

INDEPENDENT AUDITOR'S REPORT

To the Members of KIMS Hospital Enterprises Private Limited

Report on the Audit of the Financial Statements**Opinion**

We have audited the accompanying Ind AS financial statements of KIMS Hospital Enterprises Private Limited ("the Company"), which comprise the Balance sheet as at March 31 2022, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and notes to the Ind AS financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us the aforesaid Ind AS financial statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its profit including other comprehensive loss, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

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

Other Information

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

Our opinion on the Ind AS 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 Ind AS financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the Ind AS 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.



Responsibility of Management for the Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended / Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Ind AS 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 charged with Governance are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Ind AS Financial Statements

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

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

- Identify and assess the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to Ind AS financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Ind AS 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 Ind AS financial statements, including the disclosures, and whether the Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act we give in the "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended / Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the Companies (Accounts) Rules, 2014;
 - (e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) With respect to the adequacy of the internal financial controls with reference to these Ind AS financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2" to this report;



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- (g) The provisions of section 197 read with Schedule V of the Act are not applicable to the Company for the year ended 31 March 2022;
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its Ind AS financial statements – Refer Note 2.23 to the Ind AS financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company
 - iv. a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - b) The management has represented that, to the best of its knowledge and belief, 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 Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
 - c) Based on such audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
 - v. No dividend has been declared or paid during the year by the Company.

For **S.R. Batliboi & Associates LLP**

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004

Navneet Rai

per **Navneet Rai Kabra**

Partner

Membership Number: 102328

UDIN: 22102328AJCWBC5622

Place of Signature: Hyderabad

Date: 17 May 2022



Annexure 1 referred to in paragraph under the heading “Report on other legal and regulatory requirements” of our report of even date

Re: KIMS Hospital Enterprises Private Limited ('the Company')

In terms of the information and explanations sought by us and given by the company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

- (i)
 - a) A. The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.
 - B. The Company has maintained proper records showing full particulars of intangibles assets.
 - b) All fixed assets have not been physically verified by the management during the year but there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
 - c) There is no immovable property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee), held by the Company and accordingly, the requirement to report on clause 3(i)(c) of the Order is not applicable to the Company.
 - d) The Company has not revalued its Property, Plant and Equipment (including Right of use assets) or intangible assets during the year ended March 31, 2022.
 - e) There are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- (ii)
 - a) The management has conducted physical verification of inventory at reasonable intervals during the year. In our opinion the coverage and the procedure of such verification by the management is appropriate. There were no discrepancies of 10% or more in aggregate for each class of inventory.
 - b) The Company has not been sanctioned working capital limits in excess of Rs. Five crores in aggregate from banks or financial institutions during any point of time of the year on the basis of security of current assets. Accordingly, the requirement to report on clause 3(ii)(b) of the Order is not applicable to the Company.
- (iii)
 - a) During the year the Company has not provided loans, advances in the nature of loans, stood guarantee or provided security to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(a) of the Order is not applicable to the Company.
 - b) During the year the Company has not made investments, provided guarantees, provided security and granted loans and advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(b) of the Order is not applicable to the Company.



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- c) The Company has not granted loans and advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(c) of the Order is not applicable to the Company.
- d) The Company has not granted loans or advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(d) of the Order is not applicable to the Company.
- e) There were no loans or advance in the nature of loan granted to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(e) of the Order is not applicable to the Company.
- f) The Company has not granted any loans or advances in the nature of loans, either repayable on demand or without specifying any terms or period of repayment to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(f) of the Order is not applicable to the Company.
- (iv) There are no loans, investments, guarantees, and security in respect of which provisions of sections 185 and 186 of the Companies Act, 2013 are applicable and accordingly, the requirement to report on clause 3(iv) of the Order is not applicable to the Company.
- (v) The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.
- (vi) We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under section 148(1) of the Companies Act, 2013, related to the medical and healthcare services, and are of the opinion that prima facie, the specified accounts and records have been made and maintained. We have not, however, made a detailed examination of the same.
- (vii)
 - a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, cess and other statutory dues applicable to it. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
 - b) There are no dues of goods and services tax, provident fund, employees' state insurance, income tax, sales-tax, service tax, customs duty, excise duty, value added tax, cess, goods and service tax and other statutory dues which have not been deposited on account of any dispute.
- (viii) The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.
- (ix)
 - a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.



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- b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
 - c) Term loans were applied for the purpose for which the loans were obtained.
 - d) The Company did not raise any funds during the year hence, the requirement to report on clause (ix)(d) of the Order is not applicable to the Company.
 - e) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on clause 3(ix)(e) of the Order is not applicable to the Company.
 - f) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on Clause 3(ix)(f) of the Order is not applicable to the Company.
- (x)
- a) The Company has not raised any money during the year by way of initial public offer / further public offer (including debt instruments) hence, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.
 - b) The Company has not made any preferential allotment or private placement of shares /fully or partially or optionally convertible debentures during the year under audit and hence, the requirement to report on clause 3(x)(b) of the Order is not applicable to the Company.
- (xi)
- a) No fraud/ material fraud by the Company or no fraud / material fraud on the Company has been noticed or reported during the year.
 - b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by cost auditor/ secretarial auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
 - c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- (xii)
- a) The Company is not a nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clause 3(xii)(a) of the Order is not applicable to the Company.
 - b) The Company is not a nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clause 3(xii)(b) of the Order is not applicable to the Company.
 - c) The Company is not a nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clause 3(xii)(c) of the Order is not applicable to the Company.
- (xiii)
- Transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.



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- (xiv) a) The Company has implemented internal audit system on a voluntary basis which is commensurate with the size of the Company and nature of its business though it is not required to have an internal audit system under Section 138 of the Companies Act, 2013.
- b) The internal audit reports of the Company issued till the date of the audit report, for the period under audit have been considered by us.
- (xv) The Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence requirement to report on clause 3(xv) of the Order is not applicable to the Company.
- (xvi) a) The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause (xvi)(a) of the Order is not applicable to the Company.
- b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without obtained a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.
- d) There is no Core Investment Company as a part of the Group, hence, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.
- (xvii) The Company has not incurred cash losses in the current year and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.
- (xix) On the basis of the financial ratios disclosed in note 2.35 to the financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.



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- (xx)
- a) In respect of other than ongoing projects, there are no unspent amounts that are required to be transferred to a fund specified in Schedule VII of the Companies Act (the Act), in compliance with second proviso to sub section 5 of section 135 of the Act. This matter has been disclosed in note 2.34 to the financial statements.
- b) There are no unspent amounts in respect of ongoing projects, that are required to be transferred to a special account in compliance of provision of sub section (6) of section 135 of Companies Act. This matter has been disclosed in note 2.34 to the financial statements.

For **S.R. Batliboi & Associates LLP**

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004

Navneet Rai

per **Navneet Rai Kabra**

Partner

Membership Number: 102328

UDIN: 22102328AJCWBC5622

Place of Signature: Hyderabad

Date: 17 May 2022



Annexure 2 to the Independent Auditor's Report of even date on the Financial Statements of KIMS Hospital Enterprises Private Limited**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls with reference to financial statements of KIMS Hospital Enterprises Private Limited ("the Company") as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

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

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

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



Meaning of Internal Financial Controls With Reference to these Financial Statements

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

Inherent Limitations of Internal Financial Controls With Reference to Financial Statements

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

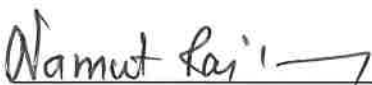
Opinion

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

For **S.R. Batliboi & Associates LLP**

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004



per **Navneet Rai Kabra**

Partner

Membership Number: 102328

UDIN: 22102328AJCWBC5622

Place of Signature: Hyderabad

Date: 17 May 2022



KIMS Hospital Enterprises Private Limited
CIN:U85191TG2013PTC085793
Balance sheet as at 31 March 2022

(All amounts are in million of Indian Rupees except share data or unless otherwise stated)

	Note	As at 31 March 2022	As at 31 March 2021
ASSETS			
Non-current assets			
Property, plant and equipment	2.1 (a)	592.10	601.09
Capital work-in-progress	2.1 (c)	57.01	3.19
Intangible assets	2.1 (b)	5.75	4.38
Right-of-use assets	2.24	1,067.23	369.58
Financial assets			
(i) Other financial assets	2.2(a)	287.18	61.53
Deferred tax assets	2.32	1.33	-
Non-current tax assets (net)	2.7	1.05	-
Other non-current assets	2.3	85.57	19.03
Total non-current assets		2,097.22	1,058.79
Current assets			
Inventories	2.4	42.11	25.05
Financial assets			
(i) Trade receivables	2.5	91.92	84.65
(ii) Cash and cash equivalents	2.6(a)	23.48	126.13
(iii) Bank balances other than (ii) above	2.6(b)	-	105.72
(iv) Other financial assets	2.2(b)	31.43	28.41
Other current assets	2.8	8.25	17.46
Total current assets		197.19	387.42
Total assets		2,294.41	1,446.21
EQUITY AND LIABILITIES			
EQUITY			
Equity share capital	2.9(a)	245.45	245.45
Other equity	2.9(b)	847.38	388.69
Total equity		1,092.83	634.14
LIABILITIES			
Non-current liabilities			
Financial liabilities			
(i) Borrowings	2.10 (a)	1.53	85.55
(ii) Lease liabilities	2.24	886.59	413.80
Provisions	2.12	4.24	4.61
Deferred tax liabilities (net)	2.32	-	7.25
Total non-current liabilities		892.36	511.21
Current liabilities			
Financial liabilities			
(i) Borrowings	2.10 (b)	0.78	67.33
(ii) Lease liabilities	2.24	67.69	16.94
(iii) Trade payables	2.13		
(a) Total outstanding dues of micro enterprises and small enterprises		8.88	6.18
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises		187.69	145.52
(iv) Other financial liabilities	2.11	10.43	16.08
Provisions	2.14	10.49	8.95
Other current liabilities	2.15	21.54	16.26
Current tax liabilities		1.72	23.60
Total current liabilities		309.22	300.86
Total liabilities		2,294.41	1,446.21
Significant accounting policies	1.3		

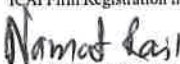
The accompanying notes referred to above form an integral part of the financial statements.

