SRAVATHI ADVANCE PROCESS TECHNOLOGIES PRIVATE LIMITED

AUDITED FINANCIALS FOR THE FINANCIAL YEAR 2022-23

CIN : U24299KA2019PTC121993
PAN : ABBCS6830P
TAN : BLRS70407B
DOI : 28-02-2019

Directors:	DIN Nos.	PAN Nos.
Mr. Kishan Gurram	06869882	AHSPK0846M
Mr. Vishnukant C Bhutada	01243391	ADQPB5719G
Mr. Ramakant Innani	03222748	AACPI8392K

Registered Office:
1st Floor, Site No. 40, 2nd Main Road,
Industrial Town, Rajajinagar,
BENGALURU – 560010

Contact Information:
Contact No. : 080-49738885
E-mail ID : sravathiadvanceprocess@yahoo.com
Website Link : www.sravathi.com

Statutory Auditors:
Bohara Bhandari Bung & Associated LLP,
Chartered Accountants
#12-10-89/1, Anagha Complex, 2nd Floor,
Above Canara Bank, Sath Kacheri Road,
RAICHUR – 584101

Sravathi Advance Process Technologies Private Limited
Part - I - Balance Sheet
(All amount are in Indian Rupees unless otherwise stated)

Particulars	Note	As at 31.03.2023	As at 31.03.2022
ASSETS			
Non Current Assets			
(a) Property Plant & Equipment	2	17,46,54,268	7,53,44,702
(b) Capital Work in Progress	3	10,88,344	8,13,97,375
(c) Right of Use Asset	4	1,40,21,674	1,86,10,463
(d) Financial Assets			
- Other financial assets	5	61,12,884	61,15,982
(e) Deferred Tax (Net)	6	3,10,31,549	1,53,31,884
(f) Other Non-curent Assets	7	18,000	17,39,819
Total Non-Current Assets		**22,69,26,719**	**19,85,40,225**
Current Assets			
(a) Financial Assets			
(i) Trade Receivable	8	2,44,36,550	19,43,000
(ii) Cash and Cash Equivalents	9	24,09,389	23,09,460
(b) Other Current Assets	10	2,88,59,649	2,84,62,223
Total Current Assets		**5,57,05,588**	**3,27,14,683**
Total Assets		**28,26,32,306**	**23,12,54,908**
EQUITY AND LIABILITIES			
A) Equity			
(a) Equity Share Capital	11	10,00,000	10,00,000
(b) Other Equity	12	(11,64,75,234)	(6,85,49,678)
Total Equity		**(11,54,75,234)**	**(6,75,49,678)**
B) Liabilities			
Non-current liabilities			
(a) Financial Liabilities			
(i) Borrowings	13	34,18,55,263	24,44,33,968
(ii) Lease Liabilities	14	27,58,284	1,03,61,785
(b) Long Term Provisions	15	42,68,263	13,30,368
Total Non-Current Liabilities		**34,88,81,810**	**25,61,26,121**
Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	16	41,74,368	-
(ii) Lease Liability	17	1,15,76,254	88,33,875
(iii) Trade Payables	18		
- total outstanding dues of micro enterprises and small enterprises		76,22,147	15,04,788
- total outstanding dues of creditors other than micro enterprises and small enterprises		33,71,103	17,80,456
(iv) Others	19	45,51,686	1,30,42,783
(b) Other Current Liabilities	20	1,65,18,253	1,45,78,865
(c) Short Term Provisions	21	14,11,919	29,37,698
Total Current Liabilities		**4,92,25,729**	**4,26,78,465**
Total Equity & Liabilities		**28,26,32,306**	**23,12,54,908**

The accompanying notes are an integral part of the financial statements

As per our report of even date attached
for Bohara Bhandari Bung & Associates LLP
Chartered Accountants
Firm's registration No.008127S/S200013

CA.Pankaj Kumar Bohara
Partner
M.No: 215471

Bohara Bhandari Bung And Associates LLP
CA
Firm Regn.No.
008127S/
S-200013
Chartered Accountant

Place : Raichur
Date: 19.05.2023

For and on behalf of Board of Directors

Vishnukant C Bhutada
Director
DIN No.01243391

Kishan Gurram
Managing Director
DIN No. 06869882

SRAVATHI ADVANCE PROCESS TECHNOLOGIES PVT. LTD.
RAJAJINAGAR
BANGALORE
560 010

Vandana
S Vandana Modani
Company Secretary
Place : Raichur
Date: 19.05.2023

Sravathi Advance Process Technologies Private Limited
Part - II - Statement of Profit and Loss
(All amount are in Indian Rupees unless otherwise stated)

Particulars	Note	For the Period ended 31st Mar 2023	For the Period ended 31st Mar 2022
Revenue			
a) Revenue from operations	22	9,19,97,785	3,59,02,448
b) Other income	23	5,47,062	6,18,517
Total Income		**9,25,44,847**	**3,65,20,965**
Expenses			
a) Purchases Stock in Trade	24	76,73,800	-
b) Employee Benefits Expense	25	7,58,78,160	5,21,54,105
c) Depreciation and Amortisation Expense	2	2,72,93,040	1,24,31,500
d) Finance Cost	26	2,07,04,482	1,22,70,881
e) Other Expenses	27	3,47,09,873	1,72,39,423
Total expenses		**16,62,59,355**	**9,40,95,909**
Profit / (Loss) before tax		**(7,37,14,508)**	**(5,75,74,944)**
Tax expense			
i) Current Income tax		-	-
ii) Deferred Tax Expense / (reversal)		(1,83,22,879)	(1,59,77,651)
		(1,83,22,879)	(1,59,77,651)
Profit / (Loss) for the Period (A)		**(5,53,91,629)**	**(4,15,97,293)**
Other Comprehesive Income (B)		-	-
A)Items that will not be reclassed profit or loss			
- Acturial Gain / (Loss) for defined benefit plan (net)		(9,85,357)	7,68,220
- Tax effect on the above		2,56,193	(1,99,737)
Total Comprehensive income for the year (A+B)		**(5,61,20,793)**	**(4,10,28,810)**
Earning per equity share			
Basic and Diluted EPS per share of Rs.10/- each		(561.21)	(410.29)

The accompanying notes form an integral part of the financial statements

As per our report of even date attached
for Bohara Bhandari Bung & Associates LLP
Chartered Accountants
Firm's registration No.008127S/S200013

CA.Pankaj Kumar Bohara
Partner
M.No: 215471

Bohara Bhandari Bung And Associates LLP
CA
Firm Regn.No. 008127S/ S-200013
Chartered Accountant

Place/Camp : Raichur
Date: 19.05.2023

For and on behalf of the Board of Directors

Vishnukant C Bhutada
Director
DIN No.01243391

Kishan Gurram
Managing Director
DIN No. 06869882

Sravathi Advance Process Technologies Pvt. Ltd.
Rajajinagar Bangalore 560 010

Vandana

S Vandana Modani
Company Secretary
Place/Camp : Raichur
Date: 19.05.2023

Sravathi Advance Process Technologies Private Limited
Cash Flow Statement for the year ended
(All amounts in Indian Rupees unless otherwise stated)

Particulars	31.03.2023	31.03.2022
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax as per Statement of Profit and Loss	(7,37,14,508)	(5,75,74,944)
Less: Adjustments		
Notional Interest on Security deposits	4,24,328	6,03,713
Unclaimed salary written back	34,842	14,804
Write off Lease Liability	6,19,738	-
Sundry credit balances written back	2,32,228	
	(7,50,25,644)	(5,81,93,461)
Add: Adjustments		
Interest	2,07,04,482	1,22,70,881
Unrealized Exchange loss	-	-
Provision for Gratuity	16,20,885	5,53,257
Provision for Leave Encashment	4,64,750	3,74,594
Depreciation & Amortisation	2,72,93,040	93,01,347
Loss on sale of assets	43,974	-
Asset Written off	5,50,658	-
Operating profit before working capital changes & Other Adjustments	(2,43,47,855)	(3,56,93,382)
Adjustments for Increase / (Decrease) in Operating Liabilities		
Trade Payables	79,40,234	(5,04,360)
Other Non-Current Liabilities	-	-
Other Financial Liabilities	(84,91,097)	1,22,73,359
Other Current Liabilities	19,74,230	80,62,575
Short Term Provision	(16,53,569)	22,80,263
Other Liabilities & Provisions	(5,307)	(11,729)
Adjustments for (Increase) / Decrease in Operating Receivables		
Non-current Financial Assets	(1,500)	(1,17,499)
Other Non Current Assets	17,21,819	(11,28,345)
Trade Receivables	(2,24,93,550)	(19,43,000)
Other Current Assets	42,78,676	(1,17,86,527)
	(4,10,77,919)	(2,85,68,645)
Less: Income Taxes (Net)	(46,76,104)	(13,20,500)
Net Cash flow from Operating activities	**(4,57,54,023)**	**(2,98,89,145)**
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(11,69,51,868)	(1,47,45,612)
Capital Work in Progress	8,03,09,031	(7,53,19,451)
Sale of Fixed Assets	5,27,077	-
Net cash flow (used in) Investing Activities	**(3,61,15,761)**	**(9,00,65,063)**
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Short term Borrowing	41,74,368	-
Issue of Compulsorily Convertible Preference Shares	8,89,00,000	13,08,50,000
Finance Cost	(82,868)	-
Payment of Lease Liabilities	(1,10,21,788)	(89,32,820)
Net cash flow from/(Used in) Financing Activities	**8,19,69,713**	**12,19,17,180**
Net Increase/(decrease)in Cash and Cash Equivalents	99,929	**19,62,970**
Cash & Cash Equivalents at the Beginning of the year	23,09,460	3,46,490
Cash & Cash Equivalents at the End of the year	**24,09,389**	**23,09,460**

Components of Cash and Cash Equivalents	31.03.2023	31.03.2022
Cash on Hand	18,365	45,826
Cash at Banks		
a) In Current Account	23,91,024	22,63,634
Total Cash and Cash Equivalents	**24,09,389**	**23,09,460**
	-	-

Reconciliation between opening and closing balance sheet for liabilities arising from financing activities	31.03.2023	31.03.2022
Opening Balance	24,44,33,968	12,52,08,542
Cash flows	8,89,00,000	13,08,50,000
Non-cash movements	85,21,295	(1,16,24,574)
Closing balance	**34,18,55,263**	**24,44,33,968**

As per our report of even date attached
For **Bohara Bhandari Bung & Associates LLP**
Chartered Accountants
Firm's registration No.008127S / S200013

CA.Pankaj Kumar Bohara
Partner
M.No: 215471

Place : Raichur
Date: 19.05.2023

Bohara Bhandari Bung And Associates LLP
Firm Regn.No. 008127S/ S-200013
Chartered Accountant

For and on behalf of the Board of Directors

Vishnukant C Bhutada
Director
DIN No.01243391

Place : Raichur
Date: 19.05.2023

Kishan Gurram
Managing Director
DIN No. 06869882

S Vandana Modani
Company Secretary

SRAVATHI ADVANCE PROCESS TECHNOLOGIES PVT. LTD.
RAJAJINAGAR BANGALORE 560 010

NOTES FORMING PART OF FINANCIAL STATEMENTS

1. Company Overview

Sravathi Advance Process Technologies Private Limited was incorporated in FY 2018-19. Company Corporate office located at 1st Floor & Unit-1 R&D is located at 2nd & 3rd Floor, No. 113/40, Industrial Town, Rajajinagar in Bengaluru with a built-up facility of about 15000 sq.ft & Unit-2 is located in the Bommasandra Industrial area, Bengaluru with a built-up facility of about 7000 sq.ft for office & 18000 sq.ft for R&D and can embrace total strength of 150+ employees. Currently the organization has powerhouse of 125+ researchers of multi-disciplinary competencies with abundant scope for expansion. Global Advanced process Innovator with Competitive Advantage in Pharmaceuticals, fine chemicals, high value chemicals, petrochemicals, agro chemicals, flavors and fragrances. Having 3 technocrats each having more than two decades of global experience and expertise gained from world reputed multinational companies. The company is MSME, which provides advanced differentiated process technologies, research and development support for Sravathi's businesses.

