loss within other gains/(losses) in the period in which it arises. Interest income from these financial assets is included in other income.



Notes to the Financial Statements

for year ended 31st March, 2025

• Equity Instruments: All equity instruments are initially measured at fair value. Any subsequent fair value gain / loss is recognized through profit or loss if such investments are held for trading purposes. The fair value gains or losses of all other equity investments are recognised in Other Comprehensive Income.

III) Derecognition: A financial asset is primarily derecognised i.e. removed from Company's financial statement when:

- The rights to receive cash flows from asset have expired, or
- The Company has transferred its right 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 'pass-through' arrangement and either:
 - a) The Company has transferred substantially all the risks and rewards of the assets,
 - 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.

IV) Trade receivables: A receivable is classified as a 'trade receivable' if it is in respect to the amount due from customers on account of goods sold or services rendered in the ordinary course of business. Trade receivables are measured at fair value less provision for impairment.

Financial Liabilities:

i) Initial recognition and measurement: All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs. The company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts.

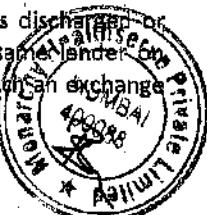
ii) Subsequent measurement: The measurement of financial liabilities depends on their classification, as described below:

Financial liabilities at fair value through profit and loss: Financial liabilities at fair value through profit or loss include financial liabilities held for trading and has designated upon initial measurement recognition at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. Gains or losses on liabilities held for trading are recognized in the statement of profit & loss. Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied.

III) Loans and Borrowings: After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the effective interest rate (EIR) method. Gains and losses are recognized in the statement of profit & loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized 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 amortization is included as finance costs in the statement of profit and loss.

IV) 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. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period.

V) Derecognition: A financial liability is derecognized 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



Notes to the Financial Statements

for year ended 31st March, 2025

or modification is treated as the Derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit or loss.

h) Impairment of Financial assets: The Company assesses impairment based on expected credit losses (ECL) model to the following:

- Financial assets carried at amortized cost.
- Financial asset measured at FVOCI debt instruments.

The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables or contract revenue receivables.

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. The Company uses a provision matrix to determine impairment loss allowance on its trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivables and is adjusted for forward-looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analyzed. 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 Notes to the Financial Statements for year ended 31st March 2025 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 recognizing 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. For assessing increase in credit risk and impairment loss, the company combines financial instruments on the basis of shared credit risk characteristics with the objective of facilitating an analysis that is designed to enable significant increases in credit risk to be identified on a timely basis.

i) Cash and cash equivalents: Cash and cash equivalents includes cash on hand and at bank, deposits with banks and other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

j) Inventories: Inventories are valued at lower of cost or net realizable value. Cost is determined on FIFO basis. Cost of inventories also includes all other costs incurred in bringing the inventories to their present location and condition. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

k) Foreign currency transactions: The transactions denominated in foreign currency are recorded at the exchange rate prevailing on the date of transaction. Monetary items denominated in foreign currency at the end of year are translated using the closing rate of exchange. Non-monetary items that are to be carried at historical cost are recorded using exchange rate prevailing on the date of transaction. Non-monetary items that are to be carried at fair value are recorded using exchange rate prevailing on the date of fair value measured. Any income or expenses on account of exchange difference either on settlement or on translation is recognized in the statement of profit & loss.

l) Classification of assets and Liabilities as current and non-current: The Company presents assets and liabilities in Balance Sheet based on current/non-current classification. An asset is classified as current when it is:

- Expected to be realized or intended to be sold or consumed in normal operating cycle,
- Held primarily for the purpose of trading,
- Expected to be realized 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 classified as current when:

- It is expected to be settled in normal operating cycle,



Notes to the Financial Statements

for year ended 31st March, 2025

- b) It is held primarily for the purpose of trading,
- c) It is due to be settled within twelve months after the reporting period, or
- d) 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.

m) Equity share capital: Ordinary shares are classified as equity. Incremental costs net of taxes directly attributable to the issue of new equity shares are reduced from retained earnings, net of taxes.

n) Revenue Recognition: Revenue is recognized to the extent that it is probable that the future economic benefits will flow to the entity and it can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

Sale of goods : Revenue from sale of goods is recognised when the significant risks and rewards of ownership have been transferred to the buyer, usually on delivery of goods, it is probable that the economic benefit will flow to the Company, the associated costs and possible return of goods can be estimated reliably, there is neither continuing management involvement to the degree usually associated with ownership nor effective control over the goods sold and the amount of revenue can be measured reliably.

