

## INDEPENDENT AUDITOR'S REPORT

To the Members of KDPL Diagnostics (Patiala) Private Limited

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the accompanying financial statements of KDPL Diagnostics (Patiala) Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2024, and the Statement of Profit and Loss, including Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including material accounting policy information and other explanatory information (hereinafter referred to as the "financial statements").

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

#### Basis for Opinion

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

#### Material Uncertainty related to Going concern

We draw attention to Note no. 44 of the financial statements which states that the Company has incurred net losses of Rs. 0.53 million during the year ended March 31, 2024 and has accumulated losses of Rs. 0.68 million as at March 31, 2024, which has substantially eroded the net worth of the Company as on that date. Further, the Company's current liabilities have exceeded its current assets by Rs. 0.33 million as at March 31, 2024. These conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. However, the Holding Company has confirmed to provide financial and operational support to the Company for a period of at least the next 12 months to enable the Company to pay its obligations as and when they fall due. In view of the above, the financial statements of the Company for the year ended March 31, 2024 have been prepared on going concern basis.

Our opinion is not modified in respect of this matter.

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

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

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with





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the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

The Director's report has not been made available to us as at the date of this auditor's report. We have nothing to report in this regard.

### Responsibilities of Management and Board of Directors for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Management and Board of Directors are 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

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

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

We give in "Annexure A" a detailed description of Auditor's responsibilities for Audit of the Financial Statements.

### Other Matter

The financial statements of the Company for the year ended March 31, 2023, were audited by another auditor whose report dated May 26, 2023 expressed an unmodified opinion on those statements.

Our opinion is not modified in respect of this matter.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.





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- (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 except for the matters stated in the paragraph 2(h) below on reporting under Rule 11(g).
- (c) The Balance Sheet, the Statement of Profit and Loss including other comprehensive income, the Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.
- (e) The matter described in the Material Uncertainty Related to Going Concern section of our report may, in our opinion, have an adverse effect on the functioning of the Company.
- (f) On the basis of the written representations received from the directors as on March 31, 2024 taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
- (g) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure C".
- (h) The reservation relating to the maintenance of accounts and other matters connected therewith are as stated in paragraph 2(b) above on reporting under Section 143(3)(b) and paragraph 2i(vi) below on reporting under Rule 11(g).
- (i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv.
    1. The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
    2. The Management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities (Funding Parties), with the understanding, whether recorded in writing or otherwise, as on the date of this audit report, that the Company shall, 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.



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3. Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, and according to the information and explanations provided to us by the Management in this regard nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (ii) of Rule 11(e) as provided under (1) and (2) above, contain any material mis-statement.
- v. The Company has neither declared nor paid any dividend during the year.
- vi. Based on our examination, the Company has used an accounting software for maintaining its books of accounts during the year ended March 31, 2024, which has a feature of recording audit trail (edit log) facility and the same has been enabled and operated throughout the year for all relevant transactions recording in the software. During the course of our examination, we did not come across any instance of the audit trail being tampered with.

Based on our examination, the Company has used two accounting software for maintaining its revenue and purchase records and processing its payroll transactions during the year ended March 31, 2024, which has a feature of recording audit trail (edit log) facility except that no audit trail feature was enabled at the database level in the accounting software to log any direct data changes throughout the period. Further, the audit trail facility has been operated throughout the year for all relevant transactions recorded in the accounting software, except at the database level as stated above, in respect of which the audit trail facility has not operated throughout the year for all relevant transactions recorded in this accounting software as it was not enabled. During the course of our examination, we did not come across any instance of the audit trail being tampered with.

3. In our opinion, according to information, explanations given to us, the remuneration paid by the Company to its directors is within the limits laid prescribed under Section 197 read with Schedule V of the Act and the rules thereunder.

For M S K A & Associates  
Chartered Accountants  
ICAI Firm Registration No. 105047W

*SD Khivasara*  
Shraddha Khivasara  
Partner  
Membership No. 134285  
UDIN: 24134285BKEZBC4089



Place: Pune  
Date: May 17, 2024



**“ANNEXURE A” TO THE INDEPENDENT AUDITOR’S REPORT ON EVEN DATE ON THE FINANCIAL STATEMENTS OF KDPL DIAGNOSTICS (PATIALA) PRIVATE LIMITED**

**Auditor’s Responsibilities for the Audit of the 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 financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management and Board of Directors.
- Conclude on the appropriateness of management and Board of Director’s use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company’s ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor’s report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor’s report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

**For M S K A & Associates**  
Chartered Accountants  
ICAI Firm Registration No. 105047W

*Shraddha Khivasara*  
Shraddha Khivasara  
Partner  
Membership No. 134285  
UDIN: 24134285BKEZBC4089



Place: Pune  
Date: May 17, 2024



**ANNEXURE B TO INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF KDPL DIAGNOSTICS (PATIALA) PRIVATE LIMITED FOR THE YEAR ENDED MARCH 31, 2024.**

[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report]

- i. The Company had no property, plant and equipment, and intangible assets, and investment property and right-of-use assets as on March 31, 2024, nor at any time during the year ended March 31, 2024. Accordingly, the provisions stated under clause 3(i) of the Order are not applicable to the Company.
- ii. (a) The Company is involved in the business of rendering services and does not hold any inventory. Accordingly, the provisions stated under clause 3(ii)(a) of the Order are not applicable to the Company.
- ii. (b) The Company has not been sanctioned any working capital limits during the year on the basis of security of current assets. Accordingly, the provisions stated under clause 3(ii)(b) of the Order is not applicable to the Company.
- iii. According to the information explanation provided to us, the Company has not made any investments in, or provided any guarantee or security, or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the provisions stated under clause 3(iii) of the Order are not applicable to the Company.
- iv. According to the information and explanations given to us, there are no loans, investments, guarantees, and security in respect of which provisions of sections 185 and 186 of the Companies Act, 2013, are applicable and accordingly, the provisions stated under clause 3(iv) of the Order is not applicable to the Company.
- v. According to the information and explanations given to us, the Company has neither accepted any deposits from the public nor any amounts which are deemed to be deposits, within the meaning of Sections 73, 74, 75 and 76 of the Companies Act, 2013 and the rules framed there under. Accordingly, the provisions stated under clause 3(iv) of the Order is not applicable to the Company. Also, there are no amounts outstanding as on March 31, 2024, which are in the nature of deposits.
- vi. The provisions of sub-Section (1) of Section 148 of the Companies Act, 2013 are not applicable to the Company as the Central Government of India has not specified the maintenance of cost records for any of the services of the Company. Accordingly, the provisions stated under clause 3(vi) of the Order are not applicable to the Company.
- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, undisputed statutory dues including Goods and Services tax, provident fund, employees' state insurance, income-tax, sales-tax, custom duty, cess, and other statutory dues have generally been regularly deposited with the appropriate authorities during the year, though there has been a slight delay in a few cases.
- vii. (b) According to the information and explanation given to us and the records of the Company examined by us, there are no dues relating to goods and services tax, provident fund, employees' state insurance, income-tax, custom duty, cess, and other statutory dues which have not been deposited on account of any dispute.
- viii. According to the information and explanations given to us, there are no transactions which are not accounted in the books of account which have been surrendered or disclosed as income during the year in Income-tax Assessment of the Company. Accordingly, the provision stated under clause 3(viii) of the Order is not applicable to the Company.