Sravathi's aim is to contribute to the enhancement of quality of life through creation of innovative advanced technologies using state-of-art techniques such as Artificial Intelligence and Process Intensification and through the provision of pharmaceuticals and other chemicals addressing diverse needs of people.

Sravathi is a dynamic organization with a blend of employees with varied backgrounds, experience levels, expertise & competencies in different scientific fields. We have doctorates in science and engineering with applied research experience in respective fields and young graduates and postgraduates with an attitude to achieve excellence. Our multi-disciplinary skills in Research and development include capabilities in:

1. Advanced Synthetic Chemistry - Lab scale from grams to kilograms scale.
2. Process development and Process Intensification – Lab Screening modules and Bench Scale Modules.
3. Data Sciences and Predictive Chemistry.
4. Analytical chemistry.

Our highly experienced multi-disciplinary teams ensure development of novel advanced differentiated process intensification technologies from reaction section to downstream section, scalability, CDP, BEP and support in building scale-up facilities.

Shilpa Medicare Limited holding the Equity Share by 65% in SRAVATHI.

2. Basis of Preparation of Financial Statements

a) Statement of Compliance

These financial statements have been prepared in accordance with the Indian Accounting Standards (Ind AS) as specified under section 133 of the Companies Act 2013 read together with the Rule 4 of Companies (Indian Accounting Standards) Rules, 2015 as amended by Companies (Indian Accounting Standards) Amendment Rules, 2016 to the extent applicable and the other relevant provisions of the Act, pronouncements of the regulatory bodies applicable to the Company.

These financial statements have been prepared for the Company as a going concern on the basis of relevant Ind AS that are effective at the Company's annual reporting date, March 31, 2023. The accounting policies are applied consistently to all the periods presented in the financial statements.
The financial statements of the Company for the year ended March 31, 2023 were approved by the Board of Directors on May 19, 2023.

b) Basis of Measurement
The financial statements have been prepared on the historical cost basis ((i.e., on accrual basis), except for the following assets and liabilities which have been measured at fair value, wherever applicable.

- Derivative financial instruments
- Certain financial assets / liability measured at fair value.
- Defined Benefit Plan's at fair value less present value of defined obligations.

c) Functional and presentation currency
The financial statements are presented in Indian Rupees which is the functional currency for the Company. All amounts have been rounded-off to the nearest lakhs unless otherwise stated.

d) Current non-current classification
The assets and liabilities in the balance sheet are presented based on current/non-current classification.

An asset is current when it satisfies the below mentioned criteria :

(i) Expected to be realised or intended to be sold or consumed in normal operating cycle, or

(ii) Held primarily for the purpose of trading, or

(iii) Expected to be realised within twelve months after the reporting period, or

(iv) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for atleast twelve months after the reporting period.

All other assets are classified as non-current assets.

A liability is current when it satisfies the below mentioned criteria :

(i) Expected to be settled in normal operating cycle, or

(ii) Held primarily for the purpose of trading, or

(iii) Due to be settled within twelve months after the reporting period, or

(iv) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are treated as non-current.

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e) **Use of accounting Estimates and Judgments:**

The preparation of the standalone financial statements in conformity with Ind AS requires Management to make estimates, judgements and assumptions. These estimates, judgements and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the standalone financial statements.

The areas involving critical estimates or judgments are:

- Estimation of Useful life of Property, plant and equipment and intangibles (Note 3.(a) & (b))
- Estimation of impairment (Note 3(d)
- Leases (Note 3(e))
- Recognition of deferred taxes (Note 3(j))
- Estimation of provision (Note 3(l))

3. **Significant Accounting Policies**

a) **Property, Plant and Equipment & Depreciation**

i. Items of property, plant and equipment are stated at cost less accumulated depreciation and impairment losses if any. Cost comprises of purchase price and any attributable cost of bringing the assets to its working condition for its intended use.

ii. Capital work-in-progress in respect of assets which are not ready for their intended use are carried at cost, comprising of direct costs, related incidental expenses and attributable interest.

iii. Subsequent expenditure is capitalized only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

iv. Expenditure incurred on startup and commissioning of the project and/or substantial expansion, including the expenditure incurred on trial runs (net of trial run receipts, if any) up to the date of commencement of commercial production are capitalized. If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

v. Any gain or loss on disposal of an item of property plant & equipment is recognized in statement of profit & loss account.

vi. Advances paid towards acquisition of property, plant and equipment outstanding at each Balance Sheet date, are shown under other non-current assets and cost of assets not ready for intended use before the year end, are shown as capital work-in-progress.

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vii. Depreciation is calculated on items of property, plant and equipment less their estimated residual values over their estimated useful lives using the Straight-Line Method (SLM) prescribed in Schedule II of the Companies Act 2013, with exception of those assets whose useful life is ascertain by the management. Freehold land is not depreciated.

viii. Depreciation method, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate. Based on technical evaluation and consequent advice, the management believes that its estimates of useful lives as given above best represent the period over which management expects to use these assets.

ix. The Company follows the policy of charging depreciation on pro-rate basis on the assets acquired or disposed of during the year.

Estimated useful life considered during the year is as follows:

Assets Description	Management estimate of useful life	Useful life as per schedule II
Buildings		
Borewells	-	-
Factory buildings	30	30
Roads	-	-
Non factory buildings	-	-
Plant and Equipment		
Process Machinery	8-20	8-20
Lab Equipments	8-20	8-20
Others	20	20
Furniture & Fixtures	10	10
Vehicles	-	-
Office Equipment	05	05
Data Processing equipment		
Servers	06	06
Computers & Peripherals	03	03

b) Intangible Assets

Intangible assets are recognized when it is probable that the future economic benefits attributable to the assets will flow to the Company and the cost of the assets can be measured reliably. Intangible Assets are stated at cost less accumulated amortization. Cost includes only such expenditure that is directly attributable to making the asset ready for its intended use. Intangible assets are amortized over their useful life. Expenditure on research and development eligible for capitalization are carried as Intangible assets under development where such assets are not yet ready for their intended use. Intangible Assets include capitalized expenditure on filing and registration of any patents or any other significant amount incurred, which are in respect of products for which commercial value has been established by virtue of third-party agreements / arrangements. Amortization of capitalized development expenditure is recognized on a straight-line basis, over the useful life of the asset. Amortization method, useful lives and residual values are reviewed at the end of each financial year and adjusted if appropriate.

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c) Research and Development Research:

All expenditure on research activities is recognized in the Profit and Loss Statement when incurred.

Development:

Expenditure on development activities is also recognized in the Profit and Loss Statement in the year such expenditure is incurred. However, development expenditure is capitalized only in cases where such costs can be measured reliably, the technological feasibility has been established in respect of the product or process for which costs are incurred, future economic benefits are probable, and the Company intends to and has sufficient resources to complete development and to use or sell the asset. Payments to third parties that generally take the form of up-front payments and milestones for in-licensed product are capitalized. The Company's criteria for capitalization of such assets are consistent with the guidance given in paragraph 25 of Ind AS 38 (receipt of economic benefit out of the separately purchased transaction is considered to be probable).

Acquired research and development intangible assets that are under development are recognized as Intangible Assets under Development. These assets are not amortized, but evaluated for potential impairment on an annual basis or when there are indications that the carrying value may not be recoverable. Where a determination of impairment in respect of any such asset is made, the impairment of such asset is recognized in the Profit and Loss Statement in the year in which such determination is made. Where a determination is made to the effect that future economic benefits are probable, the total cost is capitalized in the year in which such determination is made. Amortization of capitalized development expenditure is recognized on a straight-line basis, over the usefulife of the asset.

d) Impairment of Assets:

The carrying values of assets / cash generating units at each balance sheet date are reviewed for impairment if any indication of impairment exists. An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. Recoverable value being higher of value in use and fair value less cost of disposal. Value in use is computed at net present value of cash flow expected over the balance useful life of the assets. An impairment loss is recognized as an expense in the Profit and Loss Account in the year in which an asset is identified as impaired.

e) Leases

The Company assesses whether a contract contains a lease, at the inception of 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 use of an identified asset, the Company assesses whether:

a) The contract involves use of an identified asset;
b) The Company has substantially all the economic benefits from the use of the asset through the period of lease; and
c) The Company has the right to direct the use of an asset.

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At the date of commencement of lease, the Company recognizes a Right-of-use asset ("ROU") and a corresponding liability for all lease arrangements in which it is a lessee, except for leases with the term of twelve months or less (short term leases) and low value leases. For short term and low value leases, the Company recognizes the lease payment as an operating expense on straight line basis over the term of lease.

Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset.

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, company's borrowing rate. Generally, the company uses its borrowing rate as the discount rate. Lease payments are included in the measurement of the lease liability

f) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Company deploys revenue recognition both as (a) over a period of time, and (b) at a point of time, as considered appropriate to the nature of product / service delivered to the customer.

