

Financial Statements and Auditors' Report

C Square Healthcare Private Limited

31 March 2023

C Square Healthcare Private Limited
Balance Sheet as at 31 March 2023

(Amount in ₹ Lakhs)

	Note	As at 31-Mar-2023	As at 31-Mar-2022
CONTRIBUTION AND LIABILITIES			
Shareholder's fund			
Equity share capital	3	224.10	223.38
Reserves and surplus	4	(1,224.51)	1,293.92
		<u>(1,000.41)</u>	<u>1,517.30</u>
Non-current liabilities			
Long-term borrowings	5	6,725.54	2,466.47
Deferred tax liabilities (Net)	6	-	211.43
Long-term provisions	7	7.75	22.05
Other Non-current liabilities	8	49.26	49.26
		<u>6,782.55</u>	<u>2,749.21</u>
Current liabilities			
Short-term borrowings	9	1,170.10	962.76
Trade payables	10		
Total outstanding dues of micro enterprises and small enterprises		110.39	130.30
Total outstanding dues of creditors other than micro enterprises and small enterprises		781.92	412.08
Other current liabilities	11	431.17	334.60
Short-term provisions	7	20.62	0.18
		<u>2,514.20</u>	<u>1,839.93</u>
Total		<u>8,296.34</u>	<u>6,106.43</u>
ASSETS			
Non-current assets			
Property, plant and equipment (and Intangible assets)			
- Property, plant and equipment	12	6,798.99	4,719.50
- Intangible assets	12	10.18	15.20
- Capital work in progress	12	233.60	-
Long-term loans and advances	13	263.72	258.41
		<u>7,306.49</u>	<u>4,993.11</u>
Current assets			
Inventories	14	105.02	131.17
Trade receivables	15	109.88	453.52
Cash and bank balances	16	279.35	254.30
Short term loans and advances	17	426.37	264.79
Other current assets	18	69.23	9.55
		<u>989.85</u>	<u>1,113.32</u>
Total		<u>8,296.34</u>	<u>6,106.43</u>

Background, Basis of Preparation and Summary of significant accounting policies

1&2

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

For GVNKA & Associates

Chartered Accountants

Firm Registration Number: 023904N


per Prashanth Vellanki

Partner

Membership Number: 226413

UDIN: 23226413BGSCV2786



For and on behalf of Board of Directors

C Square Healthcare Private Limited

CIN: U85191KA2013PT0070244


Ramachandra Prakash Bharathura

Managing Director
DIN: 06780998

Bengaluru
26 September 2023


Srinivas Chirukuri

Director
DIN: 03531032

Bengaluru
26 September 2023



Bengaluru
26 September 2023

C Square Healthcare Private Limited

Statement of Profit and Loss for the year ended 31 March 2023

(Amount in ₹ Lakhs)

		For the Period 31-Mar-2023	For the Period 31-Mar-2022
Income:	Note		
Revenue from operations	19	4,511.57	4,976.43
Other income	20	30.19	164.76
Total Income		4,541.76	5,141.19
Expenses:			
Purchase of medical consumable and drugs	21	825.54	997.58
Changes in inventories of medical consumable and drugs	22	26.15	(56.33)
Employee benefits expense	23	904.36	946.73
Finance costs	24	989.38	398.23
Depreciation and amortization expense	25	488.84	412.92
Other expenses	26	2,233.11	2,679.49
Total expenses		5,467.38	5,378.62
Profit/ (Loss) Before Exceptional, Prior Period, Extraordinary Items and Tax (1-2)		(925.62)	(237.43)
Exceptional Items	27	245.86	-
Prior Period Items	28	1,582.66	-
Profit/ (Loss) Before Extraordinary Items and Extraordinary Items		(2,754.14)	(237.43)
Profit/ (Loss) Before Tax (5-6)		(2,754.14)	(237.43)
Tax expense:			
Current tax		-	-
Deferred tax charge/ (benefit)	6	(211.43)	48.61
Total Tax Expense		(211.43)	48.61
Profit after tax (7-8)		(2,542.71)	(286.05)
Earnings/(Loss) per equity share (in ₹)			
(a) Basic		(113.46)	(12.81)
(b) Diluted		NA	NA

Background, Basis of Preparation and Summary of significant accounting policies

1&2

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

For GVNKA & Associates

Chartered Accountants

Firm Registration Number: 023904N

per Prashanth Vellanki
Partner

Membership Number: 226413

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For and on behalf of Board of Directors

C Square Healthcare Private Limited

CIN: U85191KA2013PTC070244

Ramachandra Prakash Bharathura
Managing Director
DIN: 06780998

Srinivas Chirukuri
Director
DIN: 03531032

Bengaluru
26 September 2023

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26 September 2023

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26 September 2023

C Square Healthcare Private Limited
Cash Flow Statement for the year ended 31 March 2022
(Amount in ₹ Lakhs)

	For the Year Ended 31-Mar-2023	For the Year Ended 31-Mar-2022
A. Cash Flow from Operating activities		
Profit before tax	(2,754.14)	(237.43)
Adjustments to reconcile profits to cash generated by operating activities		
Depreciation and amortization expenses	488.84	412.92
Exceptional item - Bad debts	248.48	-
Provisions no longer required written back	(2.62)	-
Prior period interest on finance lease	2,456.27	-
Prior period depreciation on assets under finance lease	615.48	-
Prior period - Reversal of rental expense	(1,493.77)	-
Prior period - Adjustment of depreciation	4.68	-
Impairment loss	-	0.59
Interest expenses	989.43	435.37
Interest (income)	(13.77)	(6.13)
Operating profit/(loss) before working capital changes	538.88	605.33
Changes in working capital: -		
Increase / (decrease) in trade payables	64.37	83.12
Increase / (decrease) in Other Current liabilities	82.34	(572.53)
Increase / (decrease) in Short term provisions	20.43	0.18
Increase / (decrease) in Long term provisions	(11.69)	14.70
Decrease / (increase) in trade receivables	95.16	(127.74)
Decrease / (increase) in inventories	26.15	(56.33)
Decrease / (increase) in Long-term loans & advances	(5.31)	(38.17)
Decrease / (increase) in Short term loans and	(19.70)	(373.86)
Decrease / (increase) in other current assets	(59.07)	(90.11)
Cash generated from / (used in) operations	731.56	(555.42)
Income tax paid (net of refund received)	141.88	(214.38)
Net cash flows from / (used in) operating activities (A)	589.68	(341.04)
B. Cash flow from Investing activities		
Purchase of Property, Plant and Equipment, including movement in CWIP and capital advances	(110.02)	(251.33)
Investments in bank deposits (other than cash equivalents)	(126.44)	-
Interest received on fixed deposits	13.15	6.13
Net cash flow from / (used in) investing activities (B)	(223.31)	(245.20)
C. Cash flow from Financing activities		
Share capital raised	0.71	7.53
Proceeds towards from Securities Premium	24.28	225.31
Proceeds/(Redemption) from share application money	-	(10.00)
Movement in OD Balance	50.59	(53.83)
Proceeds of loans from Banks/ Financial institutions	874.33	254.60
Repayment of borrowings from Banks/ Financial institutions	(680.40)	-
Proceeds of loans from others	199.50	655.69
Repayment of loans from others	(146.46)	-
Increase/(Decrease) in other Long term liabilities	-	(15.86)
Repayment of finance lease obligation	(307.34)	-
Interest paid	(482.97)	(435.37)
Net cash flow from / (used in) financing activities (C)	(467.76)	628.07
Net increase / (decrease) in cash and cash equivalents (A+B+C)	(101.39)	41.82
Cash and cash equivalents at the beginning of the year	118.01	76.19
Cash and cash equivalents at the end of the year	16.62	118.01