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- ix. (a) The Company does not have any loans or borrowings or interest thereon due to any lenders during the year. Accordingly, the provision stated under clause 3(ix)(a) to (c) and sub-clause (e) and (f) of the Order is not applicable to the Company.
- ix. (b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- ix. (c) In our opinion and according to the information and explanations provided to us, no money was raised by way of term loans. Accordingly, the provision stated under clause 3(ix)(c) of the Order is not applicable to the Company.
- ix. (d) According to the information and explanation provided to us, there are no funds raised during the year. Accordingly, the provision stated under clause 3(ix)(d) of the Order is not applicable to the Company.
- ix. (e) The Company does not have any subsidiary, associate, or joint venture. Accordingly, reporting under clause 3(ix)(e) of the order is not applicable to the Company.
- ix. (f) The Company does not have any subsidiary, associate, or joint venture. Accordingly, reporting under clause 3(ix)(f) of the order is not applicable to the Company.
- x. (a) In our opinion and according to the information explanation given to us, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the provisions stated under clause 3(x)(a) of the Order are not applicable to the Company.
- x. (b) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully, partly, or optionally convertible debentures during the year. Accordingly, the provisions stated under clause 3(x)(b) of the Order are not applicable to the Company.
- xi. (a) Based on our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we report that no material fraud by the Company or on the Company has been noticed or reported during the year in the course of our audit.
- xi. (b) Based on our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, a report under Section 143(12) of the Act, in Form ADT-4, as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 was not required to be filed with the Central Government. Accordingly, the provisions stated under clause 3(xi)(b) of the Order is not applicable to the Company.
- xi. (c) As represented to us by the Management, there are no whistle-blower complaints received by the Company during the year.
- xii. The Company is not a Nidhi Company. Accordingly, the provisions stated under clause 3(xii)(a) to (c) of the Order are not applicable to the Company.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Sections 188 of the Companies Act, 2013, where applicable and details of such transactions have been disclosed in the financial statements as required by applicable accounting standards. Further, the Company is not required to constitute an Audit Committee as the Company is a private company and hence the provisions of section 177 of the Companies Act, 2013 are not applicable to the Company. Accordingly, provisions stated under clause 3(xiii)





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of the Order insofar as it relates to section 177 of the Companies Act, 2013, is not applicable to the Company.

- 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 the provisions of the Companies Act, 2013. Accordingly, reporting under clause 3(xiv) of the Order are not applicable to the Company.
- xv. According to the information and explanations given to us, in our opinion, during the year, the Company has not entered into any non-cash transactions with directors or persons connected with its directors and accordingly, the reporting on compliance with the provisions of Section 192 of the Companies Act, 2013 (or mention 'the Act' if already defined) in clause 3(xv) of the Order is not applicable to the Company.
- xvi. (a) The Company is not required to be registered under Section 45 IA of the Reserve Bank of India Act, 1934 (2 of 1934) and accordingly, the provisions stated under clause 3(xvi)(a) of the Order are not applicable to the Company.
- xvi. (b) The Company is not engaged in any Non-Banking Financial or Housing Finance activities during the year and accordingly, the provisions stated under clause 3 (xvi)(b) of the Order are not applicable to the Company.
- xvi. (c) The Company is not a Core investment Company (CIC) as defined in the regulations made by Reserve Bank of India. Accordingly, the provisions stated under clause 3 (xvi)(c) of the Order are not applicable to the Company.
- xvi. (d) According to the information and explanations provided to us, the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) does not have any Core Investment Company (as part of its group). Accordingly, the provisions stated under clause 3(xvi)(d) of the order are not applicable to the Company.
- xvii. Based on the overall review of financial statements, the Company has incurred cash losses in the current financial year but not in the immediately preceding financial year. The details of the same are as follows:

Particulars	March 31, 2024 (Current year)	March 31, 2023 (Previous Year)
Cash losses	INR (0.48) million	-

- xviii. There has been resignation of the statutory auditors during the year, there were no issues, objections or concerns raised by the outgoing auditors.
- xix. According to the information and explanations given to us and based on our examination of financial ratios (as disclosed in note 45 to the financial statements), ageing, and expected date of realisation of financial assets and payment of liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, we are of the opinion that a material uncertainty exists as on the date of audit report. However, the Company is 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. Further, the Holding Company has provided necessary financial support to enable the Company to continue as a going concern. In view of the above, the financial statements of the Company have been prepared on a going concern basis. (Also refer paragraph of Material Uncertainty related to Going concern of the main audit report). 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. According to the information and explanations given to us and based on our verification, provisions of Section 135 of the Companies Act, 2013 are not applicable to the Company





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during the year. Accordingly, reporting under clause 3(xx) of the Order is not applicable for the year.

- xxi. According to the information and explanations given to us, the Company does not have any Subsidiary, Associate or Joint Venture. Accordingly, reporting under clause 3(xxi) of the Order is not applicable.

For M S K A & Associates  
Chartered Accountants  
ICAI Firm Registration No. 105047W

*S. Khivasara*



Shraddha Khivasara  
Partner  
Membership No. 134285  
UDIN: 24134285BKEZBC4089

Place: Pune  
Date: 17 May 2024

**ANNEXURE C TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF KDPL DIAGNOSTICS (PATIALA) PRIVATE LIMITED.**

[Referred to in paragraph 2(g) under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report of even date to the Members of **KDPL DIAGNOSTICS (PATIALA) PRIVATE LIMITED** on the Financial Statements for the year ended March 31, 2024]

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

We have audited the internal financial controls with reference to financial statements of **KDPL DIAGNOSTICS (PATIALA) PRIVATE LIMITED** ("the Company") as of March 31, 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2024, based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI) (the "Guidance Note").

**Managements' and Board of Director's Responsibility for Internal Financial Controls**

The Company's Management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, 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 with reference to financial statements 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 with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.





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

## Meaning of Internal Financial Controls With reference to Financial Statements

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

## Inherent Limitations of Internal Financial Controls With reference to financial statements

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

For M S K A & Associates  
Chartered Accountants  
ICAI Firm Registration No. 105047W

SDK 105047W  
Shraddha Khivasara  
Partner  
Membership No. 134285  
UDIN: 24134285BKEZBC4089



Balance Sheet as at March 31, 2024

(Amount in INR million unless otherwise stated)

	Notes	As at March 31, 2024	As at March 31, 2023
<b>ASSETS</b>			
<b>Non-current assets</b>			
Other financial assets	5	0.01	-
Deferred tax assets (Net)	20	0.07	0.14
<b>Total non-current assets</b>		<b>0.08</b>	<b>0.14</b>
<b>Current assets</b>			
<b>Financial assets</b>			
Trade receivables	6	-	0.86
Cash and cash equivalents	7	0.44	0.18
Other financial assets	8	9.46	3.15
Other current assets	9	0.13	-
<b>Total current assets</b>		<b>10.03</b>	<b>4.19</b>
<b>Total assets</b>		<b>10.11</b>	<b>4.33</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	10	0.10	0.10
Other equity	11	(0.68)	(0.20)
<b>Total equity</b>		<b>(0.58)</b>	<b>(0.10)</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Employee benefit obligations	12	0.33	0.20
<b>Total non-current liabilities</b>		<b>0.33</b>	<b>0.20</b>
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
<b>Trade payables</b>			
i) total outstanding dues of micro enterprises and small enterprises	13	0.45	-
ii) total outstanding dues of creditors other than micro enterprise and small enterprise	13	8.94	4.18
Other financial liabilities	14	0.75	-
Employee benefit obligations	12	0.05	0.02
Other current liabilities	15	0.17	0.04
<b>Total current liabilities</b>		<b>10.36</b>	<b>4.24</b>
<b>Total liabilities</b>		<b>10.69</b>	<b>4.43</b>
<b>Total equity and liabilities</b>		<b>10.11</b>	<b>4.33</b>

See accompanying notes to the Financial Statements

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The accompanying notes are an integral part of the Financial Statements

As per our report of even date

For M S K A & Associates

Chartered Accountants

Firm Registration Number:105047W

Shraddha Khivasara

Partner

Membership No: 134285

Place: Pune

Date: May 17, 2024

For and on behalf of the Board of Directors

KDPL Diagnostics (Patiala) Private Limited

CIN:U85100PN2021PTC199785

Yash Mutha

Director

DIN:07285523

Place: Pune

Date: May 17, 2024

Chetan Karnawat

Director

DIN: 09090295

Place: Pune

Date: May 17, 2024

SD/Khivasara



Yash Mutha





Statement of Profit and Loss for the year ended March 31, 2024  
(Amount in INR million unless otherwise stated)