As per our report attached of even date

for S.R. Batliboi & Associates LLP

Chartered Accountants

ICAI Firm Registration no.: 101049W/E300004



per Navneet Rai Kabra

Partner

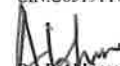
Membership no.: 102328



for and on behalf of the Board of Directors of

KIMS Hospital Enterprises Private Limited

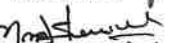
CIN:U85191TG2013PTC085793



Dr. B. Bhinay

Director

DIN:01681273



Uma Shankar Mantha

Company Secretary

Membership no. A21035



Subodh Singh B K

Chief executive officer



Dr. V Sudheer

Director

DIN: 09388621



P. Venu

Chief financial officer

Place: Hyderabad

Date: 17 May 2022

Place: Hyderabad

Date: 17 May 2022



KIMS Hospital Enterprises Private Limited

CIN:U85191TG2013PTC085793

Statement of profit and loss for the year ended 31 March 2022

(All amounts are in million of Indian Rupees except share data or unless otherwise stated)

	Note	For the year ended 31 March 2022	For the year ended 31 March 2021
Revenue			
Revenue from operations	2.16	2,289.73	1,619.75
Other income	2.17	18.76	19.13
Total income		2,308.49	1,638.88
Expenses			
Purchase of medical consumables, drugs and surgical instruments		444.16	300.13
(Increase)/ decrease in inventories of medical consumables, drugs and surgical instruments	2.18	(17.06)	11.71
Employee benefits expense	2.19	284.60	249.02
Finance costs	2.21	49.68	69.28
Depreciation and amortisation expense	2.20	142.36	121.19
Other expenses	2.22	789.63	658.81
Total expenses		1,693.37	1,410.12
Profit before tax		615.12	228.76
Tax expense			
- Current tax	2.32	164.32	82.70
- Deferred tax expense	2.32	(8.38)	(11.98)
- Tax pertaining to earlier years	2.32	-	(0.29)
Total tax expense		155.94	70.43
Profit for the year (A)		459.18	158.33
Other comprehensive income			
Items that will not be reclassified subsequently to profit and loss		(0.69)	(1.25)
- Re-measurement loss on defined benefit plans		0.20	0.36
- Income tax effect		(0.49)	(0.89)
Other comprehensive loss, net of tax (B)		458.69	157.44
Total comprehensive income for the year (A+B)			
Earning per share (face value of share Rs. 10 each)	2.27	18.71	6.45
- Basic and Diluted			

Significant accounting policies

The accompanying notes referred to above form an integral part of the financial statements.

As per our report attached of even date

for S.R. Batliboi & Associates LLP

Chartered Accountants

ICAI Firm Registration no.: 101049W/ E300004

Navneet Rai
per Navneet Rai Kabra
Partner
Membership no.: 102328



for and on behalf of the Board of Directors of
KIMS Hospital Enterprises Private Limited
CIN:U85191TG2013PTC085793

Dr. B. Abhinay
Dr. B. Abhinay
Director
DIN:01681273

Dr. V Sudheer
Dr. V Sudheer
Director
DIN: 09388621

Uma Shankar Mantha
Uma Shankar Mantha
Company Secretary
Membership no.A21035

P. Venu
P. Venu
Chief financial officer

Subodh Singh B K
Subodh Singh B K
Chief executive officer

Place: Hyderabad
Date: 17 May 2022

Place: Hyderabad
Date: 17 May 2022



KIMS Hospital Enterprises Private Limited

CIN:U85191TG2013PTC085793

Statement of cash flows for the year ended 31 March 2022

(All amounts are in million of Indian Rupees except share data or unless otherwise stated)

	For the year ended 31 March 2022	For the year ended 31 March 2021
I. Cash flows from operating activities:		
Profit before tax	615.12	228.76
Adjustments for operating activities:		
Depreciation and amortisation expenses	142.36	121.19
(Gain) / loss on sale of property, plant and equipment	-	(0.83)
Expected credit loss for trade receivable	(4.29)	2.63
Trade receivable written off	12.03	5.96
Commission expenses on guarantee taken from related party	-	5.07
Sub lease income	(1.53)	(0.95)
Interest income	(9.66)	(13.53)
Liabilities no longer required written back	(2.77)	-
Finance cost	49.68	69.28
Operating cash flows before working capital changes	800.94	417.58
Adjustments for:		
Increase in trade receivables	(15.01)	(2.33)
(Increase) / decrease in inventories	(17.06)	11.71
Increase in other assets	(450.55)	(76.56)
Increase in liabilities and provisions	51.94	46.29
Cash generated from operations	370.26	396.68
Income-taxes paid, net of refund	(187.25)	59.03
Net cash flow generated from operating activities (A)	183.01	455.71
II. Cash flows from investing activities		
Acquisition of property, plant and equipment	(157.09)	(73.15)
Proceeds from sale of property, plant and equipment	-	4.90
Investment in bank deposits (having original maturity of more than three months)	542.50	(105.87)
Redemption of bank deposits (having original maturity of more than three months)	(436.78)	-
Sub lease income	1.53	0.95
Interest income	5.39	0.81
Net cash used in investing activities (B)	(44.45)	(172.35)
III. Cash flows from financing activities		
Repayment of long-term borrowings	(150.57)	(305.15)
Receipts from long-term borrowings	-	227.55
Repayment of short-term borrowings (net)	-	(9.08)
Receipts of loan from related party	128.58	-
Repayment of loan from related party	(128.58)	-
Payment of lease obligations	(82.43)	(56.81)
Finance cost	(8.21)	(25.21)
Net cash flows used in financing activities (C)	(241.21)	(168.69)
Net increase/(decrease) in cash and cash equivalents (A+B+C)	(102.65)	114.67
Cash and cash equivalents at the beginning of the year	126.13	11.46
Cash and cash equivalents at the end of the year	23.48	126.13

Note:

a) The standalone statement of cash flows has been prepared under the "Indirect Method" as set out in the Indian accounting Standard (In 7)-Statement of cash flows:

b) Cash and cash equivalents comprises of:

Cash on hand	0.49
Balances with banks	
- On current accounts	22.99
Total	23.48

	For the year ended 31 March 2021	For the year ended 31 March 2021
Cash on hand	0.49	0.90
Balances with banks		
- On current accounts	22.99	125.23
Total	23.48	126.13

The accompanying notes referred to above form an integral part of the financial statements.

As per our report attached of even date

for S.R.Batilbol & Associates LLP
Chartered Accountants
ICAI Firm Registration no.: 101049W/E300004

Navneet Rai
per Navneet Rai Kabra
Partner
Membership no.: 102328



for and on behalf of the Board of Directors of
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CIN:U85191TG2013PTC085793

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Company Secretary

P. Venu
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Chief financial officer

Subodh Singh B K
Subodh Singh B K
Chief executive officer

Place: Hyderabad
Date: 17 May 2022

Place: Hyderabad
Date: 17 May 2022

KIMS Hospital Enterprises Private Limited

CIN:U85191TG2013PTC085793

Statement of changes in equity for the year ended 31 March 2022

(All amounts are in million of Indian Rupees except share data or unless otherwise stated)

a) Equity share capital

Equity shares of Rs. 10 each issued, subscribed and fully paid	No of shares	Amount
At 1 April 2020	24,544,657	245.45
Add: shares issued during the year	-	-
At 31 March 2021	24,544,657	245.45
Add: shares issued during the year	-	-
At 31 March 2022	24,544,657	245.45

b) Other Equity

Particulars	Other equity			Total of Other equity
	Reserve and surplus		Capital contribution	
	Securities premium	Retained earnings		
Balance as at 1 April 2020	111.41	108.48	11.36	231.25
Profit for the year	-	158.33	-	158.33
Other comprehensive income / (loss) for the year	-	(0.89)	-	(0.89)
Balance as at 31 March 2021	111.41	265.92	11.36	388.69
Profit for the year	-	459.18	-	459.18
Other comprehensive income / (loss) for the year	-	(0.49)	-	(0.49)
Balance as at 31 March 2022	111.41	724.61	11.36	847.38

As per our report attached of even date

for S R Batliboi & Associates LLP

Chartered Accountants

ICAI Firm Registration no.: 101049W/ E300004

Namut Rai
per Navneet Rai Kabra
Partner
Membership no.: 102328



for and on behalf of the Board of Directors of

KIMS Hospital Enterprises Private Limited

CIN:U85191TG2013PTC085793

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Chief financial officer

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Place: Hyderabad

Date: 17 May 2022

Place: Hyderabad

Date: 17 May 2022

KIMS Hospital Enterprises Private Limited**Notes to the financial statements for the year ended 31 March 2022****CIN:U85191TG2013PTC085793**

All amounts are in million of Indian Rupees, except share data or unless otherwise stated

1.1 Company Overview

KIMS Hospital Enterprises Private Limited ('the Company') is private company domiciled in India and is incorporated on 15 February 2013 under the provisions of Companies Act, 1956. The registered office of the company is located at Building No.1-112/86, Survey No. 55/EE, Kondapur Village, Serilingampally Mandal, Hyderabad, Telangana, India – 500084.

The Company is primarily engaged in the business of rendering medical and healthcare services.

The financial statements were authorised for issue by the Company's Board of Directors on 17 May 2022.

1.2 Basis of preparation of financial statements**a) Statement of Compliances:**

These financial statements have been prepared in accordance with Indian Accounting Standards ('Ind AS') as amended by the Companies (Indian Accounting Standards) (Amendment) Rules, 2016 notified under section 133 of Companies Act 2013 (the 'Act') and other relevant provisions of the Act.

b) Basis of measurement:

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

Items	Measurement basis
Certain financial assets and liabilities	Fair value or Amortised cost
Net defined benefit (asset)/ liability	Fair value of plan assets less present value of defined benefit obligations

c) Functional and presentation currency:

These financial statements are presented in Indian Rupees Rs. which is also the Company's functional currency. All amounts are in Indian Rupees millions, rounded off to two decimals, except share data and per share data, unless otherwise stated.

d) Significant accounting judgement, estimates and assumptions :

The preparation of Company's financial statements in conformity with the recognition and measurement principles of Ind AS requires management to make judgments, estimates and assumptions that affect the reported balances of revenue, expenses, assets and liabilities, accompanying disclosures and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

The following are the critical judgements, apart from those involving estimations that the directors have made in the process of applying the Company's accounting policies and that have the most significant effect on the amounts recognised in the financial statements.



KIMS Hospital Enterprises Private Limited

Notes to the financial statements for the year ended 31 March 2022

CIN:U85191TG2013PTC085793

All amounts are in million of Indian Rupees, except share data or unless otherwise stated

Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Provision for expected credit losses of trade receivables and contract assets

The Company uses a provision matrix to calculate ECLs for trade receivables and contract assets. The provision rates are based on days past due for groupings of various customer segments that have similar loss patterns (i.e., by product type, customer type and other forms of credit insurance).

The provision matrix is initially based on the Company's historical observed default rates. The Company will calibrate the matrix to adjust the historical credit loss experience with forward-looking information. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.

The assessment of the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The Company's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future.

Defined benefit plans (gratuity benefits)

The cost of the defined benefit gratuity plan and other post-employment medical benefits and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date. Refer Note 2.26 - Measurement of defined benefit obligations, key actuarial assumptions.

The parameter most subject to change is the discount rate. In determining the appropriate discount rate for plans operated in India, the management considers the interest rates of government bonds where remaining maturity of such bond correspond to expected term of defined benefit obligation.

Impairment of non-financial assets

Impairment exists when the carrying value of an asset or cash generating unit exceeds its recoverable amount, which is the higher of its fair value less costs of disposal and its value in use. The fair value less costs of disposal calculation is based on available data from binding sales transactions, conducted at arm's length, for similar assets or observable market prices less incremental costs for disposing of the asset. The value in use calculation is based on a DCF model. The cash flows are derived from the budget for the next five years and do not include restructuring activities that the Company is not yet committed to or significant future investments that will enhance the asset's performance of the CGU being tested. The recoverable amount is sensitive to the discount rate used for the DCF model as well as the expected future cash-inflows and the growth rate used for extrapolation purposes.