Provisions for chargeback, rebates, discounts and medical aid payments are estimated and provided for in the year of sales and recorded as reduction of revenue.

Sales Returns : With respect to established products, the Company considers its historical experience of sales returns, levels of inventory in the distribution channel, estimated shelf life, product discontinuances, price changes of competitive products, and the introduction of competitive new products, to the extent each of these factors impact the Company's business and markets. With respect to new products introduced by the Company, such products have historically been either extensions of an existing line of product where the Company has historical experience or in therapeutic categories where established products exist and are sold either by the Company or the Company's competitors.

Interest income Interest income from debt instrument is recognized using effective interest rate method. The effective interest rate Notes to the Financial Statements for year ended 31st March, 2021 is the rate that discounts estimated future cash receipts through the expected life of financial asset to the gross carrying amount of financial asset. When calculating effective interest rate, the company expects cash flows by considering all contractual terms of financial instrument but does not consider the expected credit losses.

Dividends: Dividends are recognized when the right to receive the payment is established.

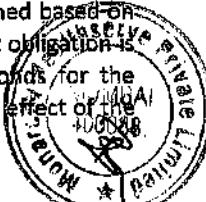
o) Employees benefits:

(i) Short-term Employee benefits: All employees' benefits payable wholly within 12 months rendering services are classified as Short Term obligations. Benefits such as salaries, wages, short term compensated absences, performance incentives, expected cost of bonus and ex-gratia are recognized during the period in which the employees renders related services.

(ii) Post-employment benefits

a. Defined Contribution Plan The defined contribution plan is post-employment benefit plan under which the Company contributes fixed contribution to a government administered fund and will have no legal or constructive obligation to pay further contribution. The Company's defined contribution plan comprises of Provident Fund, Labor Welfare Fund and Employee State Insurance Scheme. The Company's contribution to defined contribution plans are recognized in the statement of profit & loss in the period in which the employee renders the related services.

b. Defined benefit plan The Company has defined benefit plans comprising of gratuity. Company's obligation towards gratuity liability is Unfunded and Management has initiated a decision to be funded and managed by Life Insurance Corporation of India (LIC). The present value of the defined benefit obligations is determined based-on actuarial valuation using the projected unit credit method. The rate used to discount defined benefit obligation is determined by reference to market yields at the Balance Sheet date on Indian Government Bonds for the estimated term of obligations. Re-measurements comprising of (a) actuarial gains and losses, (b) the effect of the



Notes to the Financial Statements

for year ended 31st March, 2025

asset ceiling (excluding amounts included in net interest on the net defined benefit liability) and (c) the return on plan assets (excluding amounts included in net interest on the net defined benefit liability) are recognized immediately in the balance sheet with a corresponding debit or credit to retained earnings through other comprehensive income in the period in which they occur. Re-measurements are not reclassified to the statement of profit & loss in subsequent periods. The expected return on plan assets is the Company's expectation of average long-term rate of return on the investment of the fund over the entire life of the related obligation. Plan assets are measured at fair value as at the Balance Sheet date. The interest cost on defined benefit obligation and expected return on plan assets is recognized under finance cost. Gains or losses on the curtailment or settlement of defined benefit plan are recognized when the curtailment or settlement occurs.

(iii) Other long-term benefits The Company has other long-term benefits in the form of leave benefits. The present value of the other long term employee benefits is determined based on actuarial valuation using the projected unit credit method. The rate used to discount defined benefit obligation is determined by reference to market yields at the Balance Sheet date on Indian Government Bonds for the estimated term of obligations. Actuarial gains or losses arising on account of experience adjustment and the effect of changes in actuarial assumptions are recognized immediately in the statement of profit & loss as income or expense. Gains or losses on the curtailment or settlement of other long-term benefits are recognized when the curtailment or settlement occurs.

p) Borrowing Cost: General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for such capitalization. Other borrowing costs are expensed in the period in which they are incurred. Borrowing costs consist of interest and other costs that are incurred in connection with the borrowing of funds.

q) Income Taxes:

Current Income Tax: Current Income Tax liabilities are measured at the amount expected to be paid to the taxation authorities using the tax rates and tax laws that are enacted or subsequently enacted at the end of the reporting period. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and creates provisions where appropriate.