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C Square Healthcare Private Limited

Cash Flow Statement for the year ended 31 March 2022

(Amount in ₹ Lakhs)

	For the Year Ended 31-Mar-2023	For the Year Ended 31-Mar-2022
Reconciliation of Cash and cash equivalents with the Balance Sheet:		
Cash and bank balances as at the end of the year	279.35	254.30
Less: Bank balances not considered as Cash and cash equivalents as defined in AS 3 Cash Flow Statements	262.73	136.29
Net Cash and cash equivalents (as defined in AS 3 Cash Flow Statements) included in Note 15	16.62	118.01

The notes referred to above form an integral part of the financial statements.
This is the Cash flow statement referred to in our report of even date

For GVNKA & Associates

Chartered Accountants

Firm Registration Number: 023904N



per Prashanth Vellanki
Partner

Membership Number: 226413

UDIN: 23226413 BG5FCV 2786

Bengaluru

26-September-23



For and on behalf of Board of Directors

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CIN: U85191KA2013PTC070244



Ramachandra Prakash Bharathura
Managing Director
DIN: 06780998

Bengaluru
26-September-23



Srinivas Chirukuri
Director
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Bengaluru
26-September-23



C Square Healthcare Private Limited
Balance Sheet as at 31 March 2023

1 Background of the Company

C Square Healthcare Pvt Ltd was incorporated on 23 July 2013 under the Indian Companies Act, 1956. The Company is engaged in the business of Human healthcare Activities. The Hospital has got the permission from "Karnataka Private Medical Establishment Authority" effective from 19th April 2018.

2 Significant accounting policies:

2.1 Basis for preparation of financial statements:

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 and the relevant provisions of the Companies Act, 2013 ("the Act"), as applicable. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

Going Concern:

As at March 31, 2023, the Company had net current liabilities of ₹ 1,524 Lakhs. The Company has prepared future cash flow forecasts which involves judgement and estimation of key variables and market conditions.

The Company is confident that the net cash inflows from operating activities in conjunction with the available line of credit, its ability to raise further capital and working capital receipts and payment will provide sufficient liquidity to meet its financial obligation as they fall due for the following twelve months. Further, the Company is in the process of raising equity from strategic and other investors to ease the debt servicing burden on the Company. Hence, these financial statements have been prepared adopting the going concern assumption. The Company prepared its cash flow forecasts under various scenarios and has performed additional sensitivities on certain key assumptions. Based on such an analysis and assessment of its ability to raise additional capital, the Company continues to prepare its financial statements on a going concern basis.

2.2 Use of estimates:

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

2.3 Revenue recognition:

a) Income from Services Rendered

Operating income including inpatient and outpatient services, laboratory/ clinical services, management fees from hospitals, management fees from laboratories and income from satellite management fees from hospitals, management fees from laboratories and income from satellite centers are recognised as and when the services are rendered.

b) Sale of pharmacy items

Revenue from sale of goods is recognised when all significant risks and rewards of ownership of goods have been passed to the buyer usually on delivery of the goods.

c) Interest income is recognised on accrual basis.

d) Dividend income is accounted for when the right to receive it is established.



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C Square Healthcare Private Limited
Balance Sheet as at 31 March 2023

2.4 Fixed assets:

All fixed assets, are carried at cost less accumulated depreciation / amortisation and impairment losses, if any. The cost of fixed assets comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, other incidental expenses and interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use.

2.5 Intangible assets:

Intangible assets acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses. Cost of a non-monetary asset acquired in exchange of another non-monetary asset is measured at fair value. The Company amortizes computer software using the straight method over the period of 3 years.

Gains or losses arising from derecognition of an Intangible Asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.

The company's intangible assets comprises assets with finite useful-life which are amortised on a straight-line basis over the period of their expected useful life.

2.6 Depreciation / Amortization:

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.

Depreciation on tangible fixed assets has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of the following categories of assets, in whose case the life of the assets has been assessed as under based on the nature of assets, the estimated usage of the asset, the operating conditions of the asset, past history of replacement etc. warranties and maintenance support, etc.:

Asset Category	Depreciation / Amortization (Useful Life in Years)
Computers & Peripherals	3
Furniture and Fixtures	10
Office equipment	5
Medical Equipment's	13
Medical Instruments	13
Plant & Equipment's	13

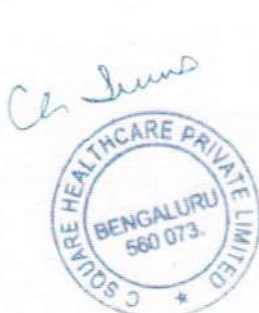
Hospital building is depreciated over Straight Line Method for 30 Years.

The estimated useful life of the intangible assets and the amortisation period are reviewed at the end of each financial year and the amortisation period is revised to reflect the changed pattern, if any.

2.7 Impairment of assets:

The carrying values of assets / cash generating units at each balance sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss.

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C Square Healthcare Private Limited
Balance Sheet as at 31 March 2023

2.8 Employee benefits:

Employee benefits include provident fund, employee state insurance scheme, gratuity fund and compensated absences

Defined contribution plans

The Company's contribution to provident fund and employee state insurance scheme are considered as defined contribution plans and are recognised as an expense in the Statement of Profit and Loss of the year in which the employee has rendered services.

Defined benefit plan

The company provides for retirement benefits in the form of Gratuity. Benefits payable to eligible employees of the company with respect to gratuity, a defined benefit plan is accounted for on the basis of an actuarial valuation made by an independent actuary as at the balance sheet date. In accordance with the Payment of Gratuity Act, 1972, the plan provides for lump sum payments to vested employees on retirement, death while in service or on termination of employment an amount equivalent to 15 days basic salary for each completed year of service. Vesting occurs upon completion of five years of service. The present value of such obligation is determined by the projected unit credit method and adjusted for past service cost and fair value of plan assets as at the balance sheet date through which the obligations are to be settled. The resultant actuarial gain or loss on change in present value of the defined benefit obligation or change in return of the plan assets is recognised as an income or expense in the Statement of Profit and Loss.

2.8 Inventories

Inventories comprise of finished goods(Trading goods)

Finished goods are valued at cost or net realisable value which ever is lower.

2.9 Foreign currency transactions:

Foreign exchange transactions are recorded at the exchange rates prevailing on the date of the transaction. Exchange difference arising on the settlement of monetary items at rates different from those at which they were initially recorded is recognized as income or expense in the Statement of Profit and Loss in the period in which they arise.

Outstanding foreign currency monetary items are restated at the year-end rates as applicable. The net loss or gain arising on restatement is adjusted to the Statement of Profit and Loss.

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Ch. Suresh



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C Square Healthcare Private Limited
Balance Sheet as at 31 March 2023

2.10 Income tax:

Current tax

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income-tax Act, 1961.

Minimum Alternate Tax

MAT paid in accordance with the laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is highly probable that future economic benefit associated with it will flow to the company.

Deferred tax

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets are recognised for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. However, if there are unabsorbed depreciation and carry forward of losses and items relating to capital losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realise the assets. Deferred tax assets are reviewed at each balance sheet date for their realisability.

2.11 Provisions and contingencies:

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes. Contingent assets are not recognised in the financial statements.

2.13 Leases:

A lease is classified as an operating Lease, if it does not transfer substantially all the risks and rewards incidental to ownership. Lease rentals are charged to Statement of Profit and Loss on straight-line basis over the lease term, estimated by the management.