	Notes	Year ended March 31, 2024	Year ended March 31, 2023
<b>Income</b>			
Revenue from operations	16	51.91	43.39
<b>Total income</b>		<b>51.91</b>	<b>43.39</b>
<b>Expenses</b>			
Employee benefits expense	17	9.47	3.26
Finance costs	18	0.03	0.02
Fees to others		27.13	25.84
Other expenses	19	15.76	13.57
<b>Total expenses</b>		<b>52.39</b>	<b>42.70</b>
<b>Profit/Loss before tax</b>		<b>(0.48)</b>	<b>0.70</b>
<b>Tax expense</b>	20		
Deferred Tax			
Deferred tax (credit)		0.05	0.12
<b>Total income tax expense</b>		<b>0.05</b>	<b>0.12</b>
<b>Profit/Loss for the year</b>		<b>(0.53)</b>	<b>0.58</b>
<b>Other comprehensive income</b>			
<i>Items that will not be reclassified to profit or loss</i>			
Remeasurement of net defined benefit liability		0.07	(0.04)
Income tax effect		(0.02)	0.01
		0.05	(0.03)
<b>Other comprehensive income for the year, net of tax</b>		<b>0.05</b>	<b>(0.03)</b>
<b>Total comprehensive income for the year</b>		<b>(0.48)</b>	<b>0.55</b>
<b>Earnings per share</b>			
Basic earnings per share (INR)	21	(53.19)	57.51
Diluted earnings per share (INR)	21	(53.19)	57.51

See accompanying notes to the Financial Statements

1 - 47

The accompanying notes are an integral part of the Financial Statements

As per our report of even date  
For M S K A & Associates  
Chartered Accountants  
Firm Registration Number: 105047W

Shraddha Khivasara  
Partner  
Membership No: 134285



Place: Pune  
Date: May 17, 2024

For and on behalf of the Board of Directors  
KDPL Diagnostics (Patiala) Private Limited  
CIN: U85100PN2021PTC199780

Yash Mutha  
Director  
DIN: 07285523

Place: Pune  
Date: May 17, 2024



Ghetan Karnawat  
Director  
DIN: 09090295

Place: Pune  
Date: May 17, 2024

Statement of cash flow for the year ended March 31, 2024  
(Amount in INR million unless otherwise stated)

	Year ended March 31, 2024	Year ended March 31, 2023
<b>Cash flow from operating activities</b>		
Profit/Loss before tax	(0.48)	0.70
Adjustments for:		
Finance cost	0.03	0.02
<b>Operating Loss before working capital changes</b>	<b>(0.45)</b>	<b>0.72</b>
<b>Changes in working capital</b>		
Increase/(Decrease) in trade payables	5.21	3.77
Decrease/(Increase) in trade receivables	0.86	(0.86)
Increase/(Decrease) in other current liabilities	0.13	0.03
Increase/(Decrease) in employee payables	0.24	0.18
Increase/(Decrease) in other current financial liabilities	0.75	-
(Increase)/Decrease in other current financial assets	(6.31)	(3.15)
(Increase)/Decrease in non current financial assets	(0.01)	-
(Increase)/Decrease in other current assets	(0.13)	-
<b>Cash generated from operations</b>	<b>0.29</b>	<b>0.69</b>
Income tax paid	-	-
<b>Net cash inflows from operating activities (A)</b>	<b>0.29</b>	<b>0.69</b>
<b>Cash flow from Investing activities</b>		
Interest received	-	-
<b>Net cash flow from investing activities (B)</b>	<b>-</b>	<b>-</b>
<b>Cash flow from Financing activities</b>		
Repayment of borrowings	-	(0.52)
Decrease in lease liabilities	-	-
Finance cost	(0.03)	(0.02)
<b>Net cash (used) in financing activities (C)</b>	<b>(0.03)</b>	<b>(0.54)</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>0.26</b>	<b>0.15</b>
Cash and cash equivalents at the beginning of the year	0.18	0.03
<b>Cash and cash equivalents at the end of the year</b>	<b>0.44</b>	<b>0.18</b>
<b>reconciliation of cash and cash equivalents as per the cash flow</b>		
<b>Cash and cash equivalents comprise (Refer note 7)</b>		
Balances with banks		
On current accounts	0.20	0.18
Cash on hand	0.24	0.00
<b>Total cash and bank balances at end of the year</b>	<b>0.44</b>	<b>0.18</b>

See accompanying notes to the Financial Statements

1 - 47

The accompanying notes are an integral part of the Financial Statements

As per our report of even date  
For M S K A & Associates  
Chartered Accountants  
Firm Registration Number:105047W

Shraddha Khivasara  
Partner  
Membership No: 134285



Place: Pune  
Date: May 17, 2024

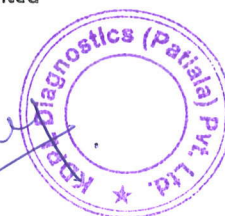
For and on behalf of the Board of Directors  
KDPL Diagnostics (Patiala) Private Limited  
CIN:U85100PN2021PTC199785

Yash Mutha  
Director  
DIN:07285523

Place: Pune  
Date: May 17, 2024

Chetan Karnawat  
Director  
DIN: 09090295

Place: Pune  
Date: May 17, 2024





Statement of changes in equity  
(Amount in INR million unless otherwise stated)

(A) Equity share capital

	Equity Share Capital	
	No. of shares	Amount
For the year ended March 31,2024		
Equity share of Rs 10 each issued, subscribed and fully paid		
Balance as at April 1, 2023	10,000	0.10
Changes in equity share capital during the current year	-	-
Balance as at March 31, 2024	10,000	0.10
For the year ended March 31,2023		
Equity share of Rs 10 each issued, subscribed and fully paid		
Balance as at April 1, 2022	10,000	0.10
Changes in equity share capital during the current year	-	-
Balance as at March 31, 2023	10,000	0.10

(B) Other equity

For the year ended March 31,2024

	Reserve and surplus		Total
	Retained earnings	Other items of other comprehensive income	
Balance as at April 1, 2023	(0.17)	(0.03)	(0.20)
Changes in accounting policy or prior period errors	-	-	-
Restated balance as at April 1, 2023	(0.17)	(0.03)	(0.20)
Loss for the year	(0.53)	-	(0.53)
Other comprehensive income	-	0.05	0.05
Total comprehensive income	(0.53)	0.05	(0.48)
Balance as at March 31, 2024	(0.70)	0.02	(0.68)

For the year ended March 31,2023

	Reserve and surplus		Total
	Retained earnings	Other items of other comprehensive income	
Balance as at April 1, 2022	(0.75)	-	(0.75)
Changes in accounting policy or prior period errors	-	-	-
Restated balance as at April 1, 2022	(0.75)	0.00	(0.75)
Loss for the year	0.58	-	0.58
Other comprehensive income	-	(0.03)	(0.03)
Total comprehensive income	0.58	(0.03)	0.55
Balance as at March 31, 2023	(0.17)	(0.03)	(0.20)

See accompanying notes to the Financial Statements

1 - 47

The accompanying notes are an integral part of the Financial Statements

As per our report of even date  
For M S K A & Associates  
Chartered Accountants  
Firm Registration Number:105047W

For and on behalf of the Board of Directors  
KDPL Diagnostics (Patiala) Private Limited  
CIN:U85100PN2021PTC199785

Shraddha Khivasara  
Partner  
Membership No: 134285

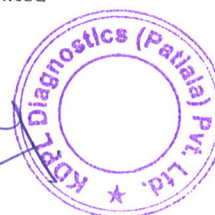


Yash Mutha  
Director  
DIN:07285523

Place: Pune  
Date: May 17, 2024

Chetan Karnawat  
Director  
DIN: 09090295

Place: Pune  
Date: May 17, 2024



**1 General Information**

KDPL Diagnostics (Patiala) Private Limited is company domiciled in India and was incorporated on March 24, 2021 under the provisions of the Companies Act, 2013 applicable in India. Its registered and principal office of business is located at Pune. The Company is primarily engaged in the business of providing Diagnostic Services in Punjab State. The company is providing radiology test services such as CT & MRI scans.

The financial statements were approved by the Company's Board of Directors and authorised for issue on May 17, 2024.