Deferred Tax: Deferred Tax is provided, using the Balance sheet approach, on temporary differences between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred Tax is determined using the tax rates and tax laws that are enacted or subsequently enacted at the end of the reporting period. Deferred Tax liabilities are recognized for all temporary differences. Deferred tax assets are recognized for all deductible temporary differences, the carry forward of unused tax credits and unused tax losses only if it is probable that future taxable amounts will be available to utilize those temporary differences and losses. Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and the deferred tax balances relate to the same taxation authority. Current tax asset and liabilities are offset where the company has a legally enforceable right and intends either to settle on net basis, or to realize the asset and settle the liability simultaneously. Current and deferred tax is recognized in the statement of profit & loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

r) Provisions and contingencies: Provisions are recognized when the company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are discounted using the government securities' interest rate for the equivalent period. Unwinding of the discount is recognized in the Notes to the Financial Statements for year ended 31st March 2025 Statement of Profit and Loss as a finance cost. Provisions are reviewed at each balance sheet date and are adjusted to reflect the current best estimate. Provisions are not recognized for future operating losses. Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that



Notes to the Financial Statements

for year ended 31st March, 2025

arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made. Information on contingent liability is disclosed in the notes to the financial statements. Contingent assets are not recognized. However, when the realization of income is virtually certain, then the related asset is no longer a contingent asset, but it is recognized as an asset.

s) Earning per share: Basic earning per share is calculated by dividing the net profit or loss (after tax) for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Diluted earning per share is calculated by dividing the net profit or loss (after tax) for the year attributable to equity shareholders and the weighted average number of equity shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

Note 4 - Use of Significant Accounting estimates, judgments and assumptions

In the process of applying the Company's accounting policies, management has made the following estimates and judgments, which have significant effect on the amounts recognized in the financial statements:

(a) Depreciation and useful lives of Property, Plant and Equipment: Property, plant and equipment are depreciated over the estimated useful lives of the assets, after taking into account their estimated residual value. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation to be recorded during any reporting period. The useful lives and residual values are based on the Company's historical experience with similar assets and take into account anticipated technological changes. The depreciation for future periods is adjusted if there are significant changes from previous estimates.

(b) Impairment of Goodwill: Goodwill is tested for impairment on an annual basis and whenever there is an indication that the recoverable amount of a CGU is less than its carrying amount based on a number of factors including operating results, economic conditions etc. The Goodwill impairment test is performed at the level of CGU based on the market related information and estimates. The Management obtains an Estimation/Valuation Report for the same and this being a technical matter, the said Report and the Management's perception related to the said impairment has been relied upon by the auditors. The impairment/amortization of Goodwill has accordingly been recognized/accounted as such in the financial statements.

(c) Recoverability of trade receivables: Judgments are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. The Company uses a provision matrix to determine impairment loss allowance on its trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivables and is adjusted for forward-looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analyzed.

(d) Defined Benefit plans: The cost of the defined benefit plan and other post-employment benefits and the present value of such obligation 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, mortality rates and attrition rate. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

(e) Provisions: Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability require the application of judgments to existing facts and circumstances, which can be subject to change. Since the cash outflows can take place many years in the future, the carrying amounts of provisions and liabilities are reviewed regularly and adjusted to take account of changing facts and circumstances.

(f) Impairment of financial assets: The impairment provisions for financial assets are based on assumptions about risk of default and expected cash loss rates. The Company uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period. Estimates and judgments are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances. They are continuously evaluated.

(g) Fair Value measurement: The Company measures financial instrument such as certain investments, 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



Notes to the Financial Statements

for year ended 31st March, 2025.

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. A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use. 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.