Finance Leases

Finance leases, which effectively transfer to the Company substantially all the risks and benefits incidental to ownership of the leased item, are capitalized at the lower of the fair value and present value of the minimum lease payments at the inception of the lease term and disclosed as leased assets. Lease payments are apportioned between the finance charges and reduction of the lease liability based on the implicit rate of return. Finance charges are charged directly against income.

If there is no reasonable certainty that the Company will obtain the ownership by the end of the lease term, capitalized leased assets are depreciated over the shorter of the estimated useful life of the asset or the lease term.

2.14 Earnings per share:

The basic earnings per share is computed by dividing the net profit / (loss) attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year. The number of shares used in computing diluted earnings per share comprises the weighted average shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued on the conversion of all dilutive potential equity shares.



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C Square Healthcare Private Limited
Balance Sheet as at 31 March 2023

2.15 Operating cycle:

Based on the nature of the products/activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

2.16 Borrowing Costs

Borrowing cost relating to acquisition/construction of qualifying assets are capitalised until the time all the substantial activities necessary to prepare the qualifying assets for their intended use are complete. A qualifying asset is the one that necessarily takes substantial period of time to get ready for its intended use/ sale. All other borrowing cost not eligible for inventories/capitalisation are charged to revenue.

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C Square Healthcare Private Limited
Notes forming part of the Financial Statements

3 Shareholder's Contribution

Authorized Shares

3,500,000 Equity Shares of Rs. 10 Each

Issued, subscribed and fully paid up shares

2,240,969 Equity Shares of Rs. 10 Each

(Amount in ₹ Lakhs)

31-Mar-2023

31-Mar-2022

350

350

224.10

223.38

224.10

223.38

a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity Shares	31-Mar-2023		31-Mar-2022	
	No of Shares	(Amount in ₹ Lakhs)	No of Shares	(Amount in ₹ Lakhs)
Balance at the beginning of the year	22,33,826	223.38	21,58,547	215.85
Issued during the year	7,143	0.71	75,279	7.53
Outstanding at the end of the year	22,40,969	224.10	22,33,826	223.38

b. Terms/rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividend (if any) in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except Interim dividend.

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, if any. The distribution will be in proportion to the number of equity shares held by the shareholders.

c. Details of shareholders holding more than 5% shares in the Company

Equity Shares of Rs 10 Each	31-Mar-2023		31-Mar-2022	
	No of Shares	% holding	No of Shares	% holding
Dr.Kudingila Radha Madhva	1,22,566	5.47%	1,22,566	5.49%
Dr.Prakash Ramachandra	1,17,499	5.24%	1,17,499	5.26%

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

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C Square Healthcare Private Limited
Notes forming part of the Financial Statements

d. Shares held by the promoters at the end of the year

Name of the Promoter	No of Shares		% of change during the year	
	31-Mar-23	31-Mar-22	Number of Shares	% of change during the year
Dr.Srinivas Chirukuri	52,500	52,500	-	-0.01%
Dr.Kudingila Radha Madhva	1,14,166	1,14,166	-	-0.02%
Dr.Prakash Ramachandra	1,09,166	1,09,166	-	-0.02%
Dr.Mangerira Chinnappa Uthappa	94,166	94,166	-	-0.01%
Dr.Somnath Chatterjee	91,666	91,666	-	-0.01%
Dr.Diwakara Chaluvaiiah	1,11,374	1,11,374	-	-0.02%
Dr.Shivashankar Appaswamy	83,666	83,666	-	-0.01%
Dr.Nagabhushan Seshadri	68,666	68,666	-	-0.01%
Dr.Prabhu Tonne	66,666	66,666	-	-0.01%
Dr.AjayKumar Ravi	66,666	66,666	-	-0.01%
Dr.Chandrasekhar Sreedhara Nittur	66,666	66,666	-	-0.01%
Dr.Mallikarjun Kodampur	66,666	66,666	-	-0.01%
Total	9,92,034	9,92,034	-	-0.14%

e. Aggregate number of bonus shares issued and shares issued for consideration other than cash during the period of five years immediately preceding the reporting date :

The Company has not issued any bonus shares nor has there been any buy back of shares during five years immediately preceding 31 March 2023.

f. Shares reserved for issue under options

As on 31 March 2023, there are no options outstanding

4 Reserves and surplus

Security Premium

Opening Balance

(+) Additions for the period

Closing balance

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

Opening balance

Add: Net Profit/ (Loss) for the year

Less: Transfer to Genral Reserve

Closing balance

Total

(Amount in ₹ Lakhs)

	31-Mar-2023	31-Mar-2022
Opening Balance		
(+) Additions for the period	3,764.56	3,539.25
Closing balance	24.28	225.31
Surplus/(deficit) in the Statement of Profit and Loss	3,788.84	3,764.56
Opening balance		
Add: Net Profit/ (Loss) for the year	(2,470.64)	(2,184.61)
Less: Transfer to Genral Reserve	(2,542.71)	(286.03)
Closing balance	(5,013.35)	(2,470.64)
Total	(1,224.51)	1,293.92

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C Square Healthcare Private Limited
Notes forming part of the Financial Statements

	(Amount in ₹ Lakhs)	
	31-Mar-2023	31-Mar-2022
5 Long-term borrowings		
Secured -Term loans		
From Banks ⁽¹⁾	2,515.58	1,688.79
From Financial Institutions ⁽²⁾	202.15	643.99
Unsecured -Term loans		
From Banks	-	-
From Financial Institutions ⁽³⁾	65.05	0.01
Unsecured -Term loans From Others	750.29	133.68
	<u>3,533.07</u>	<u>2,466.47</u>
Less: Current Maturities on Long Term Borrowings	(599.43)	-
	<u>2,933.64</u>	<u>2,466.47</u>
Long-Term Maturities of Finance Lease Obligation	3,791.90	-
Total	<u>6,725.54</u>	<u>2,466.47</u>

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Ch. Suresh



Ch. Suresh



C Square Healthcare Private Limited
Notes forming part of the Financial Statements

(Amount in ₹ Lakhs)

(1) Secured Term Loans From Banks

S.No	Name of the Bank	Amount Outstanding	Repayment & Other Terms	Nature of Security
1	Bank of Maharashtra - Term Loan	900.41	Door to Door Tenure 120 Month w.e.f Oct 21 till Sept 31. Principal Repayment shall be made in 96 PED installments of Rs. 9.24 Lakhs each to be started from Oct 23. (after moratorium period of 24 months) ROI of RLLR + 3% + 0.5% (BSS), i.e 10.40% p.a.,	Pari-passu charge by way of hypothecation of plant and machinery and all other Movable assets of the company (both present and future) excluding equipment purchased Out of Vendor Financing.
2	Bank of Maharashtra - GECL	140.85	24 Months Moratorium till May 2022 and repayment starts from June 22. ROI of 7.5% Fixed	Additional Charge on existing security and assets, created out of finance. Charge on the asstes financed under the scheme to be created within a period of 3 months from the date of disbursal (except for FITL)
3	Bank of Maharashtra - Additional GECL	106.83	Door to Door Tenure 60 Month w.e.f Oct 21 till Sept 26. Principal Repayment shall be made in 36 PED installments of Rs. 2,94,450 each to be started from Oct 23. (after moratorium period of 24 months) ROI of RLLR + 2.35%, i.e 9.25% p.a.,	Additional Charge on existing security and assets, created out of finance. Charge on the asstes financed under the scheme to be created within a period of 3 months from the date of disbursal (except for FITL)
4	Bank of Maharashtra - FITL	148.89	Door to Door Tenure 48 Month w.e.f Oct 21 till Sept 25. Principal Repayment shall be made in 24 PED installments of Rs. 8,41,667 each to be started from Oct 23. (after moratorium period of 24 months) ROI of 1 Year MCLR, i.e 7.30% p.a.,	Additional Charge on existing security and assets, created out of finance. Charge on the asstes financed under the scheme to be created within a period of 3 months from the date of disbursal (except for FITL)
5	Union Bank of India - Term Loan	735.62	Door to Door Tenure 120 Month with moratorium of 24 months. Principal Repayment starts from Oct 2023 with equal installments of Rs. 7,62,500. ROI of EBLR (6.80%) + 4.25% - 0.25% + 0.50% (CRP) , i.e 11.30% p.a.,	Pari-passu charge by way of hypothecation of plant and machinery and Fixed assets of the company (both present and future) excluding equipment purchased out of Vendor Financing.