**2 Material accounting policies**

Material accounting policies adopted by the company are as under:

**2.1 Basis of Preparation of Ind AS Financial Statements****(a) Statement of Compliance with Ind AS**

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and presentation requirements of Division II of Schedule III to the Companies Act, 2013, (Ind AS compliant Schedule III), as applicable to the Standalone financial statements.

**(b) Basis of measurement**

The financial statements have been prepared on a historical cost convention on accrual and going concern basis, except for the following material items that have been measured at fair value as required by relevant Ind AS:-

- i) Certain financial assets and liabilities measured at fair value (refer accounting policy on financial instruments)
- ii) Share based payments

**(c) Classification of Current and Non Current**

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of services and the time between the rendering of service and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current and noncurrent classification of assets and liabilities.

**(d) Use of estimates**

The preparation of financial statements are in conformity of Ind AS which requires the Management to make estimate and assumptions that affect the reported amount of assets and liabilities as at the Balance Sheet date, reported amount of revenue and expenses for the year and disclosures of contingent liabilities as at the Balance Sheet date. The estimates and assumptions used in the accompanying financial statements are based upon the Management's evaluation of the relevant facts and circumstances as at the date of the financial statements. Actual results could differ from these estimates. Estimates and underlying assumptions are reviewed on a periodic basis. Revisions to accounting estimates, if any, are recognized in the year in which the estimates are revised and in any future years affected. Refer Note 3 for detailed discussion on estimates and judgments.

**(e) All amounts have been rounded-off to the nearest millions, unless otherwise indicated.****2.2 Property, plant and equipment**

Company does not have any Property, plant and equipment.

**2.3 Other Intangible Assets**

Company does not have any intangible assets.

**2.4 Foreign Currency Transactions****(a) Functional and presentation currency**

Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented in Indian rupee (INR), which is the Company's functional and presentation currency.

**(b) Transactions and balances**

On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount the exchange rate between the functional currency and the foreign currency at the date of the transaction. Gains/Losses arising out of fluctuation in foreign exchange rate between the transaction date and settlement date are recognised in the Statement of Profit and Loss.

All monetary assets and liabilities in foreign currencies are restated at the year end at the exchange rate prevailing at the year end and the exchange differences are recognised in the Statement of Profit and Loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions.

**2.5 Fair value measurement**

The Company measures financial instruments such as investment in mutual fund at each balance sheet date.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs. The Company's management determines the policies and procedures for fair value measurement.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized 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

**2.6 Revenue from Contract with Customers**

Revenue is primarily generated from radiology reporting services.

Revenue from services is recognised on amount billed net of discounts/ rebates and taxes if any.

Revenue is recognised when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and when underlying tests are conducted and reports are processed. The Company also enters into contract with vendor's for providing various services at its diagnostic centre's which helps to fulfil its performance obligation.

Company has assessed these contracts and has concluded that it is primarily responsible for fulfilling the performance obligation in the contract and has no agency relationships. Accordingly the revenue has been recognised at the gross amount as and when services are provided and performance obligation is satisfied. Payment made to vendor's for various services provided at diagnostic centre's is recognised as 'Fees to hospitals and others' as an expense as and when services are received from vendor.

A contract liability is the obligation to transfer services to a customer for which the Company has received consideration from the customer. If a customer pays consideration before the Company transfers services to the customer, a contract liability is recognised when the payment is made. Contract liabilities are recognised as revenue when the Company performs under the contract.

**Other Income**

Interest Income is recognised on a basis of effective interest method as set out in Ind AS 109, Financial Instruments, and where no significant uncertainty as to measurability or collectability exists.

**Expenses**

Fees to others is the revenue sharing expenses incurred which is payable to the holding company.





## 2.7 Taxes

Tax expense for the year, comprising current tax and deferred tax, are included in the determination of the net profit for the year.

### (a) Current income tax

Current tax assets and liabilities are measured at the amount expected to be recovered or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the year end date. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

### (b) Deferred tax

Deferred income tax is provided on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in financial statements. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the year and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences only if it is probable that future taxable amounts will be available to utilize those temporary differences and losses.

Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities

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

Current and deferred tax is recognized in Statement of Profit and Loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

## 2.8 Leases

### The Company as a lessee

The Company's lease asset classes primarily consist of leases for Machinery and Building. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether: (i) the contract involves the use of an identified asset (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease. The Company determines the lease term as the noncancellable period of a lease, together with both periods covered by an option to extend the lease if the Company is reasonably certain to exercise that option; and periods covered by an option to terminate the lease if the Company is reasonably certain not to exercise that option. In assessing whether the Company is reasonably certain to exercise an option to extend a lease, or not to exercise an option to terminate a lease, it considers all relevant facts and circumstances that create an economic incentive for the Company to exercise the option to extend the lease, or not to exercise the option to terminate the lease. The Company revises the lease term if there is a change in the non-cancellable period of a lease. The right-of-use asset is subsequently depreciated using the straight-line method over the lease term. The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate. Generally, the Company uses its incremental borrowing rate as the discount rate.

## 2.9 Inventories

Company does not hold any inventory as on year end.

## 2.10 Impairment of non-financial assets

The Company assesses at each year end whether there is any objective evidence that a non financial asset or a group of non financial assets is impaired. If any such indication exists, the Company estimates the asset's recoverable amount and the amount of impairment loss.

An impairment loss is calculated as the difference between an asset's carrying amount and recoverable amount. Losses are recognized in Statement of Profit and Loss and reflected in an allowance account. When the Company considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, then the previously recognised impairment loss is reversed through Statement of Profit and Loss.

The recoverable amount of an asset or cash-generating unit (as defined below) is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash in flows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the "cash-generating unit").

## 2.11 Provisions and contingent liabilities

Provisions are recognized when there is a present obligation 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 there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date.

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

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 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.

## 2.12 Cash and cash equivalents

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

For the purposes of the cash flow statement, cash and cash equivalents include cash on hand, cash in banks less bank and book overdraft.

## 2.13 Financial instruments

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

### (a) Financial assets

#### (i) Initial recognition and measurement

At initial recognition, financial asset is measured at its fair value plus, in the case of a financial asset not at fair value through profit or loss, 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 profit or loss. However, trade receivables generally do not contain a significant financing component and are measured at transaction price.





(ii) Subsequent measurement

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

- a) at amortized cost; or
- b) at fair value through other comprehensive income; or
- c) at fair value through profit or loss.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

**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. Interest income from these financial assets is included in finance income using the effective interest rate method (EIR).

**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, interest revenue and foreign exchange gains and losses which are recognized in Statement of Profit and Loss. When the financial asset is derecognized, assets is included in other income using the effective interest rate method.

**Fair value through profit or loss (FVTPL):** Assets that do not meet the criteria for amortized cost or FVOCI are measured at fair value through profit or loss. Interest income from these financial assets is included in other income.

**Equity instruments:** All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading and contingent consideration recognised by an acquirer in a business combination to which Ind AS103 applies are classified as at FVTPL. For all other equity instruments, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument- by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to P&L, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the profit and loss.

(iii) Impairment of financial assets

In accordance with Ind AS 109, Financial Instruments, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on financial assets that are measured at amortized cost and FVOCI.

For recognition of impairment loss on financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If in subsequent years, 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.

Life time ECLs 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 year end.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e. all shortfalls), discounted at the original EIR. When estimating the cash flows, an entity is required to consider all contractual terms of the financial instrument (including prepayment, extension etc.) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument.

ECL impairment loss allowance (or reversal) recognized during the year is recognized as income/expense in the statement of profit and loss. In balance sheet ECL for financial assets measured at amortized cost is presented as an allowance, i.e. as an integral part of the measurement of those assets in the balance sheet. The allowance reduces the net carrying amount. Until the asset meets write off criteria, the Company does not reduce impairment allowance from the gross carrying amount.

(iv) Derecognition of financial assets

A financial asset is derecognized only when

- a) the rights to receive cash flows from the financial asset is transferred or

b) retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the financial asset is transferred then in that case financial asset is derecognized only if substantially all risks and rewards of ownership of the financial asset is transferred. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognized.