KIMS Hospital Enterprises Private Limited

Notes to the financial statements for the year ended 31 March 2022

CIN:U85191TG2013PTC085793

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e) Current and non-current classification

The Company presents assets and liabilities in the balance sheet based current and non-current classification.

Assets

An asset is classified as current when it satisfies any of the following criteria:

- i. it is expected to be realised in, or is intended for sale or consumption in, the company's normal operating cycle;
- ii. it is held primarily for the purpose of being traded;
- iii. it is expected to be realised within 12 months after the reporting date; or
- iv. it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

All other assets are classified as non-current.

Liabilities

A liability is classified as current when it satisfies any of the following criteria:

- i. it is expected to be settled in the company's normal operating cycle;
- ii. it is held primarily for the purpose of being traded;
- iii. it is due to be settled within 12 months after the reporting date; or
- iv. the company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as noncurrent assets and liabilities.

Operating cycle

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

f) Fair value measurement:

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

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

The principal or the most advantageous market must be accessible by the Company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

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



KIMS Hospital Enterprises Private Limited

Notes to the financial statements for the year ended 31 March 2022

CIN:U85191TG2013PTC085793

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

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

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

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

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

The Management also compares the change in the fair value of each asset and liability with relevant external sources to determine whether the change is reasonable.

Periodically, the Management present the valuation results to the Board of Directors/ Audit Committee and the Company's independent auditors. This includes a discussion of the major assumptions used in the valuations.

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

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred. Further information about the assumptions made in measuring fair values is included in Note 2.31 – financial instruments.



KIMS Hospital Enterprises Private Limited

Notes to the financial statements for the year ended 31 March 2022

CIN:U85191TG2013PTC085793

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1.3 Significant accounting policies

A. Revenue from contract with customer

The Company's revenue from medical and healthcare services comprises of income from hospital services and sale of pharmacy items.

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services.

Income from hospital services comprises of fees charged for inpatient and outpatient hospital services. The performance obligations for this stream of revenue include accommodation, surgery, medical/clinical professional services, food and beverages, investigation and supply of pharmaceutical and related products.

Revenue is measured based on the transaction price, which is the fixed consideration adjusted for components of variable consideration which constitutes discounts, estimated disallowances and any other rights and obligations as specified in the contract with the customer. Revenue also excludes taxes collected from customers and deposited back to the respective statutory authorities. Revenue is recognised at the point in time for the outpatient hospital services when the related services are rendered at the transaction price. With respect to the inpatients hospital services who are undergoing treatment/ observation on the balance sheet date, revenue is recognised over the period to the extent of services rendered.

Revenue from sale of pharmacy and food and beverages (other than hospital services), where the performance obligation is satisfied at a point in time, is recognised when the control of goods is transferred to the customer.

If the consideration in a contract includes a variable amount, the Company estimates the amount of consideration to which it will be entitled in exchange for transferring the goods to the customer. The variable consideration is estimated at contract inception and constrained until it is highly probable that a significant revenue reversal in the amount of cumulative revenue recognised will not occur when the associated uncertainty with the variable consideration is subsequently resolved.

The Company applies the most likely amount method or the expected value method to estimate the variable consideration in the contract. The selected method that best predicts the amount of variable consideration is primarily driven by the number of volume thresholds contained in the contract. The most likely amount is used for those contracts with a single volume threshold, while the expected value method is used for those with more than one volume threshold. The Company then applies the requirements on constraining estimates in order to determine the amount of variable consideration that can be included in the transaction price and recognised as revenue.

Contract balances

Contract assets represents value to the extent of medical and healthcare services rendered to the patients who are undergoing treatment/ observation on the balance sheet date and is not billed as at the balance sheet date.

A receivable is recognised if an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due). Refer to accounting policies of Financial instruments – initial recognition and subsequent measurement.



KIMS Hospital Enterprises Private Limited**Notes to the financial statements for the year ended 31 March 2022****CIN:U85191TG2013PTC085793**

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A contract liability is recognised if a payment is received or a payment is due (whichever is earlier) from a customer before the Company transfers the related goods or services. Contract liabilities are recognised as revenue when the Company performs under the contract (i.e., transfers control of the related goods or services to the customer).

Other Income

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

B. Income tax

The Income-tax expense comprises current tax and deferred tax. It is recognised in profit and loss except to the extent that it relates to an item recognised directly in equity or in other comprehensive income.

Current income tax

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

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

Deferred tax

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

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- When the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.
- In respect of taxable temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.



KIMS Hospital Enterprises Private Limited

Notes to the financial statements for the year ended 31 March 2022

CIN:U85191TG2013PTC085793

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Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised, except:

- When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.
- In respect of deductible temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

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

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

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

The Company offsets deferred tax assets and deferred tax liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities which intend either to settle current tax liabilities and assets on a net basis, or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

Minimum alternate tax (MAT)

Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax for the year. The deferred tax asset is recognised for MAT credit available only to the extent that it is probable that the concerned company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the company recognizes MAT credit as an asset, it is created by way of credit to the statement of profit and loss and shown as part of deferred tax asset. The company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent that it is no longer probable that it will pay normal tax during the specified period.



KIMS Hospital Enterprises Private Limited

Notes to the financial statements for the year ended 31 March 2022

CIN:U85191TG2013PTC085793

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C. Property, plant and equipment

Property, plant and equipment is stated at original cost, net of accumulated depreciation and accumulated impairment losses, if any.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, borrowing costs, if the recognition criteria are met, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it located.

The cost of self-constructed item of property, plant and equipment comprises the cost of materials and direct labour, any other cost directly attributable to bringing the item to working conditions for its intended use, and estimated costs of dismantling and removing the item and restoring the site on which it is located.

When significant parts of Property, plant and equipment are required to be replaced at intervals, the Company de-recognises the replaced part, and recognizes the new part with its own associated useful life and it is depreciated accordingly. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repairs and maintenance costs are recognised in the statement of profit and loss as incurred.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate. In particular, the Company considers the impact of health, safety and environmental legislation in its assessment of expected useful lives and estimated residual values.

Capital work in progress is stated at cost, net of accumulated impairment loss, if any.

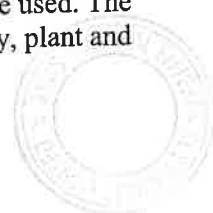
The cost and related accumulated depreciation are de-recognised from the financial statements upon sale or disposition of the asset and the resultant gains or losses are recognised in the statement of profit and loss. Amounts paid towards the acquisition of property, plant and equipment outstanding as of each reporting date are recognised as capital advance and the cost of property, plant and equipment not ready for intended use before such date are disclosed under capital work-in-progress.

De recognition

The carrying amount of an item of property, plant and equipment is derecognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the de-recognition of an item of property, plant and equipment is measured as the difference between the net disposal proceeds and the carrying amount of the item and is recognized in the Statement of Profit and Loss when the item is derecognized.

Depreciation

Depreciation is provided on the straight-line method, based on the useful life of the assets as estimated by the management. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used. The Company has estimated the following useful lives to provide depreciation on its Property, plant and equipment which are in compliance with the Companies Act, 2013:



KIMS Hospital Enterprises Private Limited**Notes to the financial statements for the year ended 31 March 2022****CIN:U85191TG2013PTC085793**

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Category of Assets	Useful life (In years)
Medical and surgical equipment	13
Machinery and equipment	15
Office equipment	5
Electrical equipment	10
Computers	3-6
Furniture and fixtures	10
Vehicles	8-10

Based on the planned usage of certain specific assets and technical assessment, the management has estimated the useful lives of Property, plant and equipment which are different from the useful life prescribed in Schedule II to the Companies Act, 2013 for the following:

- Individual asset not exceeding Rs. 5,000 have been fully depreciated in the year of purchase.
- Leasehold improvements are depreciated over the lease term.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

D. Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is their fair value at the date of acquisition. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses. Internally generated intangibles, excluding capitalised development costs, are not capitalised and the related expenditure is reflected in profit or loss in the period in which the expenditure is incurred.

Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the statement of profit and loss unless such expenditure forms part of carrying value of another asset.

Derecognition

An intangible asset is derecognised upon disposal (i.e., at the date the recipient obtains control) or when no future economic benefits are expected from its use or disposal. Any gain or loss arising upon derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss, when the asset is derecognised.



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Amortisation

The estimated useful life of an identifiable intangible asset is based on a number of factors including the effects of obsolescence, demand, competition and other economic factors (such as the stability of the industry and known technological advances) and the level of maintenance expenditures required to obtain the expected future cash flows from the asset.

The estimated useful lives of intangibles are as follows:

Category of Assets	Useful life (In years)
Software	6

E. Borrowing costs

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

F. Leases

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Company as a lessee

The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Company recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

i) Right-of-use assets

The Company recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

If ownership of the leased asset transfers to the Company at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset. The right-of-use assets are also subject to impairment. Refer to the accounting policies of Impairment of non-financial assets.



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ii) Lease Liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Company and payments of penalties for terminating the lease, if the lease term reflects the Company exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses (unless they are incurred to produce inventories) in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

iii) Short-term leases and leases of low-value assets

The Company applies the short-term lease recognition exemption to its short-term leases of machinery and equipment (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of office equipment that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

G. Inventories

The inventories comprising of medical consumables and pharmacy items are valued at lower of cost or net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale. Cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on weighted average basis. The comparison of cost and net realisable is made on an item by item basis.

H. Impairment of non-financial assets

The Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs of disposal and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.



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In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

The Company bases its impairment calculation on detailed budgets and forecast calculations which are prepared separately for each of the Company's cash-generating units to which the individual assets are allocated. These budgets and forecast calculations are generally covering a period of five years. For longer periods, a long-term growth rate is calculated and applied to project future cash flows after the fifth year.

For assets excluding goodwill, an assessment is made at each reporting date to determine whether there is an indication that previously recognised impairment losses no longer exist or have decreased. If such indication exists, the Company estimates the asset's or CGU's recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the statement of profit and loss unless the asset is carried at a revalued amount, in which case, the reversal is treated as a revaluation increase.

I. Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, the expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

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

Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

A contingent asset is not recognised unless it becomes virtually certain that an inflow of economic benefits will arise. When an inflow of economic benefits is probable, contingent assets are disclosed in the financial statements.

Contingent liabilities and contingent assets are reviewed at each balance sheet date.



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J. Retirement and other employee benefits

Defined contribution plans

Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund. The Company recognizes contribution payable to the provident fund scheme as an expense, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to, for example, a reduction in future payment or a cash refund.

Defined benefit plans

The Company's gratuity benefit scheme is a defined benefit plan. The Company's net obligation in respect of a defined benefit plan is calculated by estimating the amount of future benefit that employees have earned and returned for services in the current and prior periods; that benefit is discounted to determine its present value. The calculation of Company's obligation under the plan is performed annually by a qualified actuary using the projected unit credit method.