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C Square Healthcare Private Limited
Notes forming part of the Financial Statements

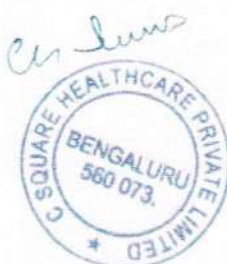
(Amount in ₹ Lakhs)

(1) Secured Term Loans From Banks

S.No	Name of the Bank	Amount Outstanding	Repayment & Other Terms	Nature of Security
6	Union Bank of India - GECL	147.20	Door to Door Tenure 60 Month with moratorium of 24 months. Principal Repayment starts from Nov 2022 with equal installments of Rs. 5,59,912. ROI of EBLR (6.80%) + 1.00% or 7.50% p.a., Whichever is less	Additional (Second) Charge on the existing securities (primary and collateral) and assets created out of finance excluding equipments purchased out of vendor financing. Collateral includes 1. Residential Vacant Site in the name of Dr. Nagabhushan J S. 2. Residential Flat in the name of Dr. Ravish Hiriyannaiah 3. Residential Flat in the name of Smt. Sai Lakshmi 4. Residential Flat in the name of Dr MC Uthappa 5. Residential land & Building in the name of Dr Srinivas CH 6. Residential Apartment in the name of Dr. TR Sree Lakshmi 7. Residential Vacant Land in the name of Mrs. Priya Vasanth Raj 8. Residential Vacant land in the name of Dr. Prakash Rama Chandra 9. Residential Site in the name of Dr. Prakash

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C Square Healthcare Private Limited
Notes forming part of the Financial Statements

(Amount in ₹ Lakhs)

(1) Secured Term Loans From Banks

S.No	Name of the Bank	Amount Outstanding	Repayment & Other Terms	Nature of Security
7	Union Bank of India - Additional GECL	90.00	Door to Door Tenure 60 Month with moratorium of 24 months. Principal Repayment with equal installments of Rs. 2,80,000. ROI of EBLR (6.80%) + 1.00% or 7.50% p.a., whichever is less	Additional (Second) Charge on the existing securities (primary and collateral) and assets created out of finance excluding equipments purchased out of vendor financing. Collateral includes 1. Residential Vacant Site in the name of Dr. Nagabhushan J S. 2. Residential Flat in the name of Dr. Ravish Hiriyanaiiah 3. Residential Flat in the name of Smt. Sai Lakshmi 4. Residential Flat in the name of Dr MC Uthappa 5. Residential land & Building in the name of Dr Srinivas CH 6. Residential Apartment in the name of Dr. TR Sree Lakshmi 7. Residential Vacant Land in the name of Mrs. Priya Vasanth Raj 8. Residential Vacant land in the name of Dr. Prakash Rama Chandra 9. Residential Site in the name of Dr. Prakash Ramachandra 10. FD of Rs. 36 Lakhs with A/c No 60289265405

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C Square Healthcare Private Limited
Notes forming part of the Financial Statements

(Amount in ₹ Lakhs)

(1) Secured Term Loans From Banks

S.No	Name of the Bank	Amount Outstanding	Repayment & Other Terms	Nature of Security
8	Union Bank of India - FITL	109.11	Door to Door Tenure 36 Month with moratorium of 12 months. Principal Repayment starts from Oct 22 with equal installments of Rs. 8,02,000. ROI of EBLR (6.80%) + 4.25% - 0.25% + 0.10% (CRP) i.e 10.90% p.a.	Additional (Second) Charge on the existing securities (primary and collateral) and assets created out of finance excluding equipments purchased out of vendor financing. Collateral includes 1. Residential Vacant Site in the name of Dr. Nagabhushan J S. 2. Residential Flat in the name of Dr. Ravish Hiriyannaiah 3. Residential Flat in the name of Smt. Sai Lakshmi 4. Residential Flat in the name of Dr MC Uthappa 5. Residential land & Building in the name of Dr Srinivas CH 6. Residential Apartment in the name of Dr. TR Sree Lakshmi 7. Residential Vacant Land in the name of Mrs. Priya Vasanth Raj 8. Residential Vacant land in the name of Dr. Prakash Rama Chandra 9. Residential Site in the name of Dr. Prakash Ramachandra 10. FD of Rs. 36 Lakhs with A/c No 60289265405 Primary Charge on following plant and machinery of the company: i. ED580XT ERCP SCOPE OF FUJIFILM ii. EPX-2500 HD VIDEO ENDOSCOPE PROCESSOR iii. GEN 11 GENERATOR G11 OF JOHNSON AND JOHNSON
9	Axis Bank Ltd	12.71	Repayable in 60 EMI from the date of drawdown with an Installment amount of Rs.35,440. ROI of Repo Rate + 5.5% i.e., 9.5% P.a.	

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C Square Healthcare Private Limited
Notes forming part of the Financial Statements

(1) Secured Term Loans From Banks

(Amount in ₹ Lakhs)

S.No	Name of the Bank	Amount Outstanding	Repayment & Other Terms	Nature of Security
10	HDFC Bank	8.44	Repayable in 60 EMI from the date of drawdown with an Installment amount of Rs.22,577. ROI of 7.5% P a.	Hypothecation of specific vehicle purchased.
11	Kotak Mahendra Bank	115.50	Repayable in 24 EMI from the date of drawdown with an Installment amount of Rs.9,46,150 from May 2022. ROI of 12.5% P a.	Current and Future Credit Card receivables of all outlet of the borrower firm.
	Total	2,515.58		

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C Square Healthcare Private Limited

Notes forming part of the Financial Statements

(2) Secured Term Loans From Financial Institutions

(Amount in ₹ Lakhs)

S.No	Name of Financial Institution	Amount Outstanding	Repayment & Other Terms	Nature of Security
1	Clix Finance India Pvt. Ltd	9.65	Repayable in 48 EMI from the date of drawdown with an Installment amount of Rs.85,649. ROI of 13.00% P.a	1. First and Exclusive charge on the equipment financed by the lender. 2. Security over collateral given by the borrower under or pursuant to any other facility granted by the lender and/ or its affiliates. 3. Unconditional and Irrevocable personal guarantee of Dr. Prakash Rama Chandra, Dr. KR Madhava, Dr. MC Uthappa and C Srinivas.
2	Bajaj Finance Limited	42.38	Repayable in 48 EMI from the date of drawdown with an Installment amount of Rs.1,83,200. ROI of 10.50% P.a.	
3	Do lage Landan Financial Services Pvt Ltd	150.12	Repayable in 66 Months with 6 months principal moratorium for New Equipment. 60 Months with 6 months principal moratorium for Pre Owned Equipment. ROI is 12% Per Annum	Personal Guarantors by: 1. Dr. Prakash Ramachandra, 2. Dr. Srinivas Chirukuri, 3. Dr. M C Uthappa, 4. Dr. K.R. Madhava (Promoter directors with 20% shareholding)
	Total	202.15		