(b) Financial liabilities

(i) Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss and at amortized cost, as appropriate.

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

(ii) Subsequent measurement

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

*Financial liabilities at fair value through profit or loss*

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments. Gains or losses on liabilities held for trading are recognized in the Statement of Profit and Loss.

*Loans and borrowings*

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in Statement of Profit and 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.

(iii) 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 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 and Loss as finance costs.

2.14 Employee Benefits

(a) Short-term obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the year in which the employees render the related service are recognized in respect of employees' services up to the end of the year and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

(b) Other long-term employee benefit obligations

(i) Defined contribution plan

Provident Fund: Contribution towards provident fund is made to the regulatory authorities, where the Company has no further obligations. Such benefits are classified as Defined Contribution Schemes as the Company does not carry any further obligations, apart from the contributions made on a monthly basis which are charged to the Statement of Profit and Loss.

Employee's State Insurance Scheme: Contribution towards employees' state insurance scheme is made to the regulatory authorities, where the Company has no further obligations. Such benefits are classified as Defined Contribution Schemes as the Company does not carry any further obligations, apart from the contributions made on a monthly basis which are charged to the Statement of Profit and Loss.

(ii) Defined benefit plans

Gratuity: The Company provides for gratuity, a defined benefit plan (the 'Gratuity Plan') covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/gains are recognized in the other comprehensive income in the year in which they arise.







	As at March 31, 2024	As at March 31, 2023
5 Other financial assets		
Unsecured security deposit at amortised cost	0.01	-
Considered Good		
Security Deposits	<u>0.01</u>	<u>-</u>
6 Trade receivable		
Unsecured	As at March 31, 2024	As at March 31, 2023
-Considered good.	-	0.86
-Credit impaired	-	-
Unsecured	-	-
-Considered good.	-	0.86
-Considered doubtful.	-	-
Less-Allowance for bad and doubtful debts	-	-
Further classified as:	-	0.86
Receivable from related parties (Refer Note no 24)	-	-
Receivable from others	-	0.86
<b>Total Trade Receivables</b>	<u>-</u>	<u>0.86</u>

The net carrying value of trade receivables is considered a reasonable approximation of fair value.

#### Ageing of Trade Receivables

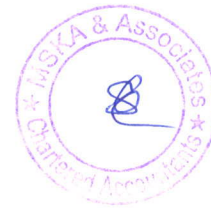
Trade receivable ageing schedule as on March 31, 2024: Not applicable

Trade receivable ageing schedule as on March 31, 2023:

Particulars	Not Due*	Outstanding for the following period from invoice date					Total
		Less Than 6 Month	6 Months to 1 year	1 to 2 year	2 to 3 year	More than 3 year	
(i) Undisputed Trade receivables - considered good	-	0.86	-	-	-	-	0.86
(ii) Undisputed Trade Receivables -which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables-considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-	-
Less: Allowance for bad and doubtful debts (Disputed + Undisputed)	-	-	-	-	-	-	-
<b>Total</b>	-	<u>0.86</u>	-	-	-	-	<u>0.86</u>

\* Ageing of trade receivable is calculated from the date of invoice

	As at March 31, 2024	As at March 31, 2023
7 Cash and cash equivalents		
Balances with banks:		
in current accounts	0.20	0.18
Cash on hand	0.24	-
	<u>0.44</u>	<u>0.18</u>
8 Other financial assets		
Receivable from related parties	As at March 31, 2024	As at March 31, 2023
(Refer note 24 for other financial assets to related parties)	9.46	3.15
	<u>9.46</u>	<u>3.15</u>
9 Other current assets		
Prepaid expenses.	As at March 31, 2024	As at March 31, 2023
	0.13	-
<b>Total</b>	<u>0.13</u>	<u>-</u>





Notes forming part of the Financial statement for the year ended March 31, 2024  
(Amount in INR million unless otherwise stated)

10 Share capital

(A) Equity shares

Authorized

150,000 (March 31, 2023 :150,000) Equity Shares of INR 10 each

Issued, subscribed and paid up

10,000 (March 31, 2023: 10,000) Equity Shares of INR 10 each

Total

As at March 31, 2024	As at March 31, 2023
1.50	1.50
<u>1.50</u>	<u>1.50</u>
0.10	0.10
<u>0.10</u>	<u>0.10</u>

(i) Reconciliation of equity shares outstanding at the beginning and at the end of the year

Outstanding as on April 01, 2023

Add: Changes during the year

Outstanding as on March 31, 2024

Outstanding as on April 01, 2022

Add: Changes during the year

Outstanding as on March 31, 2023

Number of shares	Amount
10,000	0.10
-	-
<u>10,000</u>	<u>0.10</u>
10,000	0.10
-	-
<u>10,000</u>	<u>0.10</u>

(ii) Terms/Rights attached to shares

Equity shares :The company has equity shares having par value of INR. 10 per share. Each shareholder is entitled to one vote per share held. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(iii) No equity shares have been issued as bonus or for consideration other than cash or have been brought back by the Company (March,24 2021).Also, no shares are reserved for issue under options.

(iv) Shares held by holding Company/ultimate holding Company and/ or their subsidiaries/ associates

Krsnaa Diagnostics Limited (Holding company)

9,999 (March 31, 2023: 10,000) Equity Shares of INR 10 each

As at March 31, 2024	As at March 31, 2023
0.10	0.10

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

Equity shares of INR 10 each fully paid  
Krsnaa Diagnostics Limited

As at March 31,2024	
Number of shares	% of holding in the class
9,999	99.99%

Equity shares of INR 10 each fully paid  
Krsnaa Diagnostics Limited

As at March 31,2023	
Number of shares	% of holding in the class
9,999	99.99%

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

(vi) There were no shares held by the promoters as on March 31, 2024

11 Other equity

(A) Surplus/(deficit) in the Statement of Profit and Loss

Opening balance.

Add: Net Profit/(loss) for the year

Total other equity

As at March 31, 2024	As at March 31, 2023
(0.17)	(0.75)
(0.53)	0.58
<u>(0.70)</u>	<u>(0.17)</u>

(B) Others reserves

-As at beginning of year

-Re-measurement gains/(losses) on defined benefit plans (net of tax).

Closing balance

Total Other Equity

As at March 31, 2024	As at March 31, 2023
(0.03)	-
0.05	(0.03)
<u>0.02</u>	<u>(0.03)</u>
<u>(0.68)</u>	<u>(0.20)</u>



12 Employee benefit obligations

Provision for employee benefits

Provision for gratuity (unfunded) (Refer note 22).  
Provision for compensated absences (unfunded).

Total Provisions

Long Term	
As at March 31, 2024	As at March 31, 2023
0.24	0.13
0.09	0.06
<b>0.33</b>	<b>0.20</b>

Provision for employee benefits

Provision for gratuity (unfunded) (Refer note 22)  
Provision for compensated absences (unfunded)

Total Provisions

Short Term	
As at March 31, 2024	As at March 31, 2023
-	-
0.05	0.02
<b>0.05</b>	<b>0.02</b>

13 Trade payables

Total outstanding dues of micro enterprises and small enterprises  
Total outstanding dues of creditors other than micro enterprises and small enterprises\*

Total trade payables

As at March 31, 2024	As at March 31, 2023
0.45	-
8.94	4.18
<b>9.39</b>	<b>4.18</b>

\* Refer note 24 for trade payables to related parties

(i) Based on the information available with the Company, there are no outstanding dues and payments made to any supplier of goods and services beyond the specified period under Micro, Small and Medium Enterprises Development Act, 2006 [MSMED Act]. There is no interest payable or paid to any suppliers under the said Act.