Company determines the performance obligations, considering the nature and scope of each contract.

i. Development Revenue

Development revenues are recognized over the time period of the development activity and are recognized on the completion of each milestone as per term of the agreement.

ii. Sale of products:

Revenue is recognised when a promise in a customer contract (performance obligation) has been satisfied by transferring control over the promised goods to the customer. Control over a promised goods refers to the ability to direct the use of, and obtain substantially all of the remaining benefits from, those goods. Control is usually transferred upon shipment, delivery to, upon receipt of goods by the customer, in accordance with the delivery and acceptance terms agreed with the customers. The amount of revenue to be recognised (transaction price) is based on the consideration expected to be received in exchange for goods, excluding amounts collected on behalf of third parties such as goods and services tax or other taxes directly linked to sales. If a contract contains more than one performance obligation, the transaction price is allocated to each performance obligation based on their relative stand-alone selling prices. Revenue from product sales is recorded net of allowances for estimated rebates, cash discounts, all of which are established at the time of sale and product returns.

ii. Other Income and expense

Interest Income or expense is recognized using the Effective interest rate (EIR) method

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g) Foreign Currency Transactions/Translations:

Initial Recognition
Foreign Currency transactions are recorded in the reporting currency, by applying to the foreign currency amount, the exchange rate between the reporting currency and the foreign currency at the date of the Transaction.

Translations
Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated into the functional currency at the exchange rate at the reporting date. Non-monetary assets and liabilities that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction.

Exchange Differences
The exchange difference arising on the settlement of monetary items or on reporting Company's monetary items at rates different from those at which they were initially recorded during the year, or reported in the previous financial statements, are recognised in the Statement of Profit and Loss in the period in which they arise as income or as expense.

h) Borrowing Costs

Borrowing costs are interest and other costs (including exchange differences relating to foreign currency borrowings to the extent that they are regarded as an adjustment to interest costs) incurred in connection with the borrowing of funds.

Borrowing costs directly attributable to acquisition or construction of an asset which necessarily take a substantial period of time to get ready for their intended use are capitalized as part of the cost of that asset. Other borrowing costs are recognised as an expense in the period in which they are incurred.

Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

i) Financial Instrument:

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

I. Financial Asset:

Initial recognition and measurement

All financial instruments are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through P&L, transaction costs that are attributable to the acquisition of the financial asset, purchase or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place are recognized on the trade date i.e. the date that the company commits to purchase or sell the asset.

Subsequent Measurement
For the purpose of subsequent measurement financial assets are classified as measured at:

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- Amortised cost
- Fair value through profit and loss (FVTPL)
- Fair value through other comprehensive income (FVOCI).

Financial Asset measured at amortized cost

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

- Trade receivables
- Other financial assets

Financial Assets Measured at fair value through other comprehensive income (FVTOCL)

Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fair value through other comprehensive income. Fair value movements are recognized in the other comprehensive income (OCI). Interest income measured using the EIR method and impairment losses, if any are recognized in the Statement of Profit and Loss. On derecognition, cumulative gain or loss previously recognised in OCI is reclassified from the equity to 'other income' in the Statement of Profit and Loss.

Financial Assets at fair value through profit or loss (FVTPL)

Financial Assets are measured at Fair value through Profit & Loss if it does not meet the criteria for classification as measured at amortized cost or at FVTOCI. All fair value changes are recognized in the statement of Profit & Loss.

De-recognition of Financial Assets:

Financial assets are derecognized when the contractual rights to the cash flows from the financial asset expire or the financial asset is transferred and the transfer qualifies for Derecognition. On Derecognition of a financial asset in its entirety, the difference between the carrying amount (measured on the date of recognition) and the consideration received (including any new asset obtained less any new liability assumed) shall be recognized in the statement of Profit & Loss.

Impairment of Financial Assets:

In accordance with Ind AS 109, the company applies expected credit loss (ECL) model by adopting the simplified approach using a provision matrix reflecting current condition and forecasts of future economic conditions for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- Lease receivables under Ind AS 17.
- Trade receivables or any contractual right to receive cash or another financial asset.

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II. **Financial Liability**

Initial recognition and measurement
Financial liabilities are recognized initially at fair value plus any transaction cost that are attributable to the acquisition of the financial liability except financial liabilities at FVTPL that are measured at fair value.

Subsequent measurement
Financial liabilities are subsequently measured at amortised cost using the EIR method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognised in the Statement of Profit and Loss.

Financial Liabilities at amortized cost:
Amortized cost for financial liabilities represents amount at which financial liability is measured at initial recognition minus the principal repayments, plus or minus the cumulative amortization using the effective interest method of any difference between the initial amount and the maturity amount.

The company is classifying the following under amortized cost

- Borrowings from others
- Trade payables
- Other Financial liabilities

Derecognition:
A financial liability shall be derecognized when, and only when, it is extinguished i.e. when the obligation specified in the contract is discharged or cancelled or expires.

j) **Taxes on Income:**
Income tax comprises of current and deferred income tax. Income tax expense is recognised in statement of profit and loss except to the extent that it relates to an item recognised directly in equity in which case it is recognised in other comprehensive income. Income tax for current year and prior periods is recognised at the amount expected to be paid or recovered from the tax authorities, using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Current tax assets and liabilities are offset only if there is a legally enforceable right to off-set the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

Deferred income tax assets and liabilities are recognised for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements except when:

— temporary differences arising on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss at the time of transaction; and

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Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized. Deferred tax assets (DTA) include Minimum Alternate Tax (MAT) paid in accordance with the tax laws in India, which is likely to give future economic benefits in the form of availability of set off against future income tax liability.

Deferred income tax assets and liabilities are measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect of changes in tax rates on deferred income tax assets and liabilities is recognised as income or expense in the period that includes the enactment or substantive enactment date. A deferred income tax assets is recognised to the extent it is probable that future taxable income will be available against which the deductible temporary timing differences and tax losses can be utilised. The Company offsets income-tax assets and liabilities, where it has a legally enforceable right to set off the recognised amounts and where it intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Unrecognized deferred tax assets are reassessed at each reporting date and recognised to the extent that it has become probable that future taxable profits will be available against which they can be used.

k) Employee Benefits:

i. Short term employee benefits

All employee benefits falling due within twelve months from the end of the period in which the employees render the related services are classified as short-term employee benefits, which include benefits like salaries, wages, short term compensated absences, performance incentives, etc. and are recognised as expenses in the period in which the employee renders the related service and measured accordingly.

ii. **Post-employment benefits:**

Post-employment benefit plans are classified into defined benefits plans and defined contribution plans as under:"

Defined Contribution plans

Contribution towards Provident Fund for certain employees 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.

Defined benefit plans

Gratuity liability is defined benefit obligation and is provided on the basis of an actuarial valuation on projected unit credit method made at the end of each year. Presently, the gratuity is non-funded.

Remeasurement of the net defined benefit liability, which comprise actuarial gains and losses and the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest), are recognised immediately in other comprehensive income (OCI). Net interest expense

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SAHAYATHI ADVANCE PROCESS TECHNOLOGIES RAJAJINAGAR BANGALORE 560 010 (income) on the net defined liability (assets) is computed by applying the discount rate, used to measure the net defined liability (asset). Net interest expense and other expenses related to defined benefit plans are recognised in Statement of Profit and Loss.

l) Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. If effect of the time value of money is material, provisions are discounted using an appropriate discount rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost. Contingent Liabilities are not recognised but are disclosed in the notes.

Management judgement is required for estimating the possible outflow of resources, if any, in respect of contingencies/claims/litigations against the Company as it is not possible to predict the outcome of the pending matters with accuracy.

m) Earnings per share

The Company presents basic and diluted earnings per share ("EPS") data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares.

n) Cash flow Statement

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

o) Cash and Cash Equivalent

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk. Cash flow statement is prepared under the indirect method asper Ind AS 7, For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits.

p) Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realize the asset and settle the liability simultaneously.

a) Recent accounting pronouncements:

The Ministry of Corporate Affairs (MCA) notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, the MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2015, by issuing the Companies (Indian

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Accounting Standards) Amendment Rules, 2023, applicable from April 1, 2023, as below:

Ind AS 1, Presentation of Financial Statements – Companies are now required to disclose material accounting policies rather than their significant accounting policies. Accounting policy information, together with other information, is material when it can reasonably be expected to influence decisions of primary users of general-purpose financial statements.

Ind AS 8, Accounting Policies, Changes in Accounting Estimates and Errors – The amendment has introduced a definition of 'accounting estimates' and included amendments to Ind AS 8 to help entities distinguish changes in accounting policies from changes in accounting estimates.

Ind AS 12, Income Taxes – This amendment has narrowed the scope of the initial recognition exemption so that it does not apply to transactions that give rise to equal and offsetting temporary differences. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023.

The Company has evaluated the effect of the above on the financial statements and the impact is not material.

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2 **Property, Plant & Equipment**

Fixed Assets	Gross Block				Accumulated Depreciation				Net Block	
	As at 01/04/2022	Additions	Deletions	As at 31/03/2023	As at 01/04/2022	For the period	Deduction/Adjustment during the year	As at 31/03/2023	As at 31/03/2023	As at 31/03/2022
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Tangible Assets										
i) Owned										
a) Plant & Machinery	4,98,727	31,66,610	4,61,308	32,04,029	70,961	1,65,870	4,780	2,32,051	29,71,978	4,27,766
b) Electrical Installation	14,84,028	31,58,540	-	46,42,568	3,17,100	3,65,813	-	6,82,913	39,59,655	11,66,928
c) Computer	58,01,408	39,42,670	-	97,44,078	24,88,596	22,40,955	-	47,29,551	50,14,527	33,12,812
d) Furniture & Fittings	1,41,45,977	70,38,314	-	2,11,84,291	28,87,436	18,37,332	-	47,24,768	1,64,59,523	1,12,58,541
e) Office Equipment	16,54,653	7,00,155	-	23,54,809	6,75,501	4,11,471	-	10,86,972	12,67,837	9,79,152
f) Lab Equipments-Local	3,96,43,205	8,13,20,431	8,26,725	12,01,36,911	56,91,463	89,71,639	1,61,544	1,45,01,557	10,56,35,354	3,39,51,743
g) Lab Equipments-Import	3,07,52,089	1,59,66,526	-	4,67,18,615	66,77,608	40,60,102	-	1,07,37,710	3,59,80,905	2,40,74,481
h) Lease Hold Improvement	1,80,563	37,77,917	-	39,58,480	7,284	5,86,708	-	5,93,992	33,64,488	1,73,279
Sub-Total	**9,41,60,650**	**11,90,71,163**	**12,88,033**	**21,19,43,781**	**1,88,15,949**	**1,86,39,890**	**1,66,324**	**3,72,89,515**	**17,46,54,266**	**7,53,44,701**
Less : Transferred to Pre-Operative	-	-	-	-	-	74,491		74,491	-	
	9,41,60,650	**11,90,71,163**	**12,88,033**	**21,19,43,781**	**1,88,15,949**	**1,85,65,399**	**1,66,324**	**3,72,15,024**	**17,46,54,266**	**7,53,44,701**