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C Square Healthcare Private Limited
Notes forming part of the Financial Statements

(3) UnSecured Term Loans From Financial Institutions

(Amount in ₹ Lakhs)

S.No	Name of Financial Institution	Amount Outstanding	Repayment & Other Terms
1	Axis Finance Ltd	2.72	Repayable in 12 EMI from the date of drawdown with an Installment amount of Rs.2,72,193. ROI of 16.00% P.a.
2	NeoGrowth Credit Pvt. Ltd	27.86	Repayable in 900 daily installments from the date of drawdown with an Installment amount of Rs 5,837 per day. Interest on the loan as annualized percentage rate (APR) is 19.74% calculated at monthly rest.
3	U Grow Capital Ltd	19.41	Repayable in 36 EMI from the date of drawdown with an Installment amount of Rs.93,271. ROI of 19.00% P.a.
4	Fullerton India Credit Company Ltd	12.32	Repayable in 18 EMI from the date of drawdown with an Installment amount of Rs.1,85,037. ROI of 12.50% P.a.
5	Fedbank Financial Services Ltd	2.74	Repayable in 12 EMI from the date of drawdown with an Installment amount of Rs.2,72,055. ROI of 14.00% P.a.
	Total	65.05	

- (4) UnSecured Term Loans From Others includes loans received from directors and shareholders. Interest rates ranging from 10% to 19.5%.
Please refer Note - 38



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C Square Healthcare Private Limited
Notes forming part of the Financial Statements

	(Amount in ₹ Lakhs)		
6 Deferred tax liabilities/(asset) (Net)	31-Mar-2023	Charge/(benefit) for the year	31-Mar-2022
Deferred tax asset			
Expenses provided but allowable in Income Tax on payment basis	-	(4.71)	4.71
Gross deferred tax asset (A)	-	(4.71)	4.71
Deferred tax liability			
Difference between book depreciation & tax depreciation	-	(216.14)	216.14
Gross deferred tax liability (B)	-	(216.14)	216.14
Net deferred tax (liability)/asset (B-A)	-	(211.43)	211.43

7 Provisions

	Long term		Short term	
	31-Mar-2023	31-Mar-2022	31-Mar-2023	31-Mar-2022
Provision for Leave Encashment	7.61	-	1.02	-
Provision for Gratuity	0.14	22.05	19.60	0.18
Provision for Income tax [net of advance tax of Rs. (previous year Nil)]	-	-	-	-
Total	7.75	22.05	20.62	0.18

8 Other Non-current liabilities

	31-Mar-23	31-Mar-22
Trade Payables: Retention money Payable	49.26	49.26
	49.26	49.26

9 Short-term borrowings

Secured -Term loans		
Working Capital Loans Repayable on Demand from Banks **	193.73	143.14
Current Maturities on Long Term Borrowings	599.43	819.62
Short-Term Maturities of Finance Lease Obligation	376.94	-
	1,170.10	962.76

** Pari-passu charge by way of hypothecation of all stock and book debts and other current assets of hospital
ROI for Union Bank of India is EBLR (6.80%) + 4.25% - 0.25% = 10.80%
ROI for Bank of Maharashtra is EBLR (6.90%) + 3.00% + 0.50% = 10.40%

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C Square Healthcare Private Limited
Notes forming part of the Financial Statements

10 Trade payables

(Amount in ₹ Lakhs)

	31-Mar-2023	31-Mar-2022
(a) Total outstanding dues of micro enterprises and small enterprises*	110.39	130.30
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises*	781.92	412.08
	<u>892.31</u>	<u>542.38</u>

* Refer Note No 29

*Ageing of Trade payables for FY 2022-23

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	104.51	5.35	0.49	0.05	110.39
(ii) Others	730.35	17.20	12.07	22.29	781.92
(iii) Disputed dues—MSME	-	-	-	-	-
(iv) Disputed dues—Others	-	-	-	-	-

*Ageing of Trade payables for FY 2021-22

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	129.73	0.46	0.04	0.08	130.30
(ii) Others	431.20	10.52	1.31	17.81	460.84
(iii) Disputed dues—MSME	-	-	-	-	-
(iv) Disputed dues—Others	-	-	-	-	-

11 Other current liabilities

	31-Mar-2023	31-Mar-2022
Interest accrued but not due on borrowings	28.01	7.02
Accrued expenses	118.36	48.76
Advance from customers	-	14.76
Dues to employees	143.58	-
Duties and taxes payable	139.52	250.24
Other current Liabilities	-	13.82
GST Payable	1.70	-
	<u>431.17</u>	<u>334.60</u>

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C Square Healthcare Private Limited

Notes forming part of Financial Statements

Note 12 - Property, Plant and Equipment (and Intangible Assets)

(Amount in ₹ Lakhs)

Assets	Gross Block			Depreciation					Net Block	
	As at 01-04-2022	Additions for the Year	Deletions for the Year	As at 31-03-2023	As at 01-04-2022	For the Year	Adjustments	As at 31-03-2023	As at 31-03-2023	As at 31-03-2022
(A) Tangible Assets										
Computers & Peripherals ⁽⁴⁾	20.62	8.12	-	28.74	12.58	8.58	-	21.14	7.60	9.24
Furniture & Fixtures ⁽⁴⁾	220.62	5.81	-	226.43	102.15	31.73	-	133.88	92.55	119.54
Lease Hold Hospital Building ⁽³⁾	3,602.92	6.13	-	3,609.05	145.83	115.35	-	261.18	3,347.87	3,681.07
Building on Finance Lease ⁽⁴⁾	3,307.04	-	-	3,307.04	615.48	110.23	-	725.71	2,581.33	-
Medical Equipments ⁽⁴⁾	956.27	59.54	-	1,015.81	391.38	124.53	-	515.91	499.90	576.93
Medical Instruments	46.44	0.22	-	46.66	18.36	5.81	-	24.17	22.49	28.08
Office Equipment	69.07	0.75	-	69.82	52.26	7.82	-	60.08	9.74	16.81
Plant & Equipments	668.88	26.21	-	695.09	393.57	73.31	-	466.88	228.21	275.31
Vehicle	13.13	0.93	-	14.06	0.61	4.15	-	4.76	9.30	12.52
Subtotal	8,904.99	107.71	-	9,012.70	1,732.20	481.51	-	2,213.71	6,798.99	4,719.50
(B) Intangible Assets										
Computer software	11.00	2.30	-	13.30	5.84	3.91	-	9.75	3.55	5.15
Servers	16.61	-	-	16.61	8.84	2.77	-	11.61	5.00	7.77
Licenses	9.77	-	-	9.77	7.49	0.65	-	8.14	1.63	2.28
Subtotal	37.38	2.30	-	39.68	22.17	7.33	-	29.50	10.18	16.20
Grand Total	8,942.37	110.01	-	9,052.38	1,754.38	488.84	-	2,243.21	6,809.17	4,734.70



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C Square Healthcare Private Limited
Notes forming part of Financial Statements