The gratuity scheme is administered by third party. Re-measurements of the net defined benefit liability, which comprise actuarial gains and losses, 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).

The Company determines the net interest expense (income) on the net defined liability (assets) for the period by applying the discount rate used to measure the net defined obligation at the beginning of the annual period to the then-net defined benefit liability (asset), taking into account any changes to the defined benefit liability (asset) as a result of contribution and benefit payments. Net interest expense and other expenses related to defined benefit plans are recognised in the statement of profit and loss. The Company recognises gains and losses in the curtailment or settlement of a defined benefit plan when the curtailment or settlement occurs.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognised immediately in the statement of profit and loss.

Short term employee benefits

Short term employee benefits are measured on an undiscounted basis and are expensed as the relative service is provided. A liability is recognised for the amount expected to be paid e.g., under short term cash bonus, if the Company has a present legal or constructive obligation to pay this amount as a result of the past service provided by the employee, and the amount of obligation can be estimated reliably.



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Compensated Absences

As per the leave encashment policy of the Company, the employees have to utilise their eligible leave during the financial year and lapses at the end of the financial year. Accrual towards compensated absences at the end of the financial year are based on last salary drawn and outstanding leave absence at the end of the financial year.

Accumulated leave, which is expected to be utilized within the next twelve months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

The Company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year end. Actuarial gains/losses are immediately taken to the statement of profit and loss and are not deferred.

K. Financial instruments

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

Financial Assets**Initial recognition and measurement**

Financial assets are classified, at initial recognition, as subsequently measured at amortised cost, fair value through other comprehensive income (OCI), and fair value through profit or loss. The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Company's business model for managing them. With the exception of trade receivables that do not contain a significant financing component or for which the Company has applied the practical expedient, the Company initially measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs. Trade receivables that do not contain a significant financing component or for which the Company has applied the practical expedient are measured at the transaction price determined under Ind AS 115.

In order for a financial asset to be classified and measured at amortised cost or fair value through OCI, it needs to give rise to cash flows that are 'solely payments of principal and interest (SPPI)' on the principal amount outstanding. This assessment is referred to as the SPPI test and is performed at an instrument level. Financial assets with cash flows that are not SPPI are classified and measured at fair value through profit or loss, irrespective of the business model.

Subsequent measurement

On initial recognition, a financial asset is classified as measured at

- Financial assets at amortised cost
- Financial assets at fair value through profit or loss (FVTPL)



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Financial assets at amortised cost

A financial asset is measured at amortised cost if it meets both of the following conditions:

- the asset is held within a business model whose objective is to hold assets 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.

Financial assets at fair value through profit or loss

All financial assets not classified as measured at amortised cost as described above are measured at FVTPL. On initial recognition, the Company may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortised cost at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

Derecognition

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the Company enters into transactions whereby it transfers assets recognised on its balance sheet but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.

Impairment of financials assets

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

Financial assets that are debt instruments, and are measured at amortized cost e.g., loans, debt securities, deposits, trade receivables and bank balance.

Trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 11 and Ind AS 18 (referred to as 'contractual revenue receivables' in these financial statements).

The Company follows 'simplified approach' for recognition of impairment loss allowance on Trade receivables.

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



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

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

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

Financial liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, as appropriate. All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs. The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts and financial guarantee contracts.

Subsequent measurement

For purposes of subsequent measurement, financial liabilities are classified in two categories:

- Financial liabilities at fair value through profit or loss
- Financial liabilities at amortised cost (loans and borrowings)

Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss.

Financial liabilities at amortised cost (loans and borrowings)

This is the category most relevant to the Company. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss. This category generally applies to borrowings.



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Derecognition

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

L. Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, that are readily convertible to a known amount of cash and subject to an insignificant risk of changes in value. For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

M. Earnings per share

The basic and diluted earnings per share is computed by dividing the net profit attributable to equity shareholders for the period by the weighted average number of equity shares outstanding during the year.

N. Segment reporting

Based on "Management Approach" as defined in Ind AS 108 -Operating Segments, the Management evaluates the Company's performance and allocates the resources based on an analysis of various performance indicators by business segments. Inter segment sales and transfers are reflected at market prices. Unallocable items includes general corporate income and expense items which are not allocated to any business segment.

Segment Policies:

The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the Company as a whole. Common allocable costs are allocated to each segment on an appropriate basis.

O. Corporate social responsibility

The Company charges its Corporate Social Responsibility expenditure to the statement of profit and loss.

P. Events after reporting date

Where events occurring after the Balance Sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events is adjusted within the financial statements. Otherwise, events after the Balance Sheet date of material size or nature are only disclosed.



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2.1 (a) Property, plant and equipment

Particulars	Leasehold improvements	Medical and surgical equipment	Machinery and equipment	Office equipment	Electrical equipment	Computers	Furniture and fixtures	Vehicles	Total of property, plant and equipment
Gross carrying amount									
Balance as at 1 April 2020	174.62	381.68	116.62	11.31	55.64	46.54	75.86	13.85	876.12
Additions	21.38	29.78	0.54	0.62	3.62	2.65	10.14	0.09	68.81
Disposals	-	(3.03)	-	(0.24)	-	(1.63)	-	-	(4.90)
Balance as at 31 March 2021	196.00	408.43	117.16	11.69	59.26	47.56	86.00	13.94	940.03
Balance as at 1 April 2021	196.00	408.43	117.16	11.69	59.26	47.56	86.00	13.94	940.03
Additions	13.83	50.67	4.69	2.25	1.25	8.85	4.66	3.50	89.69
Balance as at 31 March 2022	209.83	459.10	121.85	13.94	60.51	56.41	90.66	17.44	1,029.72
Accumulated depreciation									
Balance as at 1 April 2020	49.09	88.83	28.65	8.30	19.24	32.93	28.85	5.10	260.98
Depreciation charge for the year	12.93	32.92	8.29	1.44	6.21	6.35	8.78	1.86	78.79
Disposals	-	(0.82)	-	(0.01)	-	(0.00)	-	-	(0.83)
Balance as at 31 March 2021	62.02	120.93	36.94	9.73	25.45	39.28	37.63	6.96	338.94
Balance as at 1 April 2021	62.02	120.93	36.94	9.73	25.45	39.28	37.63	6.96	338.94
Depreciation charge for the year	27.18	36.13	8.53	1.45	6.58	7.13	9.64	2.04	98.68
Balance as at 31 March 2022	89.20	157.06	45.47	11.18	32.03	46.41	47.27	9.00	437.62
Carrying amounts (net)									
At 31 March 2021	133.98	287.50	80.22	1.96	33.81	8.28	48.36	6.98	601.09
At 31 March 2022	120.63	302.04	76.38	2.76	28.48	10.00	43.38	8.44	592.10

2.1 (b) Intangible assets

Particulars	Software
Gross carrying amount	
Balance as at 1 April 2020	5.13
Additions	1.15
Balance as at 31 March 2021	6.28
Balance as at 1 April 2021	6.28
Additions	2.70
Balance as at 31 March 2022	8.98
Accumulated Amortization	
Balance as at 1 April 2020	0.95
Amortization charge for the year	0.95
Balance as at 31 March 2021	1.90
Balance as at 1 April 2021	1.90
Amortization charge for the year	1.33
Balance as at 31 March 2022	3.23
Carrying amounts (net)	
At 31 March 2021	4.38
At 31 March 2022	5.75



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2.1 (c) Capital Work in Progress

	As at 31 March 2022	As at 31 March 2021
Gross Carrying amount		
Balance as at beginning of the year	3.19	3.19
Additions	53.82	-
Balance as at end of the year	57.01	3.19

i) For capital work in progress, aging Schedule as on 31 March 2022

CWIP	Amount in CWIP for a period of				Total
	< 1 year	1-2 years	2-3 years	more than 3 years	
-Projects in Progress	53.82	3.19	-	-	57.01
-Projects temporarily suspended	-	-	-	-	-
Total	53.82	3.19	-	-	57.01

ii) For capital work in progress, aging Schedule as on 31 March 2021

CWIP	Amount in CWIP for a period of				Total
	< 1 year	1-2 years	2-3 years	more than 3 years	
-Projects in Progress	3.19	-	-	-	3.19
-Projects temporarily suspended	-	-	-	-	-
Total	3.19	-	-	-	3.19

There are no capital work in progress projects, whose completion is overdue or has exceed its cost compared to its original plan as at 31 March 2022 and 31 March 2021.



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	As at 31 March 2022	As at 31 March 2021
2.2 Other financial assets (at amortised cost) (unsecured, considered good)		
(a) Non-current		
-To parties other than related parties		
Bank deposits (due to mature after 12 months of reporting date)*	1.35	1.35
Interest accrued	0.14	0.07
Security deposits	285.69	60.11
Total	287.18	61.53
* Bank deposits placed are restrictive in nature as it pertains to bank guarantee. These guarantees are maturing after 12 months of the reporting date.		
(b) Current		
-To parties other than related parties		
Contract assets (Unbilled revenue)	29.79	25.09
Interest accrued	-	1.60
Security deposits	1.64	1.72
Total	31.43	28.41
2.3 Other non-current assets		
-To parties other than related parties (unsecured, considered good)		
Capital advances	77.34	7.15
Prepaid expenses	8.23	11.88
Total	85.57	19.03
2.4 Inventories (Valued at lower of cost or net realisable value)		
Medical consumables, drug and surgical instruments	42.11	25.05
Total	42.11	25.05



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2.5 Trade receivables (at amortised cost)
(Unsecured)

Considered good - Unsecured
Less: Allowance for expected credit loss

Trade receivables - credit impaired - unsecured
Less: Allowance for credit impairment
Total

As at 31 March 2022	As at 31 March 2021
103.48	100.50
(11.56)	(15.85)
91.92	84.65
-	-
91.92	84.65

No trade or other receivable are due from directors or other officers of the Company either severally or jointly with any other person, nor any trade or other receivable are due from firms or private companies respectively in which any director is a partner, a director or a member.

Trade receivables are non-interest bearing and generally on terms of 30 to 90 days.