Fixed Assets	Gross Block				Accumulated Depreciation				Net Block	
	As at 01/04/2021	Additions	Deletions	As at 31/03/2022	As at 01/04/2021	For the period	Deduction/Adjustment during the year	As at 31/03/2022	As at 31/03/2022	As at 31/03/2021
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Tangible Assets										
i) Owned										
a) Generator	4,98,727	-	-	4,98,727	39,375	31,586	-	70,961	4,27,766	4,59,352
b) Electrical Installation	14,84,028	-	-	14,84,028	1,76,117	1,40,983	-	3,17,100	11,66,928	13,07,911
c) Computer	39,15,984	18,85,424	-	58,01,408	11,08,883	13,79,713	-	24,88,596	33,12,812	28,07,101
d) Furniture & Fittings	1,36,02,424	5,43,553	-	1,41,45,977	15,60,060	13,27,376	-	28,87,436	1,12,58,541	1,20,42,364
e) Office Equipment	15,68,711	85,942	-	16,54,653	3,66,167	3,09,334	-	6,75,501	9,79,152	12,02,544
f) Lab Equipments-Local	2,74,12,512	1,22,30,693	-	3,96,43,205	23,69,808	33,21,655	-	56,91,463	3,39,51,743	2,50,42,704
g) Lab Equipments-Import	3,07,52,089	-	-	3,07,52,089	37,56,159	29,21,448	-	66,77,608	2,40,74,481	2,69,95,930
h) Lease Hold Improvement	1,80,563	-	-	1,80,563	4,700	2,585	-	7,284	1,73,279	1,75,863
Sub-Total	**7,94,15,038**	**1,47,45,612**	-	**9,41,60,650**	**93,81,270**	**94,34,680**	-	**1,88,15,949**	**7,53,44,701**	**7,00,33,768**
Less : Transferred to Pre-Operative	-	0	0	-	-	1,33,332		1,33,332	-	
	7,94,15,038	**1,47,45,612**	-	**9,41,60,650**	**93,81,270**	**93,01,347**	-	**1,86,82,617**	**7,53,44,701**	**7,00,33,768**

4 **Right of Use Assets**

Particulars	Gross Block				Accumulated Depreciation				Net Block	
	As at 01/04/2022	Additions	Deletions	As at 31/03/2023	As at 01/04/2022	For the period	Deduction/Adjustment during the year	As at 31/03/2023	As at 31/03/2023	As at 31/03/2022
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Building	3,22,02,181	74,21,916	15,30,184	3,80,93,913	1,35,91,718	1,04,80,537		2,40,72,255	1,40,21,674	1,86,10,463
	3,22,02,181	**74,21,916**	**15,30,184**	**3,80,93,913**	**1,35,91,718**	**1,04,80,537**	-	**2,40,72,255**	**1,40,21,674**	**1,86,10,463**
Less : Transferred to Pre-Operative	-	-	-	-	-	17,52,895		17,52,895	-	
	3,22,02,181	**74,21,916**	**15,30,184**	**3,80,93,913**	**1,35,91,718**	**87,27,642**	-	**2,23,19,360**	**1,40,21,674**	**1,86,10,463**

Particulars	Gross Block				Accumulated Depreciation				Net Block	
	As at 01/04/2021	Additions	Deletions	As at 31/03/2022	As at 01/04/2021	For the period	Deduction/Adjustment during the year	As at 31/03/2022	As at 31/03/2022	As at 31/03/2021
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Building	93,90,462	2,28,11,719		3,22,02,181	49,56,075	86,35,643	-	1,35,91,718	1,86,10,463	44,34,387
	93,90,462	**2,28,11,719**	-	**3,22,02,181**	**49,56,075**	**86,35,643**	-	**1,35,91,718**	**1,86,10,463**	**44,34,387**
Less : Transferred to Pre-Operative		0	0	-	-	55,05,491		55,05,491	-	
	93,90,462	**2,28,11,719**	-	**3,22,02,181**	**49,56,075**	**31,30,153**	-	**80,86,227**	**1,86,10,463**	**44,34,387**

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3 Capital Work in Progress

Particulars	31-03-23	31-03-22
Lab Equipment Under Errection	-	5,21,46,841
Leasehold Improvements	-	5,28,898
Office Equipment Under Errection	10,88,344	3,33,146
Electrical Installation Under Errection	-	34,26,459
Furniture & Fixtures Under Errection	-	46,34,561
IT Equipments Under Errection	-	15,60,893
Plant & Machinery Under Errection	-	1,12,493
Pre-Operative Expenses	-	1,86,54,085
TOTAL	**10,88,344**	**8,13,97,375**

5 Other Financial Assets

Particulars	31-03-23	31-03-22
Security Deposit (unsecured, considered good)		
a) Rental deposits	59,18,885	59,23,483
b) Miscellaneous Deposits	1,93,999	1,92,499
TOTAL	**61,12,884**	**61,15,982**

6 Deferred Taxes (Net)

Particulars	31-03-23	31-03-22
a) Deferred Tax Asset	4,34,78,564	2,78,01,016
b) Deferred Tax Liability	1,24,47,015	1,24,69,132
TOTAL	**3,10,31,549**	**1,53,31,884**

7 Other Non- Curent Assets

Particulars	31-03-23	31-03-22
a) Capital Advances	-	17,03,819
b) Prepaid Expenses (PCB)	18,000	36,000
TOTAL	**18,000**	**17,39,819**

8 Trade Receivable

Particulars	31-03-23	31-03-22
a) Trade Receivable - Considered Good Unsecured	2,44,36,550	19,43,000
TOTAL	**2,44,36,550**	**19,43,000**

9 Cash and Cash Equivalents

Particulars	31-03-23	31-03-22
a) Cash on hand	18,365	45,826
b) Balance with banks in current account	23,91,024	22,63,634
TOTAL	**24,09,389**	**23,09,460**

10 Other Current Assets

Particulars	31-03-23	31-03-22
a) Pre-Paid Expense	7,66,645	28,79,928
b) GST - Input (Net)	2,08,38,196	2,37,58,691
c) TDS/TCS deducted by Party	61,93,968	15,17,864
d) GST Refund receivable	3,68,100	-
Advance to Others		
a) Advance to Employees	6,49,590	1,89,000
b) Advances to Suppliers	43,150	1,16,740
TOTAL	**2,88,59,649**	**2,84,62,223**

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11 Equity Share Capital

Particulars	As at 31.03.2023	As at 31.03.2022
Authorised share Capital		
1,00,000 Equity Share of Rs. 10/- each par value	10,00,000	10,00,000
39,90,000 (PY 29,90,000) Preference Share of Rs. 100/- each par value	39,90,00,000	29,90,00,000
	40,00,00,000	30,00,00,000
Issued subscribed & fully paid up		
100000 Equity Share of Rs. 10/- each par value	10,00,000	10,00,000
TOTAL	**10,00,000**	**10,00,000**

(a) Reconciliation of the number of shares.

Particulars	As at 31.03.2023		As at 31.03.2022	
	Nos	Amount	Nos	Amount
Shares outstanding at the beginning of the year	1,00,000	10,00,000	1,00,000	10,00,000
Equity Shares				
Shares issued during the year	-	-	-	-
Equity Shares				
Shares outstanding at the end of the year	**1,00,000**	**10,00,000**	**1,00,000**	**10,00,000**

(b) Equity Shareholders holding more than 5% shares in the Company

Particulars	As at 31.03.2023		As at 31.03.2022	
	Nos	% of Holding	Nos	% of Holding
1) Shilpa Medicare Limited	65000	65	65000	65
2) Dr. Kishan Gurram	17000	17	17000	17
3) Dr. Ramanarayanan G V	9000	9	9000	9
4) Dr. Sivakumar Sreeramagiri	9000	9	9000	9

Rights and Restrictions attached to Equity Shares

The Company has issued Equity shares having face value of Rs.10/- per share. Each Share Holder is eligible for one vote per share. In case dividend is proposed by the Company it will be subject to the approval of the Board of Directors. In the event of liquidation, the equity share holders are eligible to receive balance assets remaining after repayment to all the preferential share capital holders, in the in proportion to their equity holding.

c) The details of shareholding of promoters is as shown below;

	As at 31 March 2023		
Name of Promoter	No. of Shares held	% of holding	% of change during the year
1) Shilpa Medicare Limited	65,000	65%	-
2) Dr. Kishan Gurram	17,000	17%	-
3) Dr. Ramanarayanan G V	9,000	9%	-
4) Dr. Sivakumar Sreeramagiri	9,000	9%	-
	1,00,000	**100%**	

	As at 31 March 2022		
Name of Promoter	No. of Shares held	% of holding	% of change during the year
1) Shilpa Medicare Limited	65,000	65%	-
2) Dr. Kishan Gurram	17,000	17%	-
3) Dr. Ramanarayanan G V	9,000	9%	-
4) Dr. Sivakumar Sreeramagiri	9,000	9%	-
	1,00,000	**100%**	

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12 Statement of Changes in Equity

a.Equity Share Capital

Particulars	As at 31.03.2023	As at 31.03.2022
Balance at the beginning of the reporting period	-	-
Changes in equity share capital during the year	10,00,000	10,00,000
Balance at the end of the reporting period	**10,00,000**	**10,00,000**

b.Other Equity

Particulars	Retained Earnings (Note No.b(i)	FV of Pref Share Liability (Note No.b(ii)	Exchange difference on translating the financial statement of foreign operation	OCI Acturial Gain / (Loss) on Defined Benefit Plan	31.03.2023
Balance at the beginning of the Reporting period	(11,55,08,892)	4,63,90,731	-	5,68,483	**(6,85,49,678)**
Addition during the year	-	1,10,74,644			**1,10,74,644**
Total Comprehensive income for the year	(5,53,91,629)	-	-	(7,29,164)	**(5,61,20,793)**
Dividends	-	-	-	-	-
Deferred tax on FV of Pref Share liability	-	(28,79,408)			**(28,79,408)**
Transfer to retained earning	-	-	-	-	-
For the year	-	-	-	-	-
Balance at the end of the reporting period	**(17,09,00,520)**	**5,45,85,968**	-	**(1,60,681)**	**(11,64,75,234)**

Particulars	Retained Earnings (Note No.b(i)	FV of Pref Share Liability (Note No.b(ii)	Exchange difference on translating the financial statement of foreign operation	OCI Acturial Gain / (Loss) on Defined Benefit Plan	31.03.2022
Balance at the beginning of the Reporting period	(7,39,11,599)	2,89,46,429	-	-	**(4,49,65,170)**
Addition during the year	-	2,35,73,381			**2,35,73,381**
Total Comprehensive income for the year	(4,15,97,293)	-	-	5,68,483	**(4,10,28,810)**
Dividends	-	-	-	-	-
Deferred tax on FV of Pref Share liability	-	(61,29,079)			**(61,29,079)**
Transfer to retained earning	-	-	-	-	-
For the year	-	-	-	-	-
Balance at the end of the reporting period	**(11,55,08,892)**	**4,63,90,731**	-	**5,68,483**	**(6,85,49,678)**

Note :-

i.Retained Earnings:

This Reserve represents the cumulative profits of the Company. This Reserve can be utilised in accordance with the provisions of the Companies Act,

ii.FV of Pref share Liability:

a.) This represents the fair value difference of Compulsorily Convertible Preference shares which have been designated as Financial liability. The same would be transferred to Retained earnings at the time of conversion of Pref shares into equity. The same have been disclosed net of taxes.

b.) The Company has classified 37,32,50,000 Compulsory Convertible Non-Cumulative Non-Participate Preference shares as liabilities. Hence, at the time initial reconciliation excess amount received from holding company classified under other equity.