(ii) Trade Payable ageing Schedule

Trade Payable ageing Schedule as on March 31, 2024:

Particulars	Particulars Outstanding for following periods from due date of Payment			
	Less than 1 Year	1-2 Years	More than 3 Years	Total
MSME	0.45	-	-	0.45
Others	8.94	-	-	8.94
Disputed - MSME	-	-	-	-
Disputed - Other	-	-	-	-
<b>Total</b>	<b>9.39</b>	<b>-</b>	<b>-</b>	<b>9.39</b>

Trade Payable ageing Schedule as on March 31, 2023:

Particulars	Particulars Outstanding for following periods from due date of Payment			
	Less than 1 Year	1-2 Years	More than 3 Years	Total
MSME	-	-	-	-
Others	4.18	-	-	4.18
Disputed - MSME	-	-	-	-
Disputed - Other	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4.18</b>

14 Other financial liabilities

Employee Benefits Expenses Payable  
Payable to related parties\*

Total other financial liabilities

\* Refer note 24 for payables to related parties

As at March 31, 2024	As at March 31, 2023
0.68	-
0.07	-
<b>0.75</b>	<b>-</b>

15 Other current liabilities

Statutory due payable  
Advance from Customers

Total other current liabilities

As at March 31, 2024	As at March 31, 2023
0.16	0.04
0.01	-
<b>0.17</b>	<b>0.04</b>





Notes forming part of the Financial statement for the year ended March 31, 2024  
(Amount in INR million unless otherwise stated)

	Year ended March 31, 2024	Year ended March 31, 2023
16 Revenue from operations		
-Sale of services	51.91	43.39
Total revenue from operations	<u>51.91</u>	<u>43.39</u>
(i) Reconciliation of revenue from contracts with customers	March 31, 2024	March 31, 2023
Revenue from contracts with customers as per contract price	52.82	43.46
Adjustments made to contract price on account of Discounts/ Rebates	(0.91)	(0.07)
Total revenue from operations	<u>51.91</u>	<u>43.39</u>
(ii) Performance Obligation		
Sales of services: The performance obligation in respect of Diagnostics services is satisfied at a point of time .		
17 Employee benefits expense	Year ended March 31, 2024	Year ended March 31, 2023
Salaries, wages, bonus and other allowances	8.05	2.82
Contribution to provident and other funds (Refer note 22)	0.84	-
Compensated absences expense (Refer note 22)	0.14	0.08
Gratuity expenses (Refer note 22)	0.18	0.10
Staff welfare expenses	0.26	0.27
Total employee benefits expense	<u>9.47</u>	<u>3.26</u>
18 Finance costs	Year ended March 31, 2024	Year ended March 31, 2023
Interest on borrowing		
On loans from related parties	-	0.00
Bank Charges	0.03	0.02
Total finance costs	<u>0.03</u>	<u>0.02</u>
19 Other expenses	Year ended March 31, 2024	Year ended March 31, 2023
Power & Fuel	3.71	2.77
Rent	0.12	0.18
Repairs and maintenance - Machinery	0.07	0.06
Rates and taxes	0.02	0.17
Logistics expenses	0.06	0.04
Travelling and lodging expenses	0.46	0.39
Auditors' remuneration (Refer note below)	0.14	0.10
Security and facility management expenses	5.67	4.75
Business promotion expenses	0.03	0.10
Printing & Stationery	0.13	0.10
Communication expenses	0.61	0.37
Office expenses	0.39	0.69
Legal and professional charges	0.09	0.06
Reporting Charges	4.26	3.79
Miscellaneous expenses	-	0.01
Total other expenses	<u>15.76</u>	<u>13.57</u>
The following is the breakup of auditor's remuneration:	Year ended March 31, 2024	Year ended March 31, 2023
Statutory audit Fees*	0.10	0.09
Limited Review Fees*	0.04	0.01
Total	<u>0.14</u>	<u>0.10</u>

\* Auditor remuneration includes GST component



Notes forming part of the Financial statement for the year ended March 31, 2024  
(Amount in INR million unless otherwise stated)

- 20 Income Tax and Deferred tax  
(A) Deferred tax relates to the following:

Deferred tax assets

On Expenses provided but allowable in Income Tax on payment basis -  
Provision for employee benefits  
On Difference on account of Book Losses

Total Deferred tax assets

Deferred tax liabilities

Total Deferred tax liabilities

Deferred tax asset, net

	As at March 31, 2024	As at March 31, 2023
	-	0.05
	0.07	0.09
	<u>0.07</u>	<u>0.14</u>
	-	-
	-	-
	<u>0.07</u>	<u>0.14</u>

- (B) Movement of deferred tax assets/ (liabilities) (net):

Opening balance as of April 1, 2023

On re-measurement gains/(losses) of post-employment benefit obligations  
considered in OCI

Tax asset recognized in Statement of Profit and Loss

Closing balance as at March 31, 2024

	As at March 31, 2024	As at March 31, 2023
	0.14	0.25
	(0.02)	0.01
	(0.05)	(0.12)
	<u>0.07</u>	<u>0.14</u>

- (C) Deferred tax assets recognized in Statement of Profit and Loss

Deferred tax charge/(credit) on expenses allowed on payment basis

- Provision for employee benefits

Deferred tax asset on carry forward business losses

	As at March 31, 2024	As at March 31, 2023
	-	0.05
	(0.05)	0.07
	<u>(0.05)</u>	<u>0.12</u>

- (D) Income tax expense/(income) recognised in statement of profit or loss

- Income tax expense

- Deferred tax (income)

Income tax expense reported in the statement of profit or loss

	Year ended March 31, 2024	Year ended March 31, 2023
	-	-
	0.05	0.12
	<u>0.05</u>	<u>0.12</u>

- (E) Income tax expense charged to OCI

Net loss/(gain) on remeasurements of defined benefit plans

Income tax charged to OCI

	Year ended March 31, 2024	Year ended March 31, 2023
	0.02	(0.01)
	<u>0.02</u>	<u>(0.01)</u>





\*Included in Employee benefits expense (Refer Note 22). Actuarial (gain)/loss of Rs March 31, 2024 : Rs (0.07) million | March 31, 2023:Rs 0.04 million is included in other comprehensive income.

v) **Changes in the Fair Value of Plan Assets**

Present value of obligation at the End of the year	
Acquisition adjustments	
Transfer In / (Out)	
Interest Income	
Contributions	
Mortality Charges and Taxes	
Benefits paid	
Amount paid on settlement	
Return on plan assets, excluding amount recognized in Interest Income - Gain / (Loss)	
<b>Fair value of plan assets at the end of the period</b>	

As at	As at
March 31, 2024	March 31, 2023
-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-

vi) **Assets and liabilities recognized in the Balance Sheet:**

Present value of unfunded obligation as at the end of the year	
Fair value of the plan assets at the end of period	
Surplus / (Deficit)	
Current liability	
Non-current liability	

As at	As at
March 31, 2024	March 31, 2023
(0.24)	(0.13)
-	-
(0.24)	(0.13)
-	0.00
0.24	0.13
(0.24)	(0.13)

**Unfunded net (liability) recognized in Balance Sheet\***

\*Included in provision for employee benefits (Refer note 12)

vii) **Reconciliation Of Net Asset / (Liability) Recognised:**

Net asset / (liability) recognised at the beginning of the period	
Amount recognised outside	
Expense recognised at the end of period	
<b>Net (liability) recognised at the end of the period</b>	

As at	As at
March 31, 2024	March 31, 2023
(0.13)	-
0.07	(0.04)
(0.18)	(0.10)
(0.24)	(0.13)

viii) **Expected contribution to the fund in the next year**

Gratuity

As at	As at
March 31, 2024	March 31, 2023
-	-

ix) **A quantitative sensitivity analysis for significant assumption is as shown below:**

Impact on defined benefit obligation

Discount rate

1.00% increase	
1.00% decrease	

Rate of increase in salary

1.00% increase	
1.00% decrease	

Impact of change in withdrawal rate

1.00% increase	
1.00% decrease	

Employee's gratuity	
As at	As at
March 31, 2024	March 31, 2023
0.23	0.13
0.24	0.14
0.24	0.14
0.23	0.13
0.24	0.13
0.24	0.13

x) **Maturity profile of defined benefit obligation**

Year

Apr 2025- Mar 2026	
Apr 2026- Mar 2027	
Apr 2027- Mar 2028	
Apr 2028- Mar 2029	
Apr 2029- Mar 2033	
Apr 2030- Mar 2034	

Employee's gratuity	
As at	As at
March 31, 2024	March 31, 2023
-	-
-	-
0.04	0.05
0.06	
0.00	0.45
0.35	-

23 **Leases where company is a lessee**

The company has not entered into any lease transactions.