Trade Receivables aging schedule as on 31 March 2022

Particulars	Current but Not dues	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables-considered good	39.28	45.21	7.99	6.21	2.96	1.83	103.48
(ii) Undisputed Trade receivables- significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade receivables-credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade receivables-considered good	-	-	-	-	-	-	-
(v) Disputed Trade receivables- significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade receivables-credit impaired	-	-	-	-	-	-	-
Total							103.48
Less : Allowance for expected credit loss							(11.56)
Balance at the end of the year							91.92

Trade Receivables aging schedule as on 31 March 2021

Particulars	Current but Not dues	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables-considered good	47.30	37.35	5.61	4.36	1.54	4.34	100.50
(ii) Undisputed Trade receivables- significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade receivables-credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade receivables-considered good	-	-	-	-	-	-	-
(v) Disputed Trade receivables- significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade receivables-credit impaired	-	-	-	-	-	-	-
Total							100.50
Less : Allowance for expected credit loss							(15.85)
Balance at the end of the year							84.65



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2.6 Cash and bank balances**a) Cash and cash equivalents**

	As at 31 March 2022	As at 31 March 2021
Cash on hand	0.49	0.90
Balances with banks		
- On current accounts	22.99	50.23
- In deposit accounts (with original maturity of 3 months or less)	-	75.00
	23.48	126.13

b) Bank balances other than (a) above

Deposits with remaining maturity less than 12 months	-	105.72
--	---	--------

Total

	23.48	231.85
--	--------------	---------------

Cash at banks earns interest at floating rates based on daily bank deposit rates. Short-term deposits are made for varying periods of between one day and three months, depending on the immediate cash requirements of the Company, and earn interest at the respective short-term deposit rates.

c) Changes in liabilities arising from financing activities

Particulars	As at 1 April 2021	Cash flows	Other	As at 31 March 2022
Current borrowings	-	-	-	-
Current and Non- Current lease liabilities	430.74	(82.43)	605.97	954.28
Long term borrowings (including current maturities)	152.88	(150.57)	-	2.31
Total liabilities from financing activities	583.62	(233.00)	605.97	956.59

Particulars	As at 1 April 2020	Cash flows	Other	As at 31 March 2021
Current borrowings	9.08	(9.08)	-	-
Current and Non- Current lease liabilities	441.02	(56.81)	46.53	430.74
Long term borrowings (including current maturities)	230.48	(77.60)	-	152.88
Total liabilities from financing activities	680.58	(143.49)	46.53	583.62

The 'Other' column includes lease liabilities to current due to the passage of time, and the effect of accrued but not yet paid interest on borrowings, including lease liabilities. Further, this also includes addition in the lease liabilities of Rs. 541.87 in the current year.

2.7 Non-current tax assets (net)

Advance tax (net of provision for taxation)

	As at 31 March 2022	As at 31 March 2021
Advance tax (net of provision for taxation)	1.05	-
	1.05	-

2.8 Other current assets

(Unsecured, considered good)

Advance to suppliers	0.85	0.63
Prepaid expenses	6.28	7.37
Staff advances	1.12	9.46
Total	8.25	17.46



2.9(a) Equity share capital

Authorised
Equity shares

25,000,000 (31 March 2021: 25,000,000) equity shares of Rs. 10 each

Issued, subscribed and paid-up

24,544,657 (31 March 2021: 24,544,657) equity shares of Rs. 10 each fully paid-up

	As at 31 March 2022	As at 31 March 2021
Authorised Equity shares 25,000,000 (31 March 2021: 25,000,000) equity shares of Rs. 10 each	250.00	250.00
Issued, subscribed and paid-up 24,544,657 (31 March 2021: 24,544,657) equity shares of Rs. 10 each fully paid-up	245.45	245.45

i) Reconciliation of number of equity shares of Rs. 10 each, fully paid up outstanding at the beginning and at the end of the year:

Particulars	As at 31 March 2022		As at 31 March 2021	
	Number of shares	Amount	Number of shares	Amount
At the commencement of the year	24,544,657	245.45	24,544,657	245.45
Shares outstanding at the end of the year	24,544,657	245.45	24,544,657	245.45

ii) Rights, preferences and restrictions attached to equity shares:

The Company has only one class of equity shares having par value of Rs. 10/- each. Each equity share holder is entitled to one vote per equity share held. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

iii) Particulars of shareholders holding more than 5% equity shares

Name of shareholder	As at 31 March 2022		As at 31 March 2021	
	Number of shares	% of Holding	Number of shares	% of Holding
Krishna Institute of Medical Sciences Limited	21,272,857	86.67	21,185,907	86.32
S.Padma Priya	1,583,454	6.45	1,583,454	6.45

iv) Shares held by holding company including shares held by subsidiaries or associate of holding company

Name of shareholder	As at 31 March 2022		As at 31 March 2021	
	Number of shares	Amount	Number of shares	Amount
Krishna Institute of Medical Sciences Limited	21,272,857	212.73	21,185,907	211.86

(v) The Company has not issued bonus shares during the period of five years immediately preceding the reporting period.

(vi) The Company has not bought back any shares during the period of five years immediately preceding the reporting period.

(vii) Details of shares held by Promoters *

As at 31 March 2022

S. No.	Particulars	Promoter name	No of shares at beginning of the year	Change during the year	No of shares at end of the year	% of total shares	% change during the year
1	Equity shares of Rs. 10 each fully paid	Krishna Institute of Medical Sciences Limited	21,185,907	86,950	21,272,857	86.67%	0.35%
2	Equity shares of Rs. 10 each fully paid	S Padmapriya	1,583,454	-	1,583,454	6.45%	-
3	Equity shares of Rs. 10 each fully paid	S Sunand	416,546	-	416,546	1.70%	-
Total			23,185,907	86,950	23,272,857	94.82%	0.35%

As at 31 March 2021

S. No.	Particulars	Promoter name	No of shares at beginning of the year	Change during the year	No of shares at end of the year	% of total shares	% change during the year
1	Equity shares of Rs. 10 each fully paid	Krishna Institute of Medical Sciences Limited	18,472,589	2,713,318	21,185,907	86.32%	11.05%
2	Equity shares of Rs. 10 each fully paid	S Padmapriya	1,832,500	(249,046)	1,583,454	6.45%	-1.01%
3	Equity shares of Rs. 10 each fully paid	S Sunand	416,546	-	416,546	1.70%	0.00%
Total			20,721,635	2,464,272	23,185,907	94.47%	10.04%

* Promoters are as per the annual return filed by the Company.



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2.9(b) Other equity**A) Capital contribution**

Opening balance

Add: Increase/(decrease) during the year

Closing balance (A)**B) Retained earning**

Opening balance

Add: Profit for the year

Other comprehensive income:

Remeasurement losses on defined benefit plans (net of tax)

Closing balance (B)**C) Securities premium**

Opening balance

Add: Increase/(decrease) during the year

Closing balance (C)**Total other equity (A+B+C)**

	As at 31 March 2022	As at 31 March 2021
	11.36	11.36
	-	-
	11.36	11.36
	265.92	108.48
	459.18	158.33
	(0.49)	(0.89)
	724.61	265.92
	111.41	111.41
	-	-
	111.41	111.41
	847.38	388.69

Nature and purpose of reserves:**(i) Capital contribution**

Financial guarantee contracts are recognised as a financial liability at the time of issue of guarantee. The liability is measured at fair value and subsequently at the higher of the amount determined in accordance with Ind AS 37 and the amount initially recognised less cumulative amortisation, where appropriate.

Where guarantee in relation to loans or other payables of subsidiary is provided for no compensation by the shareholder, fair values of such guarantees are accounted as capital contribution in the books of the Company.

(ii) Retained earnings

Retained earnings are the profits/losses (net of appropriations) of the company earned till date, including items of other comprehensive income.

(iii) Securities premium

Securities premium is used to record the premium received on issue of shares.



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2.10 Borrowings (at amortised cost)

	As at 31 March 2022	As at 31 March 2021
(a) Non-current borrowings		
Secured		
Term loans from banks		
- HDFC bank (refer note i)	1.53	2.31
- HDFC bank (refer note ii)	-	83.24
Total loans from banks	1.53	85.55
Total non-current borrowings	1.53	85.55
(b) Current borrowings		
Secured		
Term loans from banks		
- HDFC bank (refer note i)	0.78	0.72
- HDFC bank (refer note ii)	-	66.61
Total current borrowings	0.78	67.33

Notes:

- i Term loan from HDFC Bank is secured by first exclusive hypothecation charge on the vehicle acquired from the said loan. The loan carries interest rate of 8.01% per annum. These loans are repayable in 84 equated monthly instalments starting from January 2018 to December 2024.
- ii Term loan from HDFC Bank is secured by exclusive charge on entire Property, Plant and Equipment and exclusive charge on all current assets including card swipes of the Company. Also secured by personal guarantee of Dr B Bhaskara Rao and Dr. B. Abhinay. The loan carries interest rate of 9% floating linked to bank's 1 year MCLR (31 March 2021: 9%). The loan is repayable in 31 equated monthly instalments starting from November 2020 to May 2023. The loan was repaid during the current year.



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2.11 Other financial liabilities (at amortised cost)

	As at 31 March 2022	As at 31 March 2021
Current		
Capital creditors	0.18	3.26
Employee related payable	10.24	11.70
Interest accrued but not due on borrowings	0.01	1.12
Total	10.43	16.08

2.12 Long-term provisions

Provision for employee benefits		
Gratuity (refer note. 2.26)	4.24	4.61
Total	4.24	4.61

2.13 Trade payables (at amortised cost)

Trade payables		
- total outstanding dues of micro enterprises and small enterprises (refer note 2.29)	8.88	6.18
- total outstanding dues of creditors other than micro enterprises and small enterprises	187.69	145.52
Total	196.57	151.70

The above includes payable to related parties. For details refer note 2.25.

Trade payables are non-interest bearing and are normally settled on 30-90 day terms.

Trade Payable Aging Schedule as on 31 March 2022

Particulars	Current but not due	Outstanding for following periods from due date of payment				Total
		< 1 year	1-2 years	2-3 years	More than 3 years	
(i) Total outstanding dues of micro enterprises and small enterprises	7.46	1.43	-	-	-	8.89
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	53.50	106.56	11.45	1.27	2.90	175.67
(iii) Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-
(iv) Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-
Total						184.56
Accrued expenses						12.01
						196.57

Trade Payable Aging Schedule as on 31 March 2021

Particulars	Current but not due	Outstanding for following periods from due date of payment				Total
		< 1 year	1-2 years	2-3 years	More than 3 years	
(i) Total outstanding dues of micro enterprises and small enterprises	6.17	0.02	-	-	-	6.19
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	49.46	78.48	3.71	0.20	2.97	134.82
(iii) Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-
(iv) Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-
Total						141.01
Accrued expenses						10.69
						151.70

2.14 Short term provisions

Provision for employee benefits		
Compensated absences	10.49	8.95
Total	10.49	8.95

2.15 Other current liabilities

Statutory dues	9.28	7.83
Contract liabilities (refer note. 2.33)	12.26	8.43
Total	21.54	16.26



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	For the year ended 31 March 2022	For the year ended 31 March 2021
2.16 Revenue from operations		
A Revenue from contract with customers		
Income from medical and healthcare services (Refer note 2.33)		
Income from hospital services	1,715.27	1,239.90
Income from sale of pharmacy	573.50	377.82
Total	2,288.77	1,617.72
B Other operating income		
Income from sale of food and beverages	0.77	1.96
Other hospital income	0.19	0.07
Total	0.96	2.03
Total income from operations (A+B)	2,289.73	1,619.75
2.17 Other income		
Interest income on:		
- Fixed deposits	3.86	2.34
- Income tax refund	-	7.66
- Security deposit	5.80	3.53
Lease income	1.53	0.95
Liabilities no longer required written back	2.77	-
Net gain on disposal of property, plant and equipment	-	0.83
Miscellaneous income	4.80	3.82
Total	18.76	19.13