Assets	Gross Block				Depreciation				(Amount in ₹ Lakhs)		
	As at	Additions	Deletions for	As at	As at	For the Year	Adjustments	As at	Net Block		
	01-04-2021	for the Year	the Year	31-03-2022	01-04-2022			31-03-2022	As at	As at	As at
									31-03-2022	31-03-2022	31-03-2021
(A) Tangible Assets											
Computers & Peripherals ⁽⁴⁾	10.80	9.82	-	20.62	8.28	3.10	-	11.37	9.24	2.52	
Furniture & Fixtures ⁽⁴⁾	100.80	29.82	-	220.62	63.93	37.14	-	101.07	119.54	126.66	
Lease Hold Hospital Building ⁽⁵⁾	3,802.37	34.15	-	3,836.52	28.88	126.57	-	155.45	3,681.07	3,773.49	
Medical Equipments ⁽⁴⁾	793.67	162.60	-	956.27	257.99	121.34	-	379.34	576.93	535.68	
Medical Instruments	46.24	0.21	-	46.44	11.07	7.28	-	18.36	28.08	35.16	
Office Equipment	67.42	1.65	-	69.07	38.76	13.50	-	52.26	16.81	28.66	
Plant & Equipments	668.33	0.55	-	668.88	297.54	96.03	-	393.57	275.31	370.79	
Vehicle	0.59	12.54	-	13.13	0.01	0.60	-	0.61	12.52	0.58	
Subtotal	5,580.20	251.33	-	5,831.53	706.47	405.56	-	1,112.03	4,719.50	4,873.73	
(B) Intangible Assets											
Computer software	12.89	-	1.89	11.00	4.12	3.02	1.30	5.84	5.15	8.76	
Servers	16.61	-	-	16.61	6.07	2.77	-	8.84	7.77	10.53	
Licenses	9.77	-	-	9.77	5.91	1.58	-	7.49	2.28	3.86	
Subtotal	39.27	-	1.89	37.38	16.11	7.36	1.30	22.17	15.20	23.16	
Grand Total	5,619.47	251.33	1.89	5,868.91	722.58	412.92	1.30	1,134.21	4,734.70	4,896.89	



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C Square Healthcare Private Limited
Notes forming part of Financial Statements

Note 12(a) - Capital Work in Progress

(Amount in ₹ Lakhs)

Assets	As at 31-03-2023	As at 31-03-2022
Capital Work in Progress		
Opening Balance	-	-
Additions during the year*	233.60	-
Closing Balance	233.60	-

* CWIP Ageing: -

CWIP as on 31st March 2023 pertains to assets purchased during the FY 17-18 and transferred to CWIP during the current year.

Details of Adjustments made to the Opening Gross Block and Opening Accumulated Depreciation balances

Assets	Gross Block			Accumulated Depreciation		
	As at 31-03-2022	Adjustments on 01-04-2022	Adjusted Balance As at 01-04-2022	As at 31-03-2022	Adjustments on 01-04-2022	Adjusted Balance As at 01-04-2022
Computers & Peripherals ⁽⁴⁾	20.62	-	20.62	11.37	1.18	12.55
Furniture & Fixtures ⁽⁴⁾	220.62	-	220.62	101.07	1.08	102.15
Lease Hold Hospital Building ⁽⁴⁾	3,836.52	(233.60)	3,602.92	155.45	(9.62)	145.83
Building on Finance Lease ⁽⁴⁾	-	3,307.04	3,307.04	-	615.48	615.48
Medical Equipments ⁽⁴⁾	956.27	-	956.27	379.34	12.04	391.38

4. During the previous years, Depreciation on few assets under Computers & Peripherals class has not been recognised. In the Current year, Depreciation for the previous years is recognised as prior period adjustment and increased the balance of Accumulated Depreciation.

5. In the Current Year, Few items were identified as Capital Work In Progress in the Lease Hold Hospital Building Class and the same have been removed from the Gross Block and recognised under CWIP. Accordingly, depreciation calculated on these items earlier classified as Lease Hold Hospital Building is retrospectively reversed and excluded from the Accumulated Depreciation balance.

6. While Evaluating the Lease agreements of The Company, it is concluded to recognise the lease as a Finance Lease and Assets on Finance Lease have been recognised during the current year. Retrospective effect has been recognised with respect to identified Finance Assets. Refer Note 28.



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C Square Healthcare Private Limited
Notes forming part of the Financial Statements

		(Amount in ₹ Lakhs)	
		31-Mar-2023	31-Mar-2022
13 Long-term loans and advances			
Loans and advances to related parties		-	-
Other loans and advances		-	-
Secured, considered good		-	-
Unsecured, considered good		-	-
Doubtful		-	-
Security Deposits		263.72	258.41
		263.72	258.41
14 Inventories			
Valued at lower of cost and net realisable value			
Medical consumables, drugs and others		105.02	131.17
		105.02	131.17
15 Trade receivables			
Outstanding for a period more than six months from the date they are due for payment			
Secured, considered good		-	-
Unsecured, considered good		15.41	-
Unsecured, considered doubtful		12.02	-
		27.43	-
Less: Provision for doubtful receivables		(12.02)	-
	(A)	15.41	-
Others			
Secured, considered good		-	-
Unsecured, considered good		94.47	460.62
Unsecured, considered doubtful		-	-
		94.47	460.62
Less: Provision for doubtful receivables		-	(7.10)
	(B)	94.47	453.52
	(A + B)	109.88	453.52

***Ageing of Trade receivables for FY 2022-23**

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-
(ii) Others	(415.25)	525.13	-	-	109.88
(iii) Disputed dues— MSME	-	-	-	-	-
(iv) Disputed dues— Others	-	-	-	-	-

***Ageing of Trade receivables for FY 2021-22**

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME					
(ii) Others					
(iii) Disputed dues— MSME					
(iv) Disputed dues— Others					

Audit report for the year ended 31 March 2022 has been modified with respect to Trade receivables stating that they have neither been reconciled nor confirmed from the counter parties as at the balance sheet date. Also, Trade receivable ageing was not prepared during the Previous year and hence ageing of Trade receivables for FY 21-22 is not provided above.



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C Square Healthcare Private Limited
Notes forming part of the Financial Statements

	(Amount in ₹ Lakhs)	
	31-Mar-2023	31-Mar-2022
16 Cash and bank balances		
Cash and cash equivalents		
Cash on hand	2.87	2.09
Bank balances		
In current accounts	13.75	115.92
In demand deposits (less than 3 months maturity)	-	-
Other bank balances		
Deposits held as security against borrowings (Refer Note 5)	262.73	136.29
	279.35	254.30
17 Short term loans and advances		
(Unsecured, considered good, unless stated otherwise)		
Advance to Suppliers	67.93	48.23
Balances with Government	358.44	216.56
	426.37	264.79
18 Other current assets		
Prepaid expenses	11.78	5.67
Interest Receivable	4.49	3.88
Unbilled Revenue	52.96	-
	69.23	9.55

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C Square Healthcare Private Limited
Notes forming part of the Financial Statements