24 Related Party Disclosures: March 31, 2024

In accordance with the requirements of Ind AS - 24 'Related Party Disclosures', names of the related parties, related party relationship, transactions and outstanding balances including commitments where control exists and with whom transactions have taken place during reported periods are:

(A) Names of related parties and description of relationship as identified and certified by the Company:

**Holding company**

Krsnaa Diagnostics Limited

**Companies under common control**

KDPL Diagnostics (Amritsar) Private Limited  
KDPL Diagnostics (Bathinda) Private Limited  
KDPL Diagnostics (Jalandhar) Private Limited  
KDPL Diagnostics (Ludhiana) Private Limited  
KDPL Diagnostics (SAS Nagar) Private Limited  
Krsnaa Diagnostics (Mohali) Private Limited

**Key Management Personnel (KMP)**

Mr. Yash Mutha- Director w.e.f. February 28, 2024  
Mr. Chetan Karnawat - Director  
Mr. Prashant Deshmukh- Director w.e.f. October 20, 2023  
Mr. Ram Singh - Resigned from Directorship w.e.f. February 28, 2024

(B) Details of transactions with related party in the ordinary course of business for the year ended:

	Year Ended March 31, 2024	Year Ended March 31, 2023
(i) Expenses Incurred:		
Revenue share expense to Holding Company	27.13	25.84
Interest expense on loan from Holding Company	-	0.00
(ii) Loans (liability) taken earlier now repaid during the period		
Krsnaa Diagnostics Limited	-	0.25
(iii) Loans (liability) taken during the period		
Krsnaa Diagnostics Limited	-	0.04

(C) Outstanding Balances

	As at March 31, 2024	As at March 31, 2023
Revenue share payable to Holding Company	2.68	(2.17)
Receivable from KDPL Diagnostics (Amritsar) Private Limited	(0.01)	-
Payable to KDPL Diagnostics (Ludhiana) Private Limited	0.07	-
Receivable from Krsnaa Diagnostics (Mohali) Private Limited	(9.45)	-

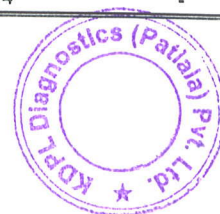
25 Segment reporting

The Company's operations predominantly relate to providing Radiology services for CT & MRI scan. The Chief Operating Decision Maker (CODM) reviews the operations of the Company as one operating segment. Hence no separate segment information has been furnished herewith.  
No single customer has accounted for more than 10% of the Company's revenue for the year ended 31 March 2024 and 31 March 2023.

26 Fair values of financial assets and financial liabilities

Financial Instruments by Category:

Financial Asset	March 31, 2024		March 31, 2023	
	FVTPL	Amortised Cost	FVTPL	Amortised Cost
<b>Financial assets valued at amortized cost</b>				
Security Deposit (Current + Non Current)	-	0.01	-	-
Trade receivables	-	0.00	-	0.86
Cash and cash equivalents	-	0.44	-	0.18
Receivable from related parties	-	9.46	-	3.15
<b>Total Financial Asset</b>	-	<b>9.91</b>	-	<b>4.19</b>
<b>Financial Liabilities</b>				
<b>Financial Liabilities valued at amortized cost</b>				
Trade Payable	-	9.39	-	4.18
Employee reimbursement payable	-	-	-	-
Employee Benefits Expenses Payable	-	0.68	-	-
Other Payable	-	0.07	-	-
<b>Total Financial Liabilities</b>	-	<b>10.14</b>	-	<b>4.18</b>





**27 Fair value hierarchy**

- a The following is the hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

No financial assets/liabilities have been valued using level 1 fair value measurements.

**b Fair Value of financial assets and liabilities measured at amortised cost**

The fair value of other current financial assets, cash and cash equivalents, trade receivables, trade payables, short-term borrowings and other financial liabilities approximate the carrying amounts because of the short term nature of these financial instruments.

The amortized cost using effective interest rate (EIR) of non-current financial assets consisting of security and term deposits and of non current financial liabilities consisting of borrowings and security deposit received are not significantly different from the carrying amount.

For financial assets and liabilities that are measured at fair value, the carrying amounts are equal to the fair values.

**28 Financial risk management objectives and policies**

The Company is exposed to various financial risks. These risks are categorized into market risk, credit risk and liquidity risk. The Company's risk management is coordinated by the Board of Directors and focuses on securing long term and short term cash flows. The Company does not engage in trading of financial assets for speculative purposes.

**(A) Market risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include borrowings and derivative financial instruments. Further, the Company is not exposed to currency risk as the Company does not have any significant foreign currency outstandings/receivables neither is the Company exposed to price or commodity risk.

**(B) Credit risk**

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations. The Company is exposed to credit risk from its operating activities (primarily trade receivables and security deposit to hospitals), from its financing activities, including deposits with banks and other statutory deposits with regulatory agencies. The maximum exposure to credit risk is equal to the carrying value of the financial assets. The objective of managing counterparty credit risk is to prevent losses in financial assets. The Company assesses the credit quality of the counterparties, taking into account their financial position, past experience and other factors.

The Company limits its exposure to credit risk of cash held with banks by dealing with highly rated banks and institutions and retaining sufficient balances in bank accounts required to meet a month's operational costs. The Company does not foresee any credit risks on deposits with regulatory authorities. Customer credit risk is managed by the Group's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on an extensive credit rating scorecard and individual credit limits are defined in accordance with this assessment. Outstanding customer receivables are regularly monitored. On account of adoption of Ind AS 109, the Company uses expected credit loss model to assess the impairment loss or gain.

**(C) Liquidity risk**

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due.

The table below summarizes the maturity profile of the Company's financial liabilities:

As at March 31, 2024

	Less than 1 year	1 to 5 years	More than 5 years	Total
Trade payables	9.39	-	-	9.39
Other financial liability	0.75	-	-	0.75
	10.14	-	-	10.14

As at March 31, 2023

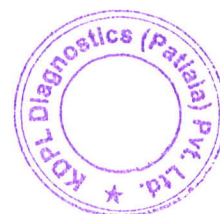
Trade payables	4.18	-	-	4.18
Other financial liability	-	-	-	-
	4.18	-	-	4.18

**29 Capital management**

For the purpose of the Company's capital management, capital includes issued equity capital, instrument entirely equity in nature, share premium and all other equity reserves attributable to the equity holders. The primary objective of the Company's capital management is to maximize the shareholder value and to ensure the Company's ability to continue as a going concern.

The Company has not distributed any dividend to its shareholders. The Company monitors gearing ratio i.e. total debt in proportion to its overall financing structure, i.e. equity and debt. Total debt comprises of non-current and current borrowing including current maturities of long term borrowings and liability on compulsory convertible preference share. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets.

No changes were made in the objectives, policies or processes for managing capital during the year ended March 31, 2024 and March 31, 2023.