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	For the year ended 31 March 2022	For the year ended 31 March 2021
2.18 (Increase)/ decrease in inventories of medical consumables, drugs and surgical instruments		
Opening stock	25.05	36.76
Less: Closing stock	42.11	25.05
Total	(17.06)	11.71
2.19 Employee benefits expense		
Salaries, wages and bonus	265.27	232.10
Contribution to provident and other funds (refer note 2.26)	14.06	13.31
Staff welfare expenses	5.27	3.61
Total	284.60	249.02
2.20 Depreciation and amortisation expense		
Depreciation of property, plant and equipment (refer note no 2.1(a))	98.68	78.79
Amortisation of intangible assets (refer note no 2.1(b))	1.33	0.95
Depreciation of Right-of-use assets (refer note no 2.24)	42.35	41.45
Total	142.36	121.19
2.21 Finance costs		
Interest expense on		
- term loans	3.69	17.32
- other loans	-	0.05
Loan from related parties	3.41	-
Interest expense on lease liabilities (refer note no 2.24)	42.58	44.93
Guarantee commission expense	-	5.07
Others	-	1.91
Total	49.68	69.28
2.22 Other expenses		
Consultancy charges	477.26	402.71
House keeping expenses	83.85	67.67
Power and fuel	30.39	25.93
Catering and patient welfare	27.90	20.83
Rent (refer note 2.24)	34.71	34.20
Tests and investigations	18.91	13.16
Repairs and maintenance:		
- Medical /Non medical equipment	19.56	16.57
- Hospital building and others	24.10	21.22
Printing and stationery	7.42	5.67
Audit fee (refer note below)	0.82	0.60
Legal and professional charges	3.08	4.93
Rates and taxes	1.76	1.80
Travelling and conveyance	18.84	3.24
Advertisement and publicity	15.22	10.44
Communication expenses	4.27	3.93
Provision/(Reversal) of Expected credit loss for trade receivables	(4.29)	2.63
Trade receivables written off	12.03	5.96
Insurance	1.25	1.32
Donation	-	5.00
Contributions towards Corporate Social Responsibility (refer note 2.34)	4.02	2.12
Bank charges	7.44	7.09
Director sitting fee	0.20	0.18
Miscellaneous expenses	0.89	1.63
Total	789.63	658.81

Note: Payment to auditors (excluding applicable taxes)

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Statutory audit fee	0.82	0.60



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2.23 Contingent liabilities and commitments**(a) Commitments**

Particulars	As at	As at
	31 March 2022	31 March 2021
i) Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	0.39	0.06

(b) Contingent liability

Particulars	As at	As at
	31 March 2022	31 March 2021
Claims against the company not acknowledged as debts in respect of:		
i) Medical claims (gross, excluding interest/costs)	5.70	5.70

(c) On 28 February 2019, the Supreme Court of India issued a judgement which provided further guidance for companies in determining which components of their employee's compensation are subject to statutory withholding obligations, and matching employer contribution obligations, for Provident Fund contributions under Indian law. There are interpretative issues relating to the retrospective applicability of the judgement. However, from the date of order, the Group has complied with the aforesaid Supreme court's judgement. The Group will evaluate the same and update its position for earlier years, if any on receiving further clarity on the subject.

Notes (For note (b) and (c)):

- Pending resolution of the respective proceedings, it is not practicable for the Company and its associate to estimate the timings of the cash flow, if any, in respect of the above as it is determinable only on receipt of judgements/decisions pending with various forums/authorities.
- The Company has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed as contingent liabilities where applicable in its financial statements. The Company does not expect the outcome of these proceeding to have a materially adverse effect on its financial position.



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2.24 Lease**Operating leases in the capacity of lessee**

The Company has lease contracts for various items of Land, Building and Medical Equipment used in its operations. Leases of Land, Building and Medical Equipment generally have lease terms between 3 - 15 years. Generally, the Company is restricted from assigning and subleasing the leased assets. There are several lease contracts that include extension and termination options, which are further discussed below.

The Company also has certain leases of buildings and machinery with lease terms of 12 months or less and leases of office equipment with low value. The Company applies the 'short-term lease' and 'lease of low-value assets' recognition exemptions for these leases.

Set out below are the carrying amounts of right-of-use assets recognised and the movements during the year:

Particulars	Leasehold Land	Building	Medical Equipment	Total
As at 1 April 2020	-	408.88	0.56	409.44
Addition	-	1.59	-	1.59
Amortization expense	-	41.17	0.28	41.45
As at 31 March 2021	-	369.30	0.27	369.58
Addition	777.38	3.50	-	780.89
Amortization expense charged to P&L	-	42.15	0.20	42.35
Amortization expense transferred to CWIP	40.87	-	-	40.87
As at 31 March 2022	736.51	330.65	0.07	1,067.23

The effective interest rate for lease liabilities ranges between 8% to 12.59% with maturity between 2022-2031 (31 March 2021: 9% to 12.59% with maturity between 2022-2031).

Set out below are the carrying amounts of lease liabilities (included under borrowings) and the movements during the period:

	As at 31 March 2022	As at 31 March 2021
Opening balance as on 1 April	430.74	441.02
Addition	541.87	1.59
Accretion of interest charged to P&L	42.58	44.93
Accretion of interest transferred to CWIP	21.52	-
Payments	(82.43)	(56.81)
As at 31 March	954.28	430.74
Current	67.69	16.94
Non-current	886.59	413.80

The following are the amounts recognised in profit or loss:

	As at 31 March 2022	As at 31 March 2021
Depreciation expense of right-of-use assets	42.35	41.45
Interest expense on lease liabilities	42.58	44.93
Expense relating to short-term leases and low-value assets (included in other expenses)	34.71	34.20
Total amount recognised in profit or loss	119.64	120.59

The Company had total cash outflows for leases of Rs. 117.14 in 31 March 2022 (31 March 2021: Rs. 91.01).

The Company has several lease contracts that include extension and termination options. These options are negotiated by management to provide flexibility in managing the leased-asset portfolio and align with the Company's business needs. Management exercises significant judgement in determining whether these extension and termination options are reasonably certain to be exercised.

Set out below are the undiscounted potential future rental payments:

	As at 31 March 2022	As at 31 March 2021
Within one year	149.65	59.33
Between one and five years	632.80	280.74
After more than five years	609.39	352.03
Total	1,391.84	692.10



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2.25 Related party disclosures

(a) Parties where control exists or where significant influence exists and with whom transactions have taken place during the current year or previous year

Nature of relationship	Name of related parties	Designation
Key management personnel (KMP)	Dr. Bollineni Abhinay	Director
	Mr. Ramakrishna Reddy Garisa	Director
	Mr. S. Sunand	Director
	Dr. Sudheer Vinnamala	Director
	Mr. K. Ratna Kishore	Independent director
	Mr Uma Shankar Mantha	Company Secretary
	Mr Subodh Singh B K	Chief Executive Officer
	Mr. G. Rajeshwar Rao	Independent director
	Mr P Venu	Chief Financial Officer
Holding Company	Krishna Institute of Medical Sciences Limited	
Fellow Subsidiary	Arunodaya Hospitals private Limited	
	Saveera Institute of Medical Sciences Private Limited	
Relative of KMP	Mrs. S. Padma Priya	
	Dr. Pratima Varna	
	Mrs. Neeti Singh	
Enterprises under control or joint control of KMP and other relative	SSC Projects Private Limited	

(b) Transactions with related parties

Particulars	For the period ended 31 March 2022	For the year ended 31 March 2021
I. Professional fee to KMP		
Dr. Sudheer Vinnamala	2.40	-
II. Professional fee relative of KMP		
Dr. Pratima Varna	0.13	-
III. Managerial remuneration*		
Mr Subodh Singh B K	4.79	4.99
Mr P Venu	0.85	0.67
IV. Remuneration to relative of KMP		
Mrs. Neeti Singh	0.83	-
V Salary paid*		
Mr Uma Shankar Mantha	0.12	0.12
VI. Rental charges		
Mr. S. Sunand	13.69	13.06
Mrs. S. Padma Priya	13.69	13.05
III. Purchase of medical consumables and pharmacy		
Krishna Institute of Medical Sciences Limited	23.69	8.49
Arunodaya Hospitals private Limited	-	0.23
SSC Projects Private Limited	0.98	0.86
IV. Sale of pharmacy items		
Krishna Institute of Medical Sciences Limited	1.90	1.61
Saveera Institute of Medical Sciences Private Limited	-	0.37
V. Sale of equipment		
Saveera Institute of Medical Sciences Private Limited	-	4.64
VI. Test and Investigations expenses		
Krishna Institute of Medical Sciences Limited	11.81	8.13
VII. Revenue from healthcare services		
Mr. S. Sunand	0.07	-
Mr P Venu	0.32	-
VIII. Unsecured loan taken and repaid during the year		
Krishna Institute of Medical Sciences Limited	128.58	-
IX. Interest on Unsecured loan		
Krishna Institute of Medical Sciences Limited	3.41	-
X. Guarantee commission		
Krishna Institute of Medical Sciences Limited	-	5.07
XI. Directors sitting fee		
Mr. G. Rajeshwar Rao	0.10	0.09
Mr. Ramakrishna Reddy Garisa	0.08	0.09
Mr. K. Ratna Kishore	0.03	-
XII. Payment of Security deposit		
Mr. S. Sunand	-	50.00



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2.25 Related party disclosures (continued)**(c) The balances payable to related parties**

Particulars	As at	As at
	31 March 2022	31 March 2021
I. Trade payables		
Mr. S. Sunand	18.52	1.20
Mrs. S. Padma Priya	18.52	10.78
Mr. Uma Shankar Mantha	0.01	0.01
SSC Projects Private Limited	-	0.05
Mr. Subodh Singh B K	-	0.41
Mr. Venu P	-	0.06
Dr. Sudheer Vinnamala	0.27	-
Dr. Pratima Varma	0.01	-
II. Trade Receivables		
Mr Venu P	0.32	-
III. Director sitting fee		
G. Rajeshwar Rao	0.03	0.02
Ramakrishna Reddy Garisa	-	0.02
Mr. K. Ratna Kishore	0.03	-

*The key managerial personnel are covered by the Company's gratuity policy and are eligible for leave encashment along with other employees of the Company. The proportionate amount of gratuity and leave encashment pertaining to the managerial personnel has not been included in the aforementioned disclosures as these are determined on an actuarial basis for the Company as a whole.

Terms and conditions:

All transactions with these related parties are priced on an arm's length basis and resulting outstanding receivables and payables including financial assets and financial liabilities balances are settled in cash within a range of 30-120 days of the transaction date. None of the balances are secured.