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Sravathi Advance Process Technologies Private Limited

(All amounts in Indian rupees, except share data and where otherwise stated)

12 Other Equity

Particulars	31-03-23	31-03-22
Retained Earnings	(17,09,00,520)	(11,55,08,892)
FV of Pref Share Liability	5,45,85,968	4,63,90,731
OCI Acturial Gain / (Loss) on Defined Benefit Plan	(1,60,681)	5,68,483
TOTAL	**(11,64,75,234)**	**(6,85,49,678)**

13 Borrowings

Particulars	31-03-23	31-03-22
a) 0.1% Non Cumulative, Non participating, compulsory Convertible Pref. Share Capital (Refer Note No.42)	34,18,55,263	24,44,33,968
TOTAL	**34,18,55,263**	**24,44,33,968**

14 Lease Liability

Particulars	31-03-23	31-03-22
a)Lease Liability	27,58,284	1,03,61,785
TOTAL	**27,58,284**	**1,03,61,785**

15 Provisions

Particulars	31-03-23	31-03-22
Provision for Employee Benefits		
a) Provision for Gratuity	36,41,333	10,39,146
b) Provision for Leave Encashment	6,26,930	2,91,222
TOTAL	**42,68,263**	**13,30,368**

16 Borrowings

Particulars	31-03-23	31-03-22
Unsecured loans		
From Directors	41,74,368	-
Terms of repayment		
The loan is repayable Along with Interest @ 7.5% p.a on demand as per the agreement entered		
TOTAL	**41,74,368**	-

17 Lease Liability

Particulars	31-03-23	31-03-22
a) Lease Liability	1,15,76,254	88,33,875
TOTAL	**1,15,76,254**	**88,33,875**

18 Trade Payables

Particulars	31-03-23	31-03-22
a) Total outstanding dues of creditors other than micro enterprises and small enterprises	76,22,147	15,04,788
b) Trade Payables -others	33,71,103	17,80,456
TOTAL	**1,09,93,250**	**32,85,244**

19 Other Financial Liabilities

Particulars	31-03-23	31-03-22
a) Capital Creditors	39,55,925	1,30,42,783
b) Misc. Deposits From Vendors	25,000	-
c) Advance to employees against expenses	5,70,761	-
TOTAL	**45,51,686**	**1,30,42,783**

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(All amounts in Indian rupees, except share data and where otherwise stated)

20 Other Current Liabilities

Particulars	31-03-23	31-03-22
a) Tax deduction at Source	14,53,734	14,07,717
b) Professional Tax payable	24,200	16,400
c) Deferred Revenue Income	62,26,022	88,58,816
d) Employee Benefit Liability	56,97,453	42,80,396
e) Unclaimed Salary / Bonus	60,735	15,536
f) Advance from Customers	30,56,109	-
TOTAL	**1,65,18,253**	**1,45,78,865**

21 Provisions

Particulars	31-03-23	31-03-22
Provision for Employee Benefits		
a) Provision For Leave Encashment	1,83,174	1,36,150
b) Provident Fund	7,23,233	5,37,553
c) Provision for Gratuity	88,024	7,258
Other Provisions		
a) Provision For Audit Fee	67,500	67,500
b) Provision For Expenses	3,49,988	21,89,237
TOTAL	**14,11,919**	**29,37,698**

22 Revenue from Operations

Particulars	31-03-23	31-03-22
a) Sale of Goods	53,29,002	-
a) Sale of Services (PDC)	8,66,68,783	3,59,02,448
TOTAL	**9,19,97,785**	**3,59,02,448**

Disaggregation of revenue on the basis of

Revenues by Geographical Market	31-03-23	31-03-22
Within India	7,81,86,383	3,59,02,448
Outside India	84,82,400	-

23 Other Income

Particulars	31-03-23	31-03-22
a) Notional Interest on Security Deposit	4,24,328	6,03,713
b) Unclaimed Salary written back	34,842	14,804
c) Scrap Sales	76,016	-
d) Interest Income on ITR Refund	11,876	-
TOTAL	**5,47,062**	**6,18,517**

24 Purchase of Stock in Trade

Particulars	31-03-23	31-03-22
a) Purchase Stock in Trade	76,73,800	-
TOTAL	**76,73,800**	**-**

25 Employee Benefits Expense

Particulars	31-03-23	31-03-22
a) Salaries & Wages	6,86,91,896	4,82,00,853
b) Contribution To Provident Fund/ Other Fund	36,26,049	24,71,846
c) Staff Welfare Expenses	19,39,330	9,28,149
d) Contribution To Gratuity	16,20,885	5,53,257
TOTAL	**7,58,78,160**	**5,21,54,105**

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Sravathi Advance Process Technologies Private Limited
(All amounts in Indian rupees, except share data and where otherwise stated)

26 Finance Cost

Particulars	31-03-23	31-03-22
a) Notional Interest on Leases Liability	10,25,673	3,22,075
b) Interest on Pref Share liability	1,95,95,941	1,19,48,806
c) Interest Charges	82,868	-
TOTAL	**2,07,04,482**	**1,22,70,881**

27 Other expenses

Particulars	31-03-23	31-03-22
a) Power And Fuel	30,09,836	11,28,226
b) Repairs & Maintenance		
i)Buildings	42,606	1,16,621
ii)Machinery	5,71,907	3,21,825
i) Others	16,65,454	8,10,878
c) Rent	1,82,875	-
d) Advertisement & Promotion	10,52,403	-
e) Traveling And Conveyance	17,62,687	2,56,102
f) Payment to Auditor (Refer Note 28)	1,17,500	1,25,000
g) Research & Development Expenses	1,11,39,330	50,49,117
h) Transportation Charges	25,946	8,846
i) Exchange Loss	1,40,029	46,480
j) Professional & Consultancy	62,15,545	29,27,694
k) Rates & Taxes	8,92,000	8,87,350
l) Security & Housekeeping charges	24,48,192	14,25,593
m) Books & Periodicals	30,22,798	19,50,085
n)Miscellaneous Exp	4,74,475	6,28,723
o)Printing and Stationery	1,89,750	3,99,230
p) Insurance Charges	1,09,460	67,146
q) Loss on sale of Asset	43,974	-
r) Fire & Safety Exp	10,52,448	10,90,507
s) Assets Written Off	5,50,658	-
TOTAL	**3,47,09,873**	**1,72,39,423**

28 Payment to Statutory Auditors *

Particulars	31-03-23	31-03-22
a) Statutory Audit	75,000	75,000
b) Limited Review Report	22,500	30,000
b) Tax Audit	20,000	20,000
TOTAL	**1,17,500**	**1,25,000**

* Excluding GST

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29 **Employee Benefits**

I) Defined Contribution Plan	**Year ended**	**Year ended**
Particulars	**31st March, 2023**	**31st March, 2022**
Provident Fund	36,26,049	24,71,846
Total	**36,26,049**	**24,71,846**

II) DEFINED BENEFIT PLAN (GRATUITY)		
Movement of Present value of the Defined Benefit Obligation	**Year ended 31st March, 2023**	**Year ended 31st March, 2022**
i) Change in Defined Benefit Obligation		
Obligations at Period Beginning	**10,46,405**	**11,96,485**
Service Cost	15,43,556	467110
Interest on Defined Benefit Obligation	77,329	86147
Benefits Settled	-	-
Actuarial (Gain)/Loss	10,62,068	(7,03,338)
Obligations at Period End	**37,29,358**	**10,46,405**
ii) Change in Plan Assets		
Plans Assets at Period Beginning, at Fair value	-	-
Expected Return on Plan Assets	-	-
Actuarial Gain/(Loss)	(10,62,068)	7,03,338
Employer Contribution	-	-
Benefits Payout	-	-
Plans Assets at Period End, at Fair Value	**(10,62,068)**	**7,03,338**
iii) Reconciliation of Present Value of the Obligation and the Fair Value of the Plan Assets:		
Closing PBO	37,29,358	10,46,405
Closing Fair value of Plan Assets	-	-
Closing Funded Status	(37,29,358)	(10,46,405)
Unrecognised actuarial (Gains)/Losses		
Net Asset/(Liability) Recognized in the Balance Sheet	**(37,29,358)**	**(10,46,405)**
iv) Expenses Recognised in the P & L Account		
Service Cost	15,43,556	4,67,110
Interest Cost	77,329	86,147
Expected Return on Plan Assets	-	-
Actuarial (Gain)/Loss	10,62,068	(7,03,338)
Net Gratuity Cost	**26,82,953**	**(1,50,081)**
C. Principal Actuarial Assumptions		
Interest Rate		
Discount rate (based on the market yields available on Government bond at the accounting date with a term that matches that of the Liabilities)	7.53%	7.39%
Expected rate of return on assets	0%	0%
Salary escalation (taking into account inflation, seniority, promotion And other relevant factors)	12%	12%
Attrition rate of employees	15%	38%
Retirement age of employees (Years)	60	60

Actuarial gain/loss is recognised immediately. The estimates of salary increase,inflation, promotion, Seniority etc is taken into account for the purpose of calculating the provision for gratuity liability based on acturial valuation. The Company has unfunded scheme for payment of gratuity to all eligible employees calculated at specific no. of days (ranging from 15 days to 1 month) of the last drawn salary depending upon tenure of service for each year of completed service subject to minimum of five years payable at the time of separation upon superannuation or on exit otherwise.

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Sensitivity Analysis

The Sensitivity of the defined bendefit obligation to changes in the weighted principal assumptions are as

Particulars	Year ended 31.03.2023		
	Increase/(decrease) in DBO	Liability	Increase/(decrease) in DBO
Discount Rates - Up by 1%	-6.68%	34,80,241	(2,49,121)
Discount Rates - Down by 1%	7.58%	40,11,943	2,82,685
Salary growth rate- Up by 1%	7.67%	40,15,231	2,86,042
Salary growth rate - Down by 1%	-6.93%	34,71,065	(2,58,444)
Attrition rate - Up by 1%	-2.70%	36,28,669	(1,00,693)
Attrition rate - Down by 1%	2.92%	38,38,206	1,08,897

Sensitivity analysis of significant actuarial assumptions is computed by varying one actuarial assumptions used for the valuation of defined benefit obligation by 100 basis points, keeping all other actuarial assumptions constant.