Notes to the Financial Statements

for year ended 31st March, 2025

18. Considering the nature of the operations of the company, in the opinion of the management, there are no separate reportable segments in accordance with the requirement of the Ind AS 108 - Operating Segments.

19. In view of the Ind AS 24 "Related Parties Disclosures", the disclosure in respect of related party transactions for the year ended on 31st March, 2025 is as under:

RELATIONSHIPS

Category I : Holding company of the Company

Kilitch Drugs India Ltd

Category II : Key Managerial Personnel

Key Person	Designation
Mukund Prataprai Mehta	Director

Category III : Enterprise over which Key Managerial Personnel are able to exercise significant Control

Name	Relationship
NBZ Healthcare LLP	Directors are partners
Kilitch Estro Biotech PLC	Subsidiary of Holding Company

a)	TRANSACTIONS	Category I	Category II	Category III
1	Advance received (Net)	3.61 (4.01)	-	-

b) The following balances were due from / to the related parties as on 31-03-2025

Sr. No.	TRANSACTIONS	Category I	Category II	Category III
1	Loans and Advances (Payables)	41.16 (37.55)	32.93 (32.93)	-
2	Borrowings	42.00 (42.00)	-	-

Note: Figures in brackets indicates previous year figure.

1. The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions.
2. Review of outstanding balances is undertaken each financial year through examining the financial position of the related party and the market in which related party operates. These balances are unsecured and their settlement occurs through banking channel.

20. EARNING PER SHARE (EPS)

	2024-25	2023-24
Basic as well as Diluted EPS	(88.19)	(88.88)
Net Profit after Tax (Amount in Lakh)	50,860	50,860
Weighted Average No. of Equity Shares for Basic EPS	10	10
Nominal Value of Equity Shares (Rs)	(173.18)	(174.76)
Basic Earnings Per Share (Rs)		

21. CONTINGENT LIABILITIES :-

There are no contingent liabilities.



Notes to the Financial Statements

for year ended 31st March, 2025

22. The Auditors' Remuneration includes:

Particulars	2024-25	2023-24
Audit fees	0.30	0.30
Total	0.30	0.30

23. The balances in respect of Trade Receivables & Payables, loans and advances, as appearing in the books of accounts are subject to confirmations by the respective parties and adjustments/reconciliation arising there from, if any.

24. Corporate Social Responsibility:

The company is not required to spend any amount pertaining to CSR as per Section 135 of the Companies Act, 2013 read with Schedule VII due to Incurring losses during previous Financial Year

25. The previous year figures have been regrouped, reworked, rearranged and reclassified, wherever necessary and are to be read in relation to the amounts and other disclosures relating to the current year.

26. Fair Value of Financial Assets and Liabilities:

Set out below is the comparison by class of carrying amounts and fair value of Company's financial instruments that are recognised in the financial statements.

Particulars	As at March 31, 2025		As at March 31, 2024	
	Carrying Value	Fair Value	Carrying Value	Carrying Value
Financial assets designated at amortised cost				
- Cash & cash Equivalents	1.05	1.05	1.07	1.07
Total	1.05	1.05	1.07	1.07
Financial liabilities designated at amortised cost				
Borrowings	74.93	74.93	74.93	74.93
Trade payables and others	10.66	10.66	10.30	10.30
Total	86.64	86.64	86.30	86.30

Fair valuation techniques:

The Company maintains policies and procedures to value financial assets or financial liabilities using the best and most relevant data available.

The following methods and assumptions were used to estimate the fair values:

- Fair value of the Equity Shares are based on price quoted on stock exchange.
- Fair value of investment in unquoted equity shares are considered same as carrying value as the same are recently acquired.
- Fair value of Financial Assets & Financial Liability (except which are show at their fair value) are carried at amortised cost is not materially different from its carrying cost.

Fair Value hierarchy:

The following table provides the fair value measurement hierarchy of Company's asset and liabilities, grouped into Level 1 to Level 3 as described below:

Level 1: Quoted prices / published NAV (unadjusted) in active markets for identical assets or liabilities. It includes fair value of financial instruments traded in active markets and are based on quoted market prices at the balance sheet date.

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices). Fair value of the financial instruments that are not traded in an active market is determined by using valuation techniques. These valuation techniques maximize the use of observable market data where it is available and rely as little as possible on the company's judgment.