2.26 Employee benefits

Defined benefit plan

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

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

Particulars	As at 31 March 2022	As at 31 March 2021
Defined benefit obligation	11.30	8.73
Fair value of plan assets	7.06	4.12
Net defined benefit obligation	4.24	4.61
Total employee benefit liability	4.24	4.61
Non-current (Refer note 2.11)	4.24	4.61
Current	-	-

B Reconciliation of net defined benefit obligation

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

i) Reconciliation of present value of defined benefit obligation

Particulars	As at 31 March 2022	As at 31 March 2021
Defined benefit obligation as at 1 April	8.73	6.11
Current service cost	2.40	1.98
Interest cost	0.43	0.32
Actuarial (gains) / losses recognised in other comprehensive income	-	-
- Changes in demographic assumptions	(0.19)	0.02
- Changes in financial assumptions	0.90	1.07
- Experience adjustments	(0.97)	(0.77)
Benefit paid	11.30	8.73
Defined benefit obligation as at 31 March	11.30	8.73

ii) Reconciliation of fair value of plan assets

Particulars	As at 31 March 2022	As at 31 March 2021
Plan assets as at 1 April	4.12	3.84
Contributions paid into the plan	3.69	0.99
Return on plan assets	0.19	0.21
Return on plan assets recognised in other comprehensive income (actuarial gain/loss)	0.03	(0.16)
Benefit paid	(0.97)	(0.77)
Plan assets as at 31 March	7.06	4.12

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

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Current service cost	2.40	1.98
Interest on defined benefit obligation / plan assets (net)	0.24	0.10
Net gratuity cost, included in 'employee benefits'	2.64	2.09

C ii) Re-measurements recognised in other comprehensive income

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Actuarial gain on defined benefit obligation	0.69	1.25



2.26 Employee benefits (continued)

D Plan assets

Plan assets comprises of the following:

Particulars	As at	As at
	31 March 2022	31 March 2021
Fund managed by Insurer	7.06	4.12

E Defined benefit obligation

i) Actuarial assumptions

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

Principal actuarial assumptions	As at	As at
	31 March 2022	31 March 2021
Salary escalation rate	8.00%	8.00%
Discount rate	6.25%	5.80%

Maturity profile of defined benefit obligation

Particulars	As at	As at
	31 March 2022	31 March 2021
1st following year	3.68	2.63
Year 2 to 5	6.61	22.01
Year 6 to 9	2.04	1.29
Year 10 and above	2.35	2.01

ii) Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions would have affected the defined benefit obligation by the amounts shown below:

Particulars	For the year ended 31 March 2022		For the year ended 31 March 2021	
	Increase	Decrease	Increase	Decrease
Discount rate (1% movement)	(0.39)	0.43	(0.31)	0.34
Salary escalation rate (1% movement)	0.41	(0.39)	0.33	(0.31)

Although the analysis does not take account of the full distribution of cash flows expected under the plan, it does not provide an approximation of the sensitivity of the assumption shown.

F Defined contribution plan

Particulars	For the year ended	For the year ended
	31 March 2022	31 March 2021
Amount recognised in the statement of profit and loss towards		
i) Provident fund	8.92	8.54
ii) Employee state insurance	2.50	2.68

The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules/interpretation have not yet been issued. The Company is assessing the impact of the Code and will record any related impact in the period of the Code becomes effective.



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2.27 Earnings per share(EPS)

Particulars	As at 31 March 2022	As at 31 March 2021
Earnings		
Net profit for the year attributable to equity shareholders	459.18	158.33
Shares		
Number shares at the beginning of the year	24,544,657	24,544,657
Add: Equity shares issued during the year	24,544,657	24,544,657
Total number of equity shares outstanding at the end of the year		
Weighted average number of equity shares outstanding during the year -Basic and Diluted	24,544,657	24,544,657
Earnings per share of par value Rs. 10 each - Basic and Diluted (Rs.)	18.71	6.45

There are no potentially dilutive equity shares and therefore basic and diluted EPS are the same.

2.28 Segment information

The Chief Executive Officer of the Company takes decision in respect of allocation of resources and assesses the performance basis the report/information provided by functional heads and are thus considered to be Chief Operating Decision Maker.

Based on the Company's business model, medical and healthcare services have been considered as a single business segment for the purpose of making decision on allocation of resources and assessing its performance. Accordingly, there are no separate reportable segments in accordance with the requirements of Ind AS 108 'Operating segment' and hence, there are no additional disclosures to be provided other than those already provided in the Ind AS Financial statements. Presently, the Company's operations are predominantly confined in India. There are no individual customer contributing more than 10% of Company's total revenue. All non-current assets other than financial instruments, deferred tax assets, post-employment benefit assets of the Company are located in India.

2.29 Due to Micro and Small Enterprises

The Ministry of Micro, Small and Medium Enterprises has issued an office memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum. Accordingly, the disclosure in respect of the amount payable to such enterprises as at 31 March 2022 has been made in the financial statements based on information received and available with the Company. Further in view of the Management, the impact of interest, if any, that may be payable in accordance with the provisions of the Micro, Small and Medium Enterprises Development Act, 2006 (The MSMED Act) is not expected to be material. The Company has not received any claim for interest from any supplier.

Particulars	As at 31 March 2022	As at 31 March 2021
The amounts remaining unpaid to micro and small supplies as at end of the year	8.88	6.18
- Principal	-	-
- Interest	-	-
The amount of interest paid by the buyer as per the MSMED Act	-	-
The amount of interest paid by the buyer in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act;	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises for the purpose of disallowance as a deductible expenditure under Section 23 of the MSMED Act.	-	-



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2.30 Capital management

The Company's policy is to maintain a stable capital base so as to maintain investor and creditor confidence and to sustain future development of the business. Management monitors capital on the basis of return on capital employed as well as the 'net debt' to 'total equity' ratio.

For this purpose, net debt is defined as total borrowings, less cash and cash equivalents. Total equity comprises all components of equity excluding capital contribution.

The Company's adjusted net debt to equity ratio as of 31 March 2022 and 31 March 2021 was as follows:

Particulars	As at	As at
	31 March 2022	31 March 2021
Total borrowings	2.31	152.88
Less: Cash and cash equivalents	(23.48)	(126.13)
Net debt	(21.17)	26.75
Total equity	1,081.47	622.78
Net debt to equity ratio - Gearing ratio	(1.96)%	4.30%

In order to achieve this overall objective, the Group's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current year.

No changes were made in the objectives, policies or processes for managing capital during the year ended 31 March 2022 and 31 March 2021.



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2.31 Financial instruments : Fair value and risk management**A. Accounting classification and fair values**

As at 31 March 2022	Carrying Value	Fair Value	Fair value level
Financial assets at amortised cost (Refer note below)			
Trade receivables	91.92	91.92	level 3
Cash and cash equivalents	23.48	23.48	
Other financial assets	318.61	318.61	
Total	434.01	434.01	
Financial liabilities at amortised cost (Refer note below)			
Long-term borrowings	1.53	1.53	level 3
Lease liabilities	954.28	954.28	
Short-term borrowings	0.78	0.78	
Trade payables	196.57	196.57	
Other financial liabilities	10.43	10.43	
Total	1,163.59	1,163.59	

As at 31 March 2021	Carrying Value	Fair Value	Fair value level
Financial assets at amortised cost (Refer note below)			
Trade receivables	84.65	84.65	level 3
Cash and cash equivalents	126.13	126.13	
Bank balances other than above	105.72	105.72	
Other financial assets	89.94	89.94	
Total	406.44	406.44	
Financial liabilities at amortised cost (Refer note below)			
Long-term borrowings	85.55	85.55	level 3
Lease liabilities	430.74	430.74	
Short-term borrowings	67.33	67.33	
Trade payables	151.70	151.70	
Other financial liabilities	16.08	16.08	
Total	751.40	751.40	

Note for financial assets and financial liabilities at amortised cost:

The carrying amounts of trade receivables, trade payables, other financials assets, other financial liabilities, short term borrowings and cash and cash equivalents and bank balances other than cash and cash equivalents are considered to be the same as their fair values, due to their short-term nature.

The fair values for loans were calculated based on cash flows discounted using a current lending rate. They are classified as level 3 fair values in the fair value hierarchy due to the inclusion of unobservable inputs including counterparty credit risk.

The fair values of non-current borrowings are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair value hierarchy due to the use of unobservable inputs including own credit risk.

Note for financial liabilities at fair value through profit and loss:

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

B. Measurement of fair values**Transfer between Level 1 and 2**

There have been no transfers from Level 2 to Level 1 or vice-versa in 31 March 2022 & 31 March 2021.



2.31 Financial instruments : Fair value and risk management (continued)**C. Financial risk management**

The Company's activities expose it to a variety of financial risks: credit risk, market risk and liquidity risk.

(i) Risk management framework

The Company's Board of Directors have overall responsibility for the establishment and oversight of the Company's risk management framework.

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all the employees understand their roles and obligations.

The Company's Board of Directors oversees how management monitors compliance with the Company's risk management policies and procedures and reviews the adequacy of risk management framework in relation to the risks faced by the Company. The Board of Directors is assisted in its oversight role by the internal audit. Internal audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the Board of Directors.

(ii) Credit risk

Credit risk is the risk that the counterparty will not meet its obligation under a financial instrument or customer contract, leading to financial loss. The credit risk arises principally from its operating activities (primarily trade receivables) and from its investing activities, including deposits with banks and financial institutions and other financial instruments. The carrying amounts of financial assets represent the maximum credit risk exposure.

Credit risk is controlled by analysing credit limits to whom credit has been granted after obtaining necessary approvals for credit. The collection from the trade receivables are monitored on a continuous basis by the receivables team.

The Company establishes an allowance for credit loss that represents its estimate of expected losses in respect of trade receivables and contract assets based on the past and the recent collection trend. The maximum exposure to credit risk as at reporting date is primarily from trade receivables and contract assets amounting to Rs. 133.27 as on 31 March 2022 (31 March 2021 : Rs. 125.59). The movement in allowance for credit loss in respect of trade and other receivables during the year was as follows:

	As at 31 March 2022	As at 31 March 2021
Allowance for credit losses		
Opening balance	15.85	13.22
Credit loss added / (reversed)	(4.29)	2.63
Closing balance	11.56	15.85
	12.03	5.96

Trade receivable write off not routed through the above movement

The Company uses a provision matrix to determine the expected credit loss on the portfolio of its trade receivables and contract assets. The provision matrix is based on its historically observed default rates over the expected life of the trade receivables and contract assets and is adjusted for forward looking estimates. The expected credit loss allowance is based on the ageing of the days the receivables are due in the provision matrix. Set out below is the information about the credit risk exposure of the Company's trade receivables and contract asset using provision matrix:

Particulars	Not past due	0-180 days due past due date	More than 180 days past due date	Gross trade receivables and contract assets
For the year ended 31 March 2022	69.07	45.21	19.00	133.27
For the year ended 31 March 2021	72.39	37.35	15.85	125.59

Customer Concentration

No single customer represents 10% or more of the Company's total revenue during the period ended 31 March 2022 and year ended 31 March 2021. Therefore the customer concentration risk is limited due to the large and unrelated customer base.

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



2.31 Financial instruments : Fair value and risk management (continued)**(iii) Liquidity risk**

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company has an established liquidity risk management framework for managing its short term, medium term and long term funding and liquidity management requirements. The Company's exposure to liquidity risk arises primarily from mismatches of the maturities of financial assets and liabilities. The Company manages the liquidity risk by maintaining adequate funds in cash and cash equivalents. The Company also has adequate credit facilities agreed with banks to ensure that there is sufficient cash to meet all its normal operating commitments in a timely and cost-effective manner.