## 21 Earnings/Loss per share

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

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

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

	Year ended March 31, 2024	Year ended March 31, 2023
Profit/(Loss) attributable to equity holders	(0.53)	0.58
Weighted average number of equity shares for basic EPS	10,000	10,000
Effect of dilution:	-	-
Weighted average number of equity shares adjusted for the effect of dilution	10,000	10,000
Basic & diluted (loss)/earnings per share (INR)	(53.19)	57.51

## 22 Employee benefits

## (A) Contribution to Defined Contribution Plans

During the year, the Company has recognized the following amounts in the Statement of Profit and Loss -

	Year ended March 31, 2024	Year ended March 31, 2023
Employers' Contribution to Provident Fund (Refer note17)	0.66	-
Employers' Contribution to Employee State Insurance (Refer note17)	0.17	-
Employers' Contribution to Labour Welfare Fund (Refer note 17)	0.01	-
	0.84	-

## (B) Defined benefit plans

Gratuity payable to employees  
Compensated absences for Employees

	Year ended March 31, 2024	Year ended March 31, 2023
Gratuity payable to employees	0.24	0.13
Compensated absences for Employees	0.14	0.08
	0.38	0.22

## i) Actuarial assumptions

	As at March 31, 2024	As at March 31, 2023
Discount rate (per annum)	7.20%	7.30%
Rate of increase in Salary	6.00%	6.00%
Expected average remaining working lives of employees (years)	3.32	5.83
Attrition rate	30%	17%
Expected rate of return on plan assets	NA	NA

## ii) Changes in the present value of defined benefit obligation

	Employers's gratuity	
	As at March 31, 2024	As at March 31, 2023
Present value of obligation at the beginning of the year	0.13	-
Interest cost	0.01	-
Current service cost	0.16	-
Transfer In/Out	0.01	0.10
Actuarial (gain)/ loss on obligations	(0.07)	0.04
Present value of obligation at the end of the year/period*	0.24	0.13

\*Included in provision for employee benefits (Refer note 12)

## iii) Expense recognized in the Statement of Profit and Loss

	Employers's gratuity	
	Year ended March 31, 2024	Year Ended March 31, 2023
Current service cost	0.16	-
Interest cost	0.01	-
Transfer In/Out	0.01	0.10
Total expenses recognized in the Statement Profit and Loss*	0.18	0.10

## iv) Remeasurement (gain)/loss recognised in Other Comprehensive Income (OCI):

	Year ended	
	March 31, 2024	March 31, 2023
Opening amount recognised in OCI outside profit and loss account	0.04	-
Remeasurement for the year - obligation (Gain) / Loss	(0.07)	0.04
Remeasurement for the year - plan asset (Gain) / Loss	-	-
Total Remeasurements Cost / (Credit ) for the year recognised in OCI	(0.07)	0.04
Closing amount recognised in OCI outside profit and loss account	(0.03)	0.04





- 30 **Corporate Social Responsibility (CSR)**  
As per Section 135 of the Companies Act, 2013, a company, meeting the applicability threshold, needs to spend at least 2% of its average net profit for the immediately preceding three financial years on corporate social responsibility (CSR) activities. As these applicable thresholds are not met, CSR is not applicable to the company.
- 31 **Contingent Liabilities**  
There were no contingent liabilities as on March 31, 2024 & March 31, 2023.
- 32 **Registration of charges or satisfaction with Registrar of Companies**  
The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- 33 **Compliance with number of layers of companies**  
The company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.
- 34 There are no immovable properties standing in the books of the company, hence the discloser of title deed not held in the name of the company is not applicable.
- 35 The Company does not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.
- 36 The company has not being declared as willful defaulter by any bank or financials institution or any government authority.
- 37 The Company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
- 38 **Utilisation of Borrowed funds and share premium:**  
(i) 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 ;  
(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries  
(ii) 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
- 39 The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- 40 **Capital Commitments**  
There are no capital commitments as at March 31, 2024 & March 31, 2023.
- 41 **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.
- 42 **Events after the reporting period**  
No Significant Subsequent events have been observed which may require an adjustments to the financial statements.
- 43 The Company does not have any undisclosed income which is not recorded in the books of account that has been surrendered or disclosed as Income during the year, (previous year) in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- 44 The Company has incurred loss of Rs. 0.53 million during the year March 31, 2024. Further, it has accumulated losses amounting to Rs. 0.68 million as at March 31, 2024 (March 31, 2023: Rs. 0.20 million) which has eroded the net worth of the Company as at that date. Also, the Company's current liabilities exceeds its current assets by Rs. 0.33 million (March 31, 2023: Rs. 0.05 million). These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. However, the Holding Company has provided a letter of support confirming their willingness to provide financial and operational support to the Company for a period of at least the next twelve months to enable the Company to pay its obligations as and when they fall due. Further, the management of the Company has reviewed the projected cash flows of the Company for the next 12 months and based on the same, it believes that the Company has sufficient resources to continue its operations as a going concern for the foreseeable future. In view of the above, the management of the Company considers that the going concern assumption in the preparation of the financial statements of the Company for the year ended March 31, 2024 is appropriate. Accordingly, the financial statements of the Company for the year ended March 31, 2024 have been prepared on going concern basis.



Notes forming part of the Financial statement for the year ended March 31, 2024  
(Amount in INR million unless otherwise stated)

45 Ratios

S No.	Ratio	Particulars		Ratio as on		Variation (in %)	Reason (if variation is more than 25%)
		Numerator	Denominator	March 31 ,2024	March 31 ,2023		
(a)	Current Ratio	Current Assets	Current Liability	0.97	0.99	-1.99%	
(b)	Debt-Equity Ratio	Debt = Long term borrowing and current maturities of long-term borrowings and lease liabilities.	Equity	NA	NA	NA	
(c)	Debt Service Coverage Ratio	Net Operating Income= Net profit after taxes + Non-cash operating expenses/ (income) + finance cost	Debt Service = Repayment of borrowings (excluding the foreclosure amount prepaid during the current year) + interest paid + lease payments	NA	NA	NA	
(b)	Return on Equity Ratio	Net Income= Net Profits after taxes	Average Shareholders' Equity	154.75%	-152.13%	-201.73%	FY2021-22 was the first year of operation, since then centers of the company are in the process of getting stabilized. Hence, there is variation in ratio.
(e)	Inventory Turnover Ratio	Cost of Goods Sold	Average Inventory	NA	NA	NA	
(f)	Trade Receivables Turnover Ratio	Revenue from operations	Average Trade Receivables	NA	NA	NA	
(g)	Trade Payables Turnover Ratio	Purchases	Average Trade Payable * Trade payables related to purchases & consumables only	NA	NA	NA	
(c)	Net Capital Turnover Ratio	Revenue from operations	Average Working Capital	-281.97	-91.20	209.17%	FY2021-22 was the first year of operation, since then centers of the company are in the process of getting stabilized. Hence, there is variation in ratio.
(d)	Net Profit Ratio	Net Profit	Revenue from Operations	-1.02%	1.33%	-177.32%	FY2021-22 was the first year of operation, since then centers of the company are in the process of getting stabilized. Hence, there is variation in ratio.
(e)	Return on Capital Employed	EBIT= Earnings before interest and taxes	Capital Employed = Average of Shareholders' Equity + Long Term Borrowings & Leases.	132.61%	-190.48%	-169.62%	FY2021-22 was the first year of operation, since then centers of the company are in the process of getting stabilized. Hence, there is variation in ratio.
(k)	Return on Investment	Income generated from investments	Average Investments	NA	NA	NA	

46 The Code on Social Security 2020

The Code on Social Security 2020 ('the Code') relating to employee benefits, during the employment and post-employment, has received Presidential assent on September 28, 2020. The Code has been published in the Gazette of India. Further, the Ministry of Labour and Employment has released draft rules for the Code on November 13, 2020. However, the effective date from which the changes are applicable is yet to be notified and rules for quantifying the financial impact are also not yet issued. The Company will assess the impact of the Code and will give appropriate impact in the financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.

47 Previous year figures have been regrouped/ reclassified to confirm presentation as per Ind AS and as required by Schedule III of the Act.

As per our report of even date  
For M S K A & Associates  
Chartered Accountants  
Firm Registration Number:105047W

Shradha Khivarsara  
Partner

Membership No: 134285

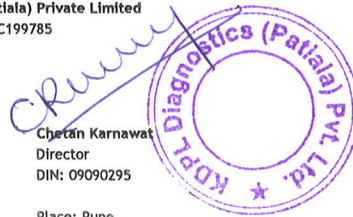
Place: Pune  
Date: May 17, 2024



For and on behalf of the Board of Directors  
KDPL Diagnostics (Patiala) Private Limited  
CIN:U85100PN2021PTC199785

Yash Mutha  
Director  
DIN:07285523

Place: Pune  
Date: May 17, 2024



Chetan Karnawat  
Director  
DIN: 09090295

Place: Pune  
Date: May 17, 2024