Particulars	Year ended 31.03.2022		
	Increase/(decrease) in DBO	Liability	Increase/(decrease) in DBO
Discount rate	-4.10%	10,91,635	(42,903)
Discount rate	4.30%	10,03,968	44,995
Salary growth rate	4.60%	10,94,032	48,135
Salary growth rate	-4.30%	10,00,944	(44,995)
Attrition rate	-2.30%	10,22,318	(24,067)
Attrition rate	2.40%	10,71,206	25,114

Sensitivity analysis of significant actuarial assumptions is computed by varying one actuarial assumptions used for the valuation of defined benefit obligation by 100 basis points, keeping all other actuarial assumptions constant.

30 Fair value measurment hierarchy:

Particulars	Carrying Amount			
Financial Assets	**FVTPL (Level-2)**	**FVTOCI**	**Amoritised Cost**	**Total**
31-03-2023	-	-	-	-
Non-current investments	-	-	-	-
Current investment	-	-	-	-
Trade receivable	-	-	2,44,36,550	2,44,36,550
Cash & bank balance	-	-	24,09,389	24,09,389
Other financial assets	-	-	61,12,884	61,12,884
	-	-	**3,29,58,823**	**3,29,58,823**
Financial Liability.				
Non-current Financial Liability	-	-	-	-
- Borrowings (Level 2)	34,18,55,263	-	-	34,18,55,263
- Others (Level 2)	27,58,284		-	27,58,284
Current Liability				
- Borrowings (Level 2)			41,74,368	41,74,368
- Trade payables		-	1,09,93,250	1,09,93,250
- Other financial liabilities (Level 2)	1,15,76,254		39,55,925	1,55,32,179
	35,61,89,801	-	**1,91,23,543**	**37,53,13,344**
31-03-2022				
Non-current investments	-	-	-	-
Current investment	-	-	-	-
Trade receivable	-	-	19,43,000	19,43,000
Cash & bank balance	-	-	23,09,460	23,09,460
Other financial assets	-	-	61,15,982	61,15,982
	-	-	**1,03,68,442**	**1,03,68,442**
Financial Liability.				
Non-current Financial Liability	-	-	-	-
- Borrowings (Level 2)	24,44,33,968	-	-	24,44,33,968
- Others (Level 2)	1,03,61,785		-	1,03,61,785
Current Liability				
- Trade payables		-	32,85,244	32,85,244
- Other financial liabilities (Level 2)	88,33,875		1,30,42,783	2,18,76,658
	26,36,29,628	-	**1,63,28,027**	**27,99,57,655**

Level 1: Hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments, traded bonds, ETFs and mutual funds that have quoted price. The fair value of all equity instruments (including bonds) which are traded in the stock exchanges is valued using the closing price as at the reporting period. The mutual funds are valued

Level 2: The fair value of financial instruments that are not traded in an active market (for example, traded bonds, over-the counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level3. This is the case for unlisted equity securities, contingent consideration and indemnification asset included in level 3.

Valuation technique used to determine fair value:

1. The use of quoted market prices or dealer quotes for similar instruments.
2. The fair value of interest rate swaps is calculated as the present value of the estimated future cash flows based on observable yield curves.
3. The fair value of forward foreign exchange contracts and principal swap is determined using forward exchange rates at the balance sheet date

1. Financial Risk Management

The Company's activities expose it to a variety of financial risks such as Market Risk, Credit Risk and Liquidity Risk. The Company focuses on minimizing potential adverse effect on its financial performance.

(A) Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The changes in the values of fianacial assets /liability may result from change in the foreign currency exchange rates (Foreign Currency Risk), change in interest rates (Cash flow & interest rate risk), and change in price of investments

(i) Foreign Currency Risk

The Company does not operate internationally, however it is exposed to foreign exchange risk through importing raw materials in foreign currency and has no Forward/hedge agreements.

Particulars	31-03-2023		
	USD	EURO	YEN
Financial Assets			
Loan	-	-	-
Trade receivables	29,000	-	-
Cash and cash equivalents	-	-	-
Financial liabilities			
Trade payables	-	-	-
Other current financial liabilities	-	-	-
Total	**29,000**	-	-

Sensitivity analysis

Sensitivity analysis of 1% change in exchange rate at the ending of the reporting period net of hedges.

Particulars	Impact on Profit & Loss	Impact on other component of equity
	31-03-2023	31-03-2023
USD -Sensitivity		
Increase by 1% Gain	23,766	-
Decrease by 1% (loss)	(23,766)	-
Euro -Sensitivity		
Increase by 1% Gain	-	-
Decrease by 1%(loss)	-	-
YEN -Sensitivity		
Increase by 1% Gain	-	-
Decrease by 1%(loss)	-	-

Particulars	31-03-2022		
	USD	EURO	YEN
Financial Assets			
Loan	-	-	-
Trade receivables	-	-	-
Cash and cash equivalents	-	-	-
Financial liabilities			
Trade payables	-	-	-
Other current financial liabilities	-	-	-
Total	-	-	-

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Sensitivity analysis

Sensitivity analysis of 1% change in exchange rate at the ending of the reporting period net of hedges.

Particulars	Impact on Profit & Loss	Impact on other component of equity
	31.03.2022	31.03.2022
USD -Sensitivity		
Increase by 1% Gain	-	-
Decrease by 1% (loss)	-	-
Euro -Sensitivity		
Increase by 1% Gain	-	-
Decrease by 1%(loss)	-	-
YEN -Sensitivity		
Increase by 1% Gain	-	-
Decrease by 1%(loss)	-	-

(ii) Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of the financial instruments will fluctuate because of changes in market interest rates. In order to optimize the Company's position with regards to interest expenses/ income and to manage the interest rate risk, the Company manage its interest rate risk by having portfolio of fixed / variable interest rate on long / short term borrowings. The analysis is prepared assuming the amount of liablity outstanding at the end of the reporting period is average weighted balance of the respective reporting period.

According to the Company, interest rate risk exposure is only for floating rate borrowings. Since we don't have floating rate borrowings both in the current year and previous year disclosure is not applicable.

(iii) Price Risk

Company does not have any exposure to price risk, as there is no market based equity instrument made by the Company.

(B) Credit Risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The credit risk is arises from its operation activity primarily from trade receivable. Customer credit risk is controlled by analysis of credit limit and credit worthness of the customer on a continuous basis to whom the

(C)Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations of its financial liability.The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for paying liability when they are due, under normal and stressed condition without incurring losses and risk.

Maturity profile of loans and financial liabilities as on March 31, 2023

Particilars	On Demand	< 01 Year	1 to 5 years	> 05 Years
Long term borrowings	-	-	34,18,55,263	-
Trade payable	-	1,09,93,250	-	-
Other financial liability	-	1,65,18,253	-	-
TOTAL	-	**2,75,11,503**	**34,18,55,263**	-

Maturity profile of loans and financial liabilities as on March 31, 2022

Particilars	On Demand	< 01 Year	1 to 5 years	> 05 Years
Long term borrowings	-	-	24,44,33,968	-
Trade payable	-	32,85,244	-	-
Other financial liability	-	1,45,78,865	-	-
TOTAL	-	**1,78,64,109**	**24,44,33,968**	-

31 Capital Management

The Company's objectives when managing capital are to

i) Safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders.

ii) Maintain an optimal capital structure to reduce the cost of capital.

Consistent with others in the industry, the Company monitors capital on the basis of the following gearing ratio:

Net debt (total borrowings net of cash and cash equivalents) divided by total 'equity' (as shown in the balance sheet)

Particlars	31.03.2023	31.03.2022
Net Debt	34,18,55,263	24,44,33,968
Total Equity	(11,54,75,234)	(6,75,49,678)
Debt Equity Ratio	**(2.96)**	**(3.62)**

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32 Leases

a) The Carrying value of right of use assets at the end of the reporting period by class

Particulars	31.03.2023	31.03.2022
i) Buildings		
Opening	1,86,10,463	44,34,387
Lease entered during the year	74,21,916	2,28,11,719
Deletions during the year	15,30,184	-
Amortised during the year	1,04,80,537	86,35,643
Balance at the year end	**1,40,21,658**	**1,86,10,463**

b) Movement of Lease Liability during the

Particulars	31.03.2023	31.03.2022
Opening	**1,91,95,660**	**47,25,533**
Additions	54,63,124	2,20,74,928
Add: Interest accrued for the year	13,17,280	13,28,019
Less: Payment of Lease Liabilities	1,10,21,788	89,32,820
Less: Difference in Lease Liability Written off	6,19,738	-
Balance at the year end	**1,43,34,538**	**1,91,95,660**

b) Maturity Analysis of Lease Liabilities

Maturity analysis – contractual	31.03.2023	31.03.2022
Less than one year	1,15,76,254	88,33,875
One to five years	35,93,485	96,68,700
More than five years	-	-
Total undiscounted lease liabilities	1,51,69,738	1,85,02,575
Lease liabilities included in the statement of financial position		
a) Non-current	27,58,284	1,03,61,785
b) Current	1,15,76,254	88,33,875

C) Amount recognised in Profit and Loss

Particulars	31.03.2023	31.03.2022
Interest on Lease liabilities	10,25,673	3,22,075
Amortisation of ROU	1,04,80,537	86,35,643

33 Movement of Deferred tax Assets / Liability

Particulars	As at 31.03.2022	Charge/ (Credit) to Profit & Loss account	Recognised through Other Equity	As at 31.03.2023
Deferred Tax Liability in relation to:				
Property, plant and equipment, and intangible	(22,11,176)	(20,47,879)	-	**(42,59,055)**
Fair value of Pref Share Liabilties through PL	(1,02,16,390)	50,16,820	(28,79,379)	**(80,78,949)**
Fair valuation of Leases Liablity through PL A/c	(41,565)	(67,417)	-	**(1,08,982)**
Deferred Tax Liability	**(1,24,69,131)**	**29,01,523**	**(28,79,379)**	**(1,24,46,986)**
Deffered Tax Asset in relation to;				
Loss as per IT Act	2,77,62,562	1,48,80,470	-	**4,26,43,032**
Liabilties FV through PL A/c	-	-	-	-
Other disallowable expenses	2,38,192	5,40,885	-	**7,79,077**
Deffered Tax Asset	**2,80,00,754**	**1,54,21,355**	-	**4,34,22,109**
Net Deferred Tax (Liability) / Asset	**1,55,31,623**	**1,83,22,879**	**28,79,379**	**3,09,75,123**