The table below provides details regarding the undiscounted contractual maturities of significant financial liabilities as of 31 March 2022:

Particulars	Carrying Value	Less than 1 year	1 - 5 years	More than 5 years	Total
Long-term borrowings	1.53	-	1.53	-	1.53
Lease liabilities	954.28	149.65	632.80	609.39	1,391.84
Short-term borrowings	0.78	0.78	-	-	0.78
Trade payables	196.57	196.57	-	-	196.57
Other financial liabilities	10.43	10.43	-	-	10.43
Total	1,163.60	357.44	634.33	609.39	1,601.16

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

Particulars	Carrying Value	Less than 1 year	1 - 5 years	More than 5 years	Total
Long-term borrowings	85.55	-	86.15	-	86.15
Lease liabilities	430.74	59.33	280.74	352.03	692.10
Short-term borrowings	67.33	67.33	-	-	67.33
Trade payables	151.70	151.70	-	-	151.70
Other financial liabilities	16.08	16.08	-	-	16.08
Total	751.40	294.44	366.89	352.03	1,013.36

The Company has secured loans from bank that contain loan covenants. A future breach of covenant may require the Company to repay the loan earlier than indicated in the above table.

(iv) Market risk**(a) Interest rate risk exposure**

The exposure of the Company's borrowing to interest rate changes at the end of the reporting period are as follows:

Particulars	As at 31 March 2022	As at 31 March 2021
Variable rate long term borrowings including current maturities and short term borrowings	-	149.84
Total borrowings	-	149.84

(b) Cash flow sensitivity analysis

Particulars	Impact on profit and loss		Equity, net of tax	
	For the year ended 31 March 2022	For the year ended 31 March 2021	For the year ended 31 March 2022	For the year ended 31 March 2021
Sensitivity				
1% increase in MCLR	-	(1.50)	-	(1.06)
1% decrease in MCLR	-	1.50	-	1.06

The interest rate sensitivity is based on the closing balance of secured term loans and working capital loans from banks.

(v) Currency risk

The Company is not exposed to currency risk.



2.32 Income-tax

a. Amount recognised in statement of profit and loss	For the year ended	For the year ended 31 March 2021
Current tax	164.32	82.70
Taxes for earlier years	-	(0.29)
Deferred tax attributable to temporary differences	(8.38)	(11.98)
Tax expenses for the year	155.94	70.43

b. Amount recognised in other comprehensive income	For the year ended 31 March 2022			For the year ended 31 March 2021		
	Before tax	Tax (expense)/ benefit	Net of tax	Before tax	Tax (expense)/ benefit	Net of tax
Re-measurement on defined benefit plans	(0.69)	0.20	(0.49)	(1.25)	0.36	(0.89)

c. Reconciliation of effective tax rate	For the year ended 31 March 2022	For the year ended 31 March 2021
Profit before tax	615.12	228.76
Enacted tax rates	25.17%	29.12%
Tax expense at enacted rates	154.83	66.61
Tax effect of amounts which are not deductible/ taxable in calculating taxable income	1.01	4.68
Non-deductible expenses	-	(0.29)
Taxes for earlier years	0.10	(0.57)
Others	155.94	70.43
Total		

d. Recognition of deferred tax assets and liabilities

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

Particulars	As at 31 March 2022	As at 31 March 2021
Deferred tax asset	2.91	4.62
Provision for doubtful receivables	5.44	6.39
Provision for employee benefits	21.61	17.81
Adjustments relating to leases as per Ind AS 116	29.96	28.82
Total deferred tax asset		
Deferred tax liability	27.90	35.33
Excess of depreciation on the fixed assets under income tax, 1961 over depreciation under Companies Act	0.73	0.74
Others	28.63	36.07
Total deferred tax liability	1.33	(7.25)
Deferred tax asset/ (liability) (net)		

(ii) Movement in temporary differences

(ii) Movement in temporary differences		Recognised in				Recognised in			
Particulars	Balance as at 1 April 2020	Profit or loss during 2020- 21	OCI during 2020-21	Others	Balance as at 31 March 2021	Balance as at 1 April 2021	Profit or loss during 2021-22	OCI during 2021-22	Balance as at 31 March 2022
Provision for doubtful receivables	3.85	0.77	-	-	4.62	4.62	(1.71)	-	2.91
Provision for employee benefits payable	3.96	2.07	0.36	-	6.39	6.39	(1.15)	0.20	5.44
Minimum alternate tax entitlement	21.56	-	-	(21.56)	-	-	-	-	-
Others items - assets	9.19	8.62	-	-	17.81	17.81	3.80	-	21.61
Expenses of depreciation on the fixed assets under income tax, 1961 over depreciation under Companies Act.	(35.65)	0.32	-	-	(35.33)	(35.33)	7.43	-	(27.90)
Others items - liability	(0.82)	0.20	-	-	(0.74)	(0.74)	0.01	-	(0.73)
	2.09	11.98	0.36	(21.56)	(7.25)	(7.25)	8.38	0.20	1.33



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2.33 Revenue from contracts with customers:**Disaggregated revenue information**

Set out below is the disaggregation of the Company's revenue from contracts with customers:

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Income from hospital services	1,715.27	1,239.90
Income from sale of pharmacy	573.50	377.82
Total revenue from contracts with customers	2,288.77	1,617.72
India	2,288.77	1,617.72
Outside India	-	-
Timing of revenue recognition		
Services transferred over time	1,715.27	1,239.90
Goods transferred at a point of time	573.50	377.82
Total revenue from contracts with customers	2,288.77	1,617.72
Reconciliation of revenue recognised with the contracted price is as follows:		
Contract price	2,396.43	1,716.27
Less: Discounts and disallowances	107.66	98.55
Total revenue from contracts with customers	2,288.77	1,617.72
Contract balances		
Particulars	As at 31 March 2022	As at 31 March 2021
Trade receivables	91.92	84.65
Contract assets	29.79	25.09
Contract liabilities	12.26	8.43

Contract liability: During the year ended 31 March 2022, the company has recognised revenue of Rs. 8.43 from advance received from patients outstanding as on 31 March 2021. During the financial year ended 31 March 2021, the company has recognised revenue of Rs. 2.51 from advance received from patients outstanding as on 31 March 2020. It expects similarly to recognise revenue in year ended 31 March 2023 from the closing balance of advance from customers as at 31 March 2022.

Contract asset: During the year ended 31 March 2022, the company has transferred Rs. 25.09 of contract assets as at 31 March 2021 to trade receivables on completion of performance obligation. During the financial year ended 31 March 2021, the company has transferred Rs. 6.21 of contract assets as at 31 March 2020 to trade receivables on completion of performance obligation.



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2.34 Consequent to the requirements of Section 135 of the Companies Act 2013, the Company has made contributions as stated below. The same is in line with activities specified in Schedule III of the Companies Act, 2013 and activities approved by the CSR committee:

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
a) Gross amount required to be spent by the Company during the year	4.02	2.12
b) Amount approved by the Board to be spent during the year	4.02	2.12
c) Amount spent during the year ending on 31 March 2022:		
	In cash	Yet to be paid in cash
i) Construction/acquisition of any asset	0.52	-
ii) On purposes other than (i) above	3.50	-
		Total
		0.52
		3.50
d) Amount spent during the year ending on 31 March 2021:		
	In cash	Yet to be paid in cash
i) Construction/acquisition of any asset	-	-
ii) On purposes other than (i) above	2.12	-
		Total
		2.12
e) Details related to spent / unspent obligations:		
i) Contribution to Public Trust		-
ii) Contribution to Charitable Trust	3.50	2.12
iii) Unspent amount in relation to:		-
- Ongoing project	-	-
- Other than ongoing project	-	-
	3.50	2.12



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2.35 Ratio Analysis and its elements

Particulars	Numerator	Denominator	As on 31 March 2022	As on 31 March 2021	% change*
Current Ratio	Current Assets	Current Liabilities	0.64	1.29	-50.48%
Debt-Equity ratio	Total Debts ⁽¹⁾	Shareholder's Equity	0.88	0.92	-4.89%
Debt service coverage ratio	Earnings for debts service ⁽²⁾	Debt service ⁽³⁾	2.67	0.88	204.51%
Inventory Turnover Ratio	Cost of Goods sold	Average Inventory	12.72	10.09	26.07%
Trade Receivable turnover Ratio	Net Credit Sales ⁽⁴⁾	Average Trade Receivables	25.92	18.43	40.67%
Trade Payable turnover Ratio	Net credit Purchases ⁽⁵⁾	Average Trade Payables	7.09	7.22	-1.91%
Net Capital turnover ratio	Net Sales ⁽⁶⁾	Working capital ⁽⁷⁾	(20.44)	18.71	-209.22%
Return on Equity Ratio	Net profits after taxes	Average Shareholder's equity	53.18%	28.51%	86.54%
Net Profit ratio	Net profit	Net Sales ⁽⁶⁾	20.06%	9.79%	104.98%
Return on Capital employed	Earnings before interest and taxes	Capital Employed ⁽⁸⁾	32.53%	24.42%	33.23%
Return on Investment	Interest (Finance Income)	Time Weighted Average Investment	3.59%	3.93%	-8.65%

⁽¹⁾ Debt includes Lease Liabilities

⁽²⁾ Net profit after taxes + Non-Operating expenses

⁽³⁾ Interest and lease payments + Principal Repayments

⁽⁴⁾ Gross credit sales - sales return

⁽⁵⁾ Gross credit purchases - purchase returns + Other expenses

⁽⁶⁾ Total sales - sales return

⁽⁷⁾ Current assets - Current liabilities

⁽⁸⁾ Tangible Net Worth + Total Debts + Deferred Tax Liability

* Changes in the ratios is due to change in the business operations during the year.



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2.36 The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses. The Company does not have any unhedged foreign currency exposure as at 31 March 2022 and 31 March 2021.

2.37 Other Statutory Information

- (i) The Company do not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- (ii) The Company do not have any transactions with companies struck off.
- (iii) The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- (iv) The Company have not traded or invested in Crypto currency or Virtual Currency during the financial year.
- (v) The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
 - (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- (vi) The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
 - (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
- (vii) The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.
- (viii) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (ix) The Company has not declared/paid any dividend during the year.

2.38 Significant events after the reporting period

There were no significant adjusting events that occurred subsequent to the reporting period.

As per our report attached of even date

for **S.R.Batliboi & Associates LLP**
Chartered Accountants
ICAI Firm Registration no.: 101049W/ E300004

Navneet Rai
per Navneet Rai Kabra
Partner
Membership no.: 102328



for and on behalf of the Board of Directors of
KIMS Hospital Enterprises Private Limited
CIN:U85191TG2013PTC085793

Dr. B. Abhinav
Director
DIN:01681273

Dr. V Sudheer
Director
DIN: 09388621

Uma Shankar Mantha
Company Secretary
Membership no.A21035

P. Venu
Chief financial officer

Subodh Singh B K
Subodh Singh B K
Chief executive officer

Place: Hyderabad
Date: 17 May 2022

Place: Hyderabad
Date: 17 May 2022