Notes to the Financial Statements

for year ended 31st March, 2025

specific estimates. If all significant inputs required to fair value an instrument are observable then instrument is included in level 2.

Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs). If one or more of the significant inputs are not based on observable market data, the instrument is included in level 3.

Note – 27. Financial Risk Management:

The Company's activities expose it to credit risk, liquidity risk and market risk. This note explains the sources of risks which the entity is exposed to and how it mitigates that risk.

- **Market risk:**

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise three types of risk: currency rate risk, interest rate risk and other price risks, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings and investments in securities.

- **Foreign currency risk:**

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company is exposed to foreign exchange risk through purchases of goods or services from overseas supplier in foreign currency. The Company generally transacts in US dollar. The foreign exchange rate exposure is balanced by purchasing of goods or services in the respective currency. The Company is exposed to insignificant foreign exchange risk as at the respective reporting dates.

- **Interest rate risk:**

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 is not exposed to interest rate risk as the Company has fixed rate of borrowings as at the respective reporting dates.

- **Commodity and Other price risk:**

The Company is not exposed to the commodity and other price risk.

- **Credit Risk:**

Credit risk is the risk of financial loss to the Company that a customer or counter party to a financial instrument fails to meet its obligations. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks, mutual funds, financial institutions and other financial instruments.

Trade and other receivables:

The Company extends credit to customers in normal course of business. The Company considers factors such as credit track record in the market and past dealings for extension of credit to customers. To manage credit risk, the Company periodically assesses the financial reliability of the customer, taking into account the financial condition, current economic trends, and analysis of historical bad debts and aging of accounts receivables. Outstanding customer receivables are regularly monitored to make an assessment of recoverability. Receivables are provided as doubtful / written off, when there is no reasonable expectation of recovery. Where receivables have been provided / written off, the Company continues regular follow-up, engage with the customers, legal options / any other remedies available with the objective of recovering these outstanding. The Company is not exposed to concentration of credit risk to any one single customer since services are provided to vast spectrum and hence, the concentration of risk with respect to trade receivables is low. The Company also takes security deposits, advances, postdated cheques etc. from its customers, which mitigate the credit risk to an extent."

Cash and cash equivalents and other investments

The Company is exposed to counter party risk relating to medium term deposits with banks and investment in mutual funds. The Company considers factors such as track record, size of the institution, market reputation and service standards to select the banks with which balances and deposits are maintained. Generally, the balances are maintained with the institutions with which the Company has also availed borrowings."

Exposure to credit risk:



Notes to the Financial Statements

for year ended 31st March, 2025

The gross carrying amount of financial assets, net of impairment losses recognised represents the maximum credit exposure. The maximum exposure to credit risk as at 31st March, 2025 and 31st March, 2024 is as follows:

Financial assets for which loss allowances is measured using 12 months Expected Credit Losses (ECL):	As at 31/03/2025	As at 31/03/2024
Cash and cash equivalents	1.06	1.07

Liquidity risk:

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses.

The Company's objective is to at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company relies on a mix of borrowings, capital infusion and excess operating cash flows to meet its needs for funds. The current borrowings are sufficient to meet its short to medium term expansion needs. Management monitors the Company's net liquidity position through rolling forecasts on the basis of expected cash flows.

The Company is required to maintain ratios (such as debt service coverage ratio and secured coverage ratio) as mentioned in the loan agreements at specified levels and also cash deposits with banks to mitigate the risk of default in repayments. In the event of any failure to meet these covenants, these loans become callable to the extent of failure at the option of lenders, except where exemption is provided by lender.

Particulars	As at 31st March, 2025					
	Carrying Amount	On Demand	Less than 12 months	2- 5 years	>5 years	Total
Borrowings	74.93	32.93	-	-	42.00	74.93
Trade and other payables	10.66	-	10.66	-	-	10.66
As at 31st March, 2024						
Particulars	Carrying Amount	On Demand	Less than 12 months	2- 5 years	>5 years	Total
Borrowings	74.93	32.93	-	-	42.00	74.93
Trade and other payables	10.30	-	10.30	-	-	10.30

Capital Management:

The primary objective of the Company's capital management is to maximize the shareholder value. The Company's primary objective when managing capital is to ensure that it maintains an efficient capital structure and healthy capital ratios and safeguard the Company's ability to continue as a going concern in order to support its business and provide maximum returns for shareholders. The Company also proposes to maintain an optimal capital structure to reduce the cost of capital. No changes were made in the objectives, policies or processes during the year ended March 31, 2025 and March 31, 2024.