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Particulars	As at 31.03.2021	Charge/ (Credit) to Profit & Loss account	Recognised through Other Equity	As at 31.03.2022
Deferred Tax Liability in relation to:				
Property, plant and equipment, and intangible	(16,39,919)	(5,71,257)	-	**(22,11,176)**
Fair value of Pref Share Liabilties through PL	(71,20,960)	30,33,649	(61,29,079)	**(1,02,16,390)**
Fair valuation of Leases Liablity through PL A/c	(1,36,739)	95,174	-	**(41,565)**
Deferred Tax Liability	**(88,97,618)**	**25,57,566**	**(61,29,079)**	**(1,24,69,131)**
Deffered Tax Asset in relation to;				
Loss as per IT Act	1,45,80,670	1,31,81,892	-	**2,77,62,562**
Liabilties FV through PL A/c	-	-	-	-
Other disallowable expenses	-	2,38,192	-	**2,38,192**
Deffered Tax Asset	**1,45,80,670**	**1,34,20,084**	-	**2,80,00,754**
Net Deferred Tax (Liability) / Asset	**56,83,052**	**1,59,77,650**	**61,29,079**	**1,55,31,623**

34 Contingent Liabilities

Particulars	31.03.2023	31.03.2022
a) Bank Guarantees / Corporate Guarantee	-	-
b) Letter of Credit.	-	-
c) Claims aginst the Company not acknowledege	-	-
d) Estimate amount of contract remain to be executed on account of capital commitments not provided for. (Capital Commitments)	86,52,964	1,10,68,034
TOTAL	**86,52,964**	**1,10,68,034**

35 Earning Per Share

Particulars	31.03.2023	31.03.2022
Net Profit after taxes	(5,61,20,793)	(4,10,28,810)
Weighted Average No of Equity shares	1,00,000	1,00,000
Face Value	10	10
Basic & Diluted EPS	(561.21)	(410.29)

37 In the opinion of the Board, all assets other than fixed assets and non current investments, have a realisable value in the ordinary course of business which is not different from the amount at which it is stated.

38 Balances of Trade Receivables / Trade payables / Long Term Borrowings / advances from customers / Advances to suppliers and Deposits are subject to Balance Confirmation.

39 The Company has not received any intimation from "Suppliers" regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures relating to amount unpaid as at the year end together with interest paid / payable under this act cannot be ascertained.

Bohara Bhandari Bung And Associates LLP
CA
Firm Regn.No. 008127S/ S-200013
Chartered Accountants

SRAVATHI ADVANCE PROCESS TECHNOLOGIES PVT. LTD.
RAJAJINAGAR BANGALORE 560 010

Sravathi Advance Process Technologies Private Limited
(All amount are in Indian Rupees unless otherwise stated)

36 Related Party Transactions

Key Management Personnel (KMP)
1 Dr. Kishan Gurram

Joint Venture Partner
1 Shilpa Medicare Limited
2 Dr. Ramanarayanan G V
3 Dr. Sivakumar Sreeramagiri

Common Key Management Personnel (KMP)
1 Sravathi AI Technology Pvt Ltd

Director in Common
1 Ramakant Innani - Director in M/s. INM Technologies Pvt Ltd
2 Ramakant Innani - Director in M/s. INM Nuvent Paints Pvt Ltd
3 Vishnukant C Bhutada - Director in M/s. Shilpa Pharma Lifescince Ltd

SL No	Name of related Party	Relationship	Descriptions of Transaction	31.03.2023	31.03.2022
1	Shilpa Medicare Limited	JV Partner	0.1% Non Cumulative, Non-participatable Convertible Pref. Share Capital	37,32,50,000	28,43,50,000
			Supply of Services	35,00,000	2,09,25,000
2	Dr. Kishan Gurram	KMP	Remuneration	1,00,00,000	1,00,00,000
			Reimbursement of Expenses	3,43,508	1,88,728
			Short-term Unsecured Loan to SAPTPL (Along with Interest @ 7.5% p.a) Payable	41,74,368	-
			Salary payable	5,06,497	5,40,613
3	Dr. Ramanarayanan G V	JV Partner	Remuneration	50,00,000	50,00,000
			Salary payable	2,71,724	2,55,162
4	Dr. Sivakumar Sreeramagiri	JV Partner	Remuneration	50,00,000	50,00,000
			Purchase of Goods	-	1,26,587
			Salary payable	3,22,699	3,77,816
5	Sravathi AI Technology Pvt Ltd	Common KMP	Sale of Goods or Services	-	-
			Reimbursement of Expenses	(1,20,000)	(90,000)
6	INM Technologies Pvt Ltd	Common Director	Purchase of Goods	-	6,58,286
7	INM Nuvent Paints Pvt Ltd	Common Director	Purchase of Goods	-	1,07,749
8	Shilpa Pharma Lifescience Ltd	Subsidiary of JV Partner	Supply of Services	90,55,000	-
			Balance Payable	22,50,000	

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SRAVATHI ADVANCE PROCESS TECHNOLOGIES PRIVATE LIMITED

(All amount are in Indian Rupees unless otherwise stated)

38 Trade Payables ageing schedule

Particulars	31-03-23	31-03-22
(a) Total outstanding dues of micro and small enterprises	76,22,147	15,04,788
(b) Total outstanding dues other than (a) above	33,71,103	17,80,456
Total	**1,09,93,250**	**32,85,244**

Sl. No	Particulars	Outstanding for following periods from due date of payment				
		Less than 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	2023
(i)	MSME	76,22,147	-	-	-	76,22,147
(ii)	Others	31,56,103	2,15,000	-	-	33,71,103
(iii)	Disputed Dues - MSME	-	-	-	-	-
(iv)	Disputed Dues - Others	-	-	-	-	-
	Total	**1,07,78,250**	**2,15,000**	-	-	**1,09,93,250**

Sl. No	Particulars	Outstanding for following periods from due date of payment				
		Less than 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	2022
(i)	MSME	15,04,788	-	-	-	15,04,788
(ii)	Others	17,80,456	-	-	-	17,80,456
(iii)	Disputed Dues - MSME	-	-	-	-	-
(iv)	Disputed Dues - Others	-	-	-	-	-
	Total	**32,85,244**	-	-	-	**32,85,244**

Bohara Bhandari Bung And Associates LLP
Firm Regn.No. 008127S/ S-200013
Chartered Accountants

Sravathi Advance Process Technologies Pvt. Ltd.
Rajajinagar Bangalore 560 010

SRAVATHI ADVANCE PROCESS TECHNOLOGIES PRIVATE LIMITED
(All amount are in Indian Rupees unless otherwise stated)

38.1 Trade Receivables ageing schedule

Sl. No	Particulars	Outstanding for following periods from due date of payment					
		Less than 6 months	6 months - 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	2023
(i)	Undisputed Trade Receivables – Considered good	2,44,36,550	-	-	-	-	**2,44,36,550**
(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	-	-	-	-	-	-
	Total	**2,44,36,550**	-	-	-	-	**2,44,36,550**

Sl. No	Particulars	Outstanding for following periods from due date of payment					
		Less than 6 months	6 months - 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	2022
(i)	Undisputed Trade Receivables – Considered good	19,43,000	-	-	-	-	**19,43,000**
(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	-	-	-	-	-	-
	Total	**19,43,000**	-	-	-	-	-

40 Disclosure required under Clause 22 of Micro, Small and Medium Enterprise Development('MSMED') Act, 2006

Particulars	As at 31st March,2023	As at 31st March,2022
a. Principal and interest amount remaining unpa	76,22,147	15,04,788
b. Interest due thereon remaining unpaid*	-	-
c. Interest paid by the Company in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the	-	-
d. Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified	-	-
e. Interest accrued and remaining unpaid	-	-
f. Interest remaining due and payable even in	-	-

The above disclosures are provided by the Company based on the information available with the Company in respect of the registration status of its vendors/suppliers.

*Company has not provided interest on MSME dues as per the terms agreed with supplier.

41 The Operating Segments have been reported in a manner consistent with the internal reporting provided to the Board of directors, who are the Chief Operating Decision Makers. They are responsible for allocating resources and assessing the performance of operating segments. Accordingly, the reportable segment is only one segment i.e. manufacture and sale of

42 The company has issued only one class of 15,35,000 Compulsory Convertible Non-Cumulative Non-Participate Preference shares having a face value of Rs.100 each during the year. The Preference shares shall carry a coupon rate of 0.01%. The holder of Preferential Shares can exercise the option of conversion into equity any time starting from 3rd year upto 7th year at the fair value existing on the date of conversion. As the rate at which such Pref shares are convertible into Equity is not know and also that the number of equity shares to be issued against such pref shares are not known the same has been

43 Previous year figures have been reclassed / regrouped where ever necessary.

As per our report of even date attached
for **Bohara Bhandari Bung And Associates LLP**
Chartered Accountants
(Firm's Regn No.008127S/S-200013)

For and on behalf of Board of Directors

CA.Pankaj Kumar Bohara
Partner
M.No: 215471

Bohara Bhandari Bung And Associates LLP
CA
Firm Regn.No. 008127S/ S-200013
Chartered Accountant

Vishnukant C Bhutada
Director
DIN No.01243391

Kishan Gurram
Managing Director
DIN No. 06869882

SRAVATHI ADVANCE PROCESS TECHNOLOGIES PVT. LTD.
RAJAJINAGAR BANGALORE 560 010

Vandana

S Vandana Modani
Company Secretary

Place: Raichur
Date: 19.05.2023

Place: Raichur
Date: 19.05.2023

(All amount are in Indian Rupees unless otherwise stated)

44 Financial Ratios

Particulars	Numerator	Denominator	31-Mar-23	31-Mar-22	variance %	Reasons for Variance of above 25 %
Current Ratio (no. of times)	Current Assets	Current Liabilities	1.13	0.77	47.63%	increase is on account of huge increase in trade receivables on account higher sales during the year.
Debt Equity ratio (no. of times)	Total Debt	Shareholder's Equity	(2.96)	(3.62)	-18.19%	-
Debt service coverage ratio (no. of times)	Earnings available for debt service	Debt Service		-	0.00%	-
Return on Equity Ratio (%)	Net loss after taxes	Average Shareholder's Equity	0.49	0.74	-33.29%	Decrease in the RoE is on account of Increase in the lossess for the year due to increase in the overall expenses incurred by the company during the year.
Inventory turnover ratio (no. of times)	Cost of goods sold (or) sales	Average Inventory		-	0.00%	-
Trade Receivables turnover ratio (no. of times)	Net Credit Sales	Average trade receivables	0.98	36.96	-97.34%	On account of signficant increase in sales contributing to the overall rise in the trade receivables during the year.
Trade payables turnover ratio (no. of times)	Net Credit Purchases	Average trade payables	4.86	4.87	-0.24%	
Net capital turnover ratio (no. of times)	Net Sales	Working Capital	(52.81)	(7.72)	584.44%	Increase is on account of overall rise in sales made during the year.
Net profit ratio (%)	Net Profits after taxes	Net Sales	-61%	-114%	-46.62%	Variance is primarily on account of increased losses incurred by the Company during the year.
Return on Capital employed (%)	Earning before interest and taxes	Capital Employed	(0.23)	(0.26)	-8.57%	Variance is primarily on account of increased losses incurred by the Company during the year.