	(Amount in ₹ Lakhs)	
	31-Mar-2023	31-Mar-2022
19 Revenue from operations		
(a) Sale of services		
Healthcare services		
Operating income In Patients department	3,573.61	4,266.10
Operating income out Patients department	765.44	790.61
Income from clinical/laboratories services	364.81	6.34
Less: Discount	(413.12)	(283.20)
(b) Sale of products - Trading		
Pharmacy	235.04	198.42
Less: Discount	(14.21)	(1.84)
	<u>4,511.57</u>	<u>4,976.43</u>
20 Other Income		
Interest income	13.77	6.13
Other non-operating income		
Donation Received	-	145.12
Miscellaneous income	16.42	13.51
	<u>30.19</u>	<u>164.76</u>
21 Purchase of medical consumable and drugs		
Purchases of material	825.54	997.58
	<u>825.54</u>	<u>997.58</u>
22 Changes in inventories of finished goods, work-in-progress and Stock-in-Trade		
Opening Stock Finished goods	131.17	74.84
Less:		
Closing Stock Finished goods	(105.02)	(131.17)
(Increase)/Decrease	<u>26.15</u>	<u>(56.33)</u>
23 Employee benefits expense		
Salaries, wages, bonus and other allowances	826.71	894.35
Staff welfare expenses	5.14	15.54
Contribution to provident and other funds	53.04	19.57
Insurance to Employees	10.85	2.39
Gratuity expenses	-	14.88
Leave Encashment Expense	8.62	-
	<u>904.36</u>	<u>946.73</u>
24 Finance cost		
(a) Interest expense on		
Term loans	193.47	187.39
Cash Credits	18.62	10.58
MSME Loans	73.89	35.69
Others Loans	194.54	142.43
(b) Other borrowing cost	16.67	22.14
(c) Interest on Finance Lease	492.19	-
	<u>989.38</u>	<u>398.23</u>
25 Depreciation and amortization expense		
On tangible assets (Refer note 12)	481.51	405.56
On intangible assets (Refer note 12)	7.33	7.36
	<u>488.84</u>	<u>412.92</u>

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C Square Healthcare Private Limited
Notes forming part of the Financial Statements

26 Other Expenses

	(Amount in ₹ Lakhs)	
	31-Mar-2023	31-Mar-2022
Ambulance Charges	6.62	12.20
Audit Fees	2.30	2.92
Bank Charges	18.42	20.84
Communication	9.14	9.75
Courier Charges	1.50	0.48
Doctors' Consultant Fee	1,114.72	1,025.35
Fund Raising Expenses	4.15	-
Hospital Maintenance Charges	9.77	102.24
Impairment Loss	-	0.59
Insurance Exps.	0.72	2.95
Lab Consumables and Charges	73.59	120.85
Legal and Professional fee	236.62	322.50
Licensing Fees	0.54	0.05
Marketing and Business Promotions	46.01	55.99
Miscellaneous expenses	2.73	0.87
Office Expenses	5.21	8.70
Other contract cost	57.67	-
Patient Expenditure	76.57	99.94
Power Utility charges	124.25	130.38
Printing & Stationary Exps.	18.81	25.23
Property Tax for Leasehold Hospital Building	7.06	7.06
Provision For Baddebts	12.02	-
Provision For Doubtful Assets (GST Input)	69.08	-
Radiation Charges	-	9.29
Rates & Taxes	135.92	182.11
Rent	6.83	416.43
Rent of Equipments	12.18	20.97
Repairs & Maintenance		
Buildings	33.15	-
Plant and Machinery	20.20	22.96
Others	10.67	32.38
Royalty	79.52	-
Security Service Charges	33.83	35.78
Staff Recruitment Charges	0.66	0.23
Travelling & Conveyance	2.47	10.45
	2,233.11	2,679.49

Note : The following is the break-up of Auditors remuneration (exclusive of GST)

	31-Mar-2023	31-Mar-2022
As auditor:		
Statutory audit	2.30	2.20
Tax audit	-	0.55
Other services (Specify nature)	-	0.17
Reimbursement of expenses	-	-
Total	2.30	2.92



C Square Healthcare Private Limited
Notes forming part of the Financial Statements

	(Amount in ₹ Lakhs)	
	31-Mar-2023	31-Mar-2022
27 Exceptional Items		
Bad Debts*	248.48	-
Provisions No Longer Required Written Back	(2.62)	-
	<u>245.86</u>	<u>-</u>

* The management during the year ended 31 March 2023 has undertaken a comprehensive review of its Trade receivables, including verifying underlying supporting documents, obtaining confirmations and reconciling on-account payments with party wise receivables. Based on such review, the management has identified trade receivables amounting to Rs. 2,48,47,410 (Rupees Two Crore Forty Eight Lakhs Forty Seven Thousand Four Hundred and Ten only) as receivables where recoverability is significantly doubtful. These receivables are all aged over 360 days due as on 31 March 2023 and are written off.

28 Prior Period Items		
Interest expense on adoption of Finance Lease ##	2,456.27	-
Depreciation on adoption of Finance Lease ##	615.48	-
Reversal of Rental Expense booked till previous years	(1,493.77)	-
Adjustment of Prior year depreciation #	4.68	-
	<u>1,582.66</u>	<u>-</u>

Please refer Note 12

Classification of lease - The Company has on 1 September 2016 entered into a lease arrangement for the premises (land and building) on which it currently operates. The same was erroneously classified as operating lease during the previous financial years starting with financial year 2016-17 upto financial year ended on 31 March 2022. The monthly rental charges were charged as Rent expense in the Profit and Loss account during this period. Further, the rental expense was not straight lined and the audit report for the year ended 31 March 2022 was modified on account of this.

The Management, based on the rights, obligations and other conditions of the said lease arrangement, has determined the classification of such lease to be Finance lease in accordance with AS 19 - Leases. Such change in classification has been applied retrospectively in accordance with AS 5 - Net Profit or Loss for the Period, Prior Period Items and Changes in Accounting Policies. Accordingly, Interest on Finance Lease Obligations and Depreciation on Assets under Finance Lease have been charged for prior periods (upto 31 March 2022) and the rental expense charged to the Profit and Loss Account of prior periods (upto 31 March 2022) has been reversed. The impact of the aforesaid items on the such change in classification has been reported separately under Note 27 - Prior Period Items. The net impact of such Prior period items on the Profit and Loss Account for the year ended 31 March 2023 amounted to Rs. 15,77,98,420 (Rupees Fifteen Crore Seventy Seven Lakhs Ninety Eight Thousand Four Hundred and Twenty Only.)

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C Square Healthcare Private Limited
Notes forming part of the financial statements

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

a) Dues to Micro Enterprises and Small Enterprises to whom the Company owes any sum, comprises of the following:

(Amount in ₹ Lakhs)		
Particulars	As at 31 March, 2023	As at 31 March, 2022
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	49,229.13	-
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
(iv) The amount of interest due and payable for the year	-	-
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	6,765.36	-
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	-	-

- 30 a) There are no outstanding forward contracts entered into by the Company.
b) There are no outstanding foreign currency exposure as at year end that has not been hedged by derivative instrument or otherwise.

31 Expenditure in foreign currency:

Particulars	For the year ended 31 March, 2023	For the year ended 31 March, 2022
Healthcare Services	-	-

32 Earnings in foreign currency:

Particulars	For the year ended 31 March, 2023	For the year ended 31 March, 2022
Income from Healthcare Services	-	-

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C Square Healthcare Private Limited
Notes forming part of the financial statements

33 Employee benefit plans:

a) Defined contribution plans:

The Company makes Provident Fund and Employee State Insurance Scheme contributions which are defined contribution plans, for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company recognised ₹ 53,03,840 (Year ended 31 March, 2022 - ₹ 19,57,207) for Provident Fund contributions, ₹ 9,75,836 (Year ended 31 March, 2022 - ₹ 3,23,618) for Employee State Insurance Scheme contributions in the Statement of Profit and Loss. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.

b) Defined benefit plan

Gratuity

In accordance with Accounting Standard 15, an actuarial valuation was carried out in respect of the aforesaid defined benefit plan based on the following assumptions.

i. Actuarial assumptions

Particulars	31 March 2023	31-Mar-22
Discount rate (per annum)	7.52%	7.54%
Expected Rate of increase in compensation levels	0%	0%
Mortality Rate	(% of IALM 12-14)	(% of IALM 12-14)
Retirement age	60 years	60 years
Attrition Rate	5%	5%

ii. Defined benefit obligation (DBO) liability statement

(Amount in ₹ Lakhs)