Particulars	As At 31-03-2025	As At 31-03-2024
Loans and Borrowings	-	-
Less: Cash and cash equivalents + Bank Deposits	1.05	1.07
Net Debt	(1.05)	(1.07)
Total Capital	1,729.98	1,816.15
Capital + Net Debt	1,728.92	1,817.10
Gearing Ratio		



Notes to the Financial Statements

for year ended 31st March, 2025

For the purpose of the Company's capital management, capital includes issued capital, share premium and all other equity reserves. Net debt includes, interest bearing loans and borrowings, trade and other payables less cash and short term deposits.

Note -28.TAXATION:

Income tax related to items charged or credited to profit or loss during the year:		2024-25	2023-24
Statement of Profit or Loss			
A	1 Current Income Tax (Net of MAT Credit)		
	2 Deferred Tax expenses/ (benefits):		
	Relating to origination and reversal of temporary differences	(0.11)	0.01
	Total Income tax Expenses (1+2)	(0.11)	0.01
Deferred Tax Recognized in statement of profit and Loss relates to the following:			
B		2024-25	2023-24
	Difference between book and Tax depreciation	0.28	0.31
	Expenses allowable on payment basis	-	0.09
	Deferred Tax Liabilities/ (Asset)	0.28	0.40
C	Particulars	2024-25	2023-24
	Reconciliation of deferred tax (liabilities)/assets-net:		
	Opening balance as on 1st April	0.40	0.39
	Tax expenses / (income) during the year	(0.11)	0.01
	Closing balance as on 31st March	0.28	0.40

29. Additional regulatory information required by Schedule III

Details of benami property held -

No proceedings have been initiated on or are pending against the company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

Borrowing secured against current assets

The company does not have borrowings from banks and financial institutions on the basis of security of current assets.

Wilful defaulter

Company have not been declared wilful defaulter by any bank or financial institution or government or any government authority.

Relationship with struck off companies

The company has no transactions with the companies struck off under Companies Act, 2013 or Companies Act, 1956.

Compliance with number of layers of companies

The company has complied with the number of layers prescribed under the Companies Act, 2013.

Compliance with approved scheme(s) of arrangements

The company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

Utilisation of borrowed funds and share premium

The company has not advanced or loaned or invested funds to any other person(s) or entity(ies) including foreign entities (Intermediaries) with the understanding that the intermediary shall a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or



Notes to the Financial Statements

for year ended 31st March, 2025

- b. provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries

The company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall:

- a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- b. provide any guarantee, security or the like on behalf of the ultimate beneficiaries

Undisclosed income

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

Details of crypto currency or virtual currency

The company has not traded or invested in crypto currency or virtual currency during the current or previous year.

Valuation of PP&E, intangible asset and investment property

The company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.

30. Ratio.

Ratio	Numerator	Denominator	Current Period	Previous Period	% Variance
Current Ratio	3.01	85.11	0.04	0.03	0.01
Debt-Equity Ratio	32.93	5.09	6.48	6.46	0.02
Debt Service Coverage Ratio	88.19	32.93	2.68	2.70	(0.02)
Return on Equity Ratio	(88.19)	5.09	(17.34)	(17.46)	0.12
Net profit ratio	(88.19)	0	0	-	-

31. The previous year figures have been regrouped, reworked, rearranged and reclassified, whenever necessary and are to be read in relation to the amounts and other disclosures relating to the current year.

As per our Report of even date
For A. M. Ghelani & Associates
 Chartered Accountants
 Firm Registration No. : 103172W

Anil Khanna
 Partner
 Membership no. : 153522
 Place: Mumbai
 Date: 19th May 2025

For and on behalf of the Board of Directors

Mukund Mehta
 Director
 DIN:00147876

Bhavin Mehta
 Director
 DIN:00147895