Bohra Bhandari Bung And Associates LLP Chartered Accountants Firm Regn.No. 008127S/ S-200013

Sravathi Advance Process Technologies Pvt. Ltd. Rajajinagar Bangalore 560 010

SRAVATHI ADVANCE PROCESS TECHNOLOGIES PRIVATE LIMITED
(All amount are in Indian Rupees unless otherwise stated)

45 Capital-Work-in Progress (CWIP) Ageing Schedule

Sl. No	CWIP	Amount in CWIP for a period of				2023
		<1 Year	1 - 2 Years	2 - 3 Years	>3 Years	
(i)	Projects in progress	10,88,344	-	-	-	**10,88,344**
(ii)	Projects temporarily suspended	-	-	-	-	-

Sl. No	CWIP	Amount in CWIP for a period of				2022
		<1 Year	1 - 2 Years	2 - 3 Years	>3 Years	
(i)	Projects in progress	8,13,97,375	-	-	-	**8,13,97,375**
(ii)	Projects temporarily suspended	-	-	-	-	-

Bohara Bhandari Bung And Associates LLP
Firm Regn.No. 008127S/ S-200013
Chartered Accountant

SRAVATHI ADVANCE PROCESS TECHNOLOGIES PVT. LTD.
RAJAJINAGAR BANGALORE 560 010

SRAVATHI ADVANCE PROCESS TECHNOLOGIES PRIVATE LIMITED
(All amount are in Indian Rupees unless otherwise stated)

46 Title deeds of immovable properties
The Company does not possess any immovable property during the year.

46.01 Valuation of Property Plant & Equipment, intangible asset
The Company has not revalued its property, plant and equipment or intangible assets or both during the current or previous year.

46.02 Loans or advances to specified persons
No loans or advances in the nature of loans are granted to promoters, directors, KMPS and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person, that are repayable on demand or without specifying any terms or period of repayment.

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

46.04 Borrowing secured against current assets
The Company has availed no borrowings from banks on the basis of any security of current or other assets.

46.05 Wilful defaulter
The Company has not been declared wilful defaulter by any bank or financial institution or other lender.

46.06 Relationship with struck off companies
The Company has no transactions with the companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 1956.

46.07 Registration of charges or satisfaction with Registrar of Companies (ROC)
There are no charges or satisfaction yet to be registered with Registrar of Companies (ROC) beyond the statutory period.

46.08 Compliance with number of layers of companies
The Company has complied with the number of layers prescribed under the Section 2(87) of the Companies Act, 2013 read with Companies (Restriction on number of layers) Rules, 2017.

46.09 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.

46.10 Utilisation of borrowed funds and share premium
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 or entity, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

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

46.12 Details of crypto currency or virtual currency
The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

The accompanying notes are an integral part of the financial statements
As per our report of even date attached

for Bohara Bhandari Bung & Associates LLP
Chartered Accountants
Firm's registration No.008127S/S200013

CA.Pankaj Kumar Bohara
Partner
M.No: 215471

Bohara Bhandari Bung And Associates LLP Chartered Accountants Firm Regn.No. 008127S/ S-200013

Place : Raichur
Date: 19.05.2023

For and on behalf of Board of Directors

Vishnukant C Bhutada
Director
DIN No.01243391

Kishan Gurram
Managing Director
DIN No. 06869882

SRAVATHI ADVANCE PROCESS TECHNOLOGIES PVT. LTD. RAJAJINAGAR BANGALORE 560 010

Vandana

S Vandana Modani
Company Secretary

Place : Raichur
Date: 19.05.2023

Sravathi Advance Process Technologies Private Limited
Fixed asset as per IT Act as at 31/03/2023
(All amount are in Indian Rupees unless otherwise stated)

Particulars	Rate	Opening	More Than 180 Days	Less Than 180 Days	Deletions	Total	Sales > 180 days	Sales < 180 days	Balance	Depreciation on Opening + Addition >6 Months	Depreciation on on Addiotion <6 Months	Additional Depreciation	Total Depreciation	WDV Closing
Generator	15%	3,33,305	30,93,310	73,300	3,71,773	31,28,142	-	-	31,28,142	4,58,226	5,498	-	4,63,724	26,64,418
Lab Equipments	15%	5,05,64,742	8,64,99,100	1,07,87,857	1,55,340	14,76,96,359	-	-	14,76,96,359	2,05,36,275	8,09,089	-	2,13,45,365	12,63,50,994
Electrical Installation	15%	10,04,491	31,58,540	-	-	41,63,031	-	-	41,63,031	6,24,455	-	-	6,24,455	35,38,577
Computer	40%	25,91,793	36,35,717	3,06,953	-	65,34,463	-	-	65,34,463	24,91,004	61,391	-	25,52,395	39,82,068
Furniture and Fitting	10%	1,10,55,514	68,73,699	1,64,615	-	1,80,93,828	-	-	1,80,93,828	17,92,921	8,231	-	18,01,152	1,62,92,676
Office Equipment	15%	11,35,949	6,96,597	3,558	-	18,36,105	-	-	18,36,105	2,74,882	267	-	2,75,149	15,60,956
Lease Hold Improvement	10%	1,54,381	31,44,706	6,33,211	-	39,32,299	-	-	39,32,299	3,29,909	31,661	-	3,61,569	35,70,729
Total		**6,68,40,176**	**10,71,01,669**	**1,19,69,494**	**5,27,113**	**18,53,84,227**	**-**	**-**	**18,53,84,227**	**2,65,07,672**	**9,16,136**	**-**	**2,74,23,808**	**15,79,60,419**

Sravathi Advance Process Technologies Private Limited
Fixed asset as per IT Act as at 31/12/2022
(All amount are in Indian Rupees unless otherwise stated)

Particulars	Rate	Opening	More Than 180 Days	Less Than 180 Days	Deletions	Total	Sales > 180 days	Sales < 180 days	Balance	Depreciation on Opening + Addition >6 Months	Depreciation on on Addiotion <6 Months	Additional Depreciation	Total Depreciation	WDV Closing
Generator	15%	3,33,305	30,93,310	-	4,61,308	29,65,307	-	-	29,65,307	3,33,597	-	-	3,33,597	26,31,710
Lab Equipments	15%	5,05,64,742	8,64,99,100	17,96,003	8,26,725	13,80,33,120	-	-	13,80,33,120	1,53,26,676	67,350	-	1,53,94,026	12,26,39,094
Electrical Installation	15%	10,04,491	31,58,540	-		41,63,031	-	-	41,63,031	4,68,341	-	-	4,68,341	36,94,690
Computer	40%	25,91,793	36,35,717	1,59,946		63,87,456	-	-	63,87,456	18,68,253	15,995	-	18,84,248	45,03,208
Furniture and Fitting	10%	1,10,55,514	68,73,699	1,00,275		1,80,29,488	-	-	1,80,29,488	13,44,691	2,507	-	13,47,198	1,66,82,290
Office Equipment	15%	11,35,949	6,96,597	-		18,32,547	-	-	18,32,547	2,06,161	-	-	2,06,161	16,26,385
Lease Hold Improvement	10%	1,54,381	31,44,706	-		32,99,088	-	-	32,99,088	2,47,432	-	-	2,47,432	30,51,656
Total		**6,68,40,176**	**10,71,01,669**	**20,56,224**	**12,88,033**	**17,47,10,037**	**-**	**-**	**17,47,10,037**	**1,97,95,151**	**85,852**	**-**	**1,98,81,002**	**15,48,29,035**

Bohara Bhandari Bung And Associates LLP
Firm Regn.No. 008127S/ S-200013
Chartered Accountant

Sravathi Advance Process Technologies Pvt. Ltd.
Rajajinagar Bangalore 560 010

INDEPENDENT AUDITOR'S REPORT

To the Members
Sravathi Advance Process Technologies Private Limited

Report on the Audit of the financial statements

Opinion

We have audited the financial statements of Sravathi Advance Process Technologies Private Limited ("the Company"), which comprise the balance sheet as at 31st March 2023, and the statement of Profit and Loss, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (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 standalone financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023 and its losses, total comprehensive loss, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the financial statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Key audit matters

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

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

Information Other than the financial statements and Auditor's Report

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

Bohara Bhandari Bung And Associates LLP
Firm Regn.No. 008127S/ S-200013
Chartered Accountants

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

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

Management's Responsibility for the financial statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("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 implementation and maintenance of 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, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the financial statements

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.

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

Bohara Bhandari Bung And Associates LLP
Firm Regn.No. 008127S/ S-200013
Chartered Accountants

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal financial 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 systems in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

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

Report on Other Legal and Regulatory Requirements
As per the information and explanation given to us the Company meets the exemption criteria prescribed under clause 2(v) of 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 Companies Act, 2013, statement on the matters specified in paragraphs 3 and 4 of the Order, is not applicable to it.

1. 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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Chartered Accountant

b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

c) The Balance Sheet, the Statement of Profit and Loss (Incl. other comprehensive income), the Statement of Cash Flows and the Statement of changes in Equity 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, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e) On the basis of the written representations received from the directors as on 31stMarch 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31stMarch2023 from being appointed as a director in terms of Section 164 (2) of the Act.

f) Since the Company's turnover as per the last audited financial statements is less than Rs.50 Crores and its borrowing from banks or financial institutions or any Body Corporate at any time during the year is less than Rs.25 Crores, the Company is exempted from getting report of the auditor with respect to existence of internal financial controls with reference to financial statements of the company and its operating effectiveness of such controls vide notification dated 13thJune 2017.

2. 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:

a) The Company does not have any pending litigations which would impact its financial position.

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

c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company

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

(ii) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, 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, that the

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company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(iii) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.

e) The company has neither declared nor paid any dividend during the year.

f) Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

3. Matter to be included in the Auditors' Report under Section 197(16) is applicable only to a public limited Company and not to a private limited company.

For Bohara Bhandari Bung and Associates LLP
Chartered Accountants
(Firm's Regn No.008127S/S200013)

CA.Pankaj Kumar Bohara
Partner
Membership No. 215471

Bohara Bhandari Bung And Associates LLP
Firm Regn.No. 008127S/ S-200013
Chartered Accountant

Place: Raichur
Date: 19.05.2023
UDIN: 23215471BGZDDL6070