Particulars	31 March 2023	31-Mar-22
Present value obligation as at the beginning of the year	22.24	7.36
Interest cost	1.68	0.55
Current service cost	7.45	12.12
Benefits paid	-	-
Actuarial loss/ (gain) due to change in assumptions	-	2.20
Actuarial loss/(gain) due to plan experience	(11.63)	-
Present value obligation as at the end of the year	19.73	22.24

iii. Expenses recognized in Statement of profit and loss

Particulars	31 March 2023	31-Mar-22
Current service cost (including risk premium for fully insured benefits)	7.45	12.12
Interest cost on DBO	1.68	0.55
Immediate Recognition of (Gain)/Losses	(11.63)	2.20
Total expense recognised in Statement of profit and loss.	(2.50)	14.88

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C Square Healthcare Private Limited
Notes forming part of the financial statements

b) Details of transactions during the year and year end balances are as below:

Description	(Amount in ₹ Lakhs)			
	Key Managerial Personnel and Directors		Relatives of Key Managerial Personnel	
	22-23	21-22	22-23	21-22
1. Transactions during the year				
a. Salary, Director Remuneration, Bonus, Professional Fee, Consultant Fee etc				
Mr. Kudingila Radha Madhava	59.33	79.54		
Mr. Ramachandra Prakash Bharathura	28.40	81.23		
Mr. Srinivas Chirukuri	75.38	142.24		
Mr. Mangerira Chinnappa Uthappa	15.41	44.14		
Mr. Somnath Chatterjee	66.00	65.40		
b. Loans Received				
Mr. Somanath Chatterjee	-	103.51		
Mr. Arvind A S	-	300.00		
Mr. Ashith Kumar Shetty	9.50	-		
Dr. Sreelakshmi T R	-	-	20.00	-
c. Principle repayment				
Mr. Kudingila Radha Madhava	31.60	37.70		
Mr. Ramachandra Prakash Bharathura	26.71	34.82		
Mr. Srinivas Chirukuri	30.27	34.97		
Mr. Mangerira Chinnappa Uthappa	35.82	40.87		
Mr. Somanath Chatterjee	22.05	17.56		
Mr. Arvind A S	-	-		
d. Interest repayment				
Mr. Kudingila Radha Madhava	9.09	15.94		
Mr. Ramachandra Prakash Bharathura	4.20	10.42		
Mr. Srinivas Chirukuri	5.50	12.14		
Mr. Mangerira Chinnappa Uthappa	6.11	13.71		
Mr. Somanath Chatterjee	12.06	15.20		
Mr. Arvind A S	-	31.29		
e. Share allotment				
Dr. Sreelakshmi T R	-	-	-	5.40
2. Balances outstanding at the end of the year				
Loan payable and Interest payable				
Mr. Kudingila Radha Madhava	45.12	15.94		
Mr. Ramachandra Prakash Bharathura	10.54	10.42		
Mr. Srinivas Chirukuri	24.92	12.14		
Mr. Mangerira Chinnappa Uthappa	16.30	13.71		
Mr. Somanath Chatterjee	73.90	15.20		
Mr. Arvind A S	550.00	28.98		
Dr. Sreelakshmi T R			20.00	-

Notes:

- 1) Related party relationship is as identified by the management and relied upon by the Auditors.
- 2) No amount is/has been written off or written back during the year in respect of debts due from or to related party.



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C Square Healthcare Private Limited
Notes forming part of the financial statements

34 Capital Commitments

(Amount in ₹ Lakhs)

Particulars	31 March 2023	31-Mar-22
Contingent liabilities	189.13	189.13
Capital Commitments	40.00	40.00

35 Earning per share

Description	For the year ended 31 March, 2023	For the year ended 31 March, 2022
Net profit/ (loss) after tax available for equity shares (A)	(2,543)	(286)
Weighted average number of equity shares of 10 paise each (B)	22,40,969	22,33,826
Basic and Diluted earnings/(Loss) per share in ('000₹) (A/B)	(0.00)	(0.00)

36 Deferred tax asset

As at March 31, 2023, the Company has a net deferred tax asset, which has not been recognized based on the management's estimates of future taxable profits and as a matter of prudence.

37 Segment Reporting

As the Entity's business activity falls within a single primary business segment, viz. providing "Healthcare Services", the disclosure requirements of Accounting Standard - 17 "Segment Reporting" is not applicable. Entity has no geographical segment as all services are provided in one geographical region.

38 Related party disclosures:

a) Name of related parties and description of relationship:

Description of relationship	Name of the Party
Key Managerial Personnel and Director	a) Mr. Kudingila Radha Madhava b) Mr. Ramachandra Prakash Bharathura c) Mr. Srinivas Chirukuri d) Mr. Mangerira Chinnappa Uthappa e) Mr. Somnath Chatterjee
Relative to KMP	a) Ms. T.R. Sreelakshmi - Spouse of Mr. Kudingila Radha Madhava - Director

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C Square Healthcare Private Limited

Notes forming part of the financial statements

39 Ratios

The ratios for the years ended March 31, 2023 and March 31, 2022 are as follows :

Particulars	Numerator	Denominator	As at 31-03-2023	As at 31-03-2022	Variance in(%)	Reason for Variance
Current ratio (in times)	Total Current Assets	Total Current Liabilities	0.39	0.61	-0.35	
Debt-equity ratio (in times)	Total Debt including lease liabilities	Total Equity	(6.72)	1.63	-5.14	
Debt service coverage ratio (in times)	Net Profit after taxes + Non-cash operating expenses + Interest expenses + other non cash adjustments+ Exceptional Items	Interest expense + principal repayments and lease liabilities payment made during the year	0	0	0%	
Return on equity ratio (in times)	Profit after tax (Attributable to Owners)	Average net worth	-9.838	-0.221	4350%	Due to prior period adjustments
Trade receivables turnover ratio (in times)	Revenue from operations	Average Trade receivables	41.060	10.973	274%	Due to prior period adjustments
Trade payables turnover ratio (in times)	Revenue from operations	Average Trade payables	5.056	9.175	-45%	Due to prior period adjustments And Lease reclass
Net capital turnover ratio (in times)	Revenue from operations	Average working capital (i.e. Total current assets less Total current liabilities)	2.960	6.849	-57%	Due to prior period adjustments
Net profit ratio (in %)	Profit after tax	Revenue from operations	-0.5636	-0.0575	881%	Due to prior period adjustments
Return on capital employed	Net Profit before interest and taxes	Capital employed = Net worth + Lease liabilities + Deferred tax liabilities	2.249	-0.184	-1326%	Due to prior period adjustments



C Square Healthcare Private Limited

Notes forming part of the financial statements

- 40 The Company has made purchases with companies struck off under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956. Summary of transactions is as follows:

Name of the Struck off Company	Nature of Transaction	31-Mar-23		31-Mar-22	
		Balance Outstanding	Relation	Balance Outstanding	Relation
Accurate Medical Service Private Limited	Payables	0.31	Supplier	-	Supplier
Anugraha Enterprises Private Limited	Payables - Paid Off	0.85	Supplier	0.85	Supplier
Arihant Marketing and Tradecom Private Limited	Payables	1.49	Supplier	3.39	Supplier
Bangalore Healthcare Services Private Limited	Payables - Paid Off	0.64	Supplier	0.64	Supplier
Dia Care Pharmaceuticals Private Limited	Payables	0.18	Supplier	0.44	Supplier
Hindmed Lab Private Limited	Payables	0.65	Supplier	-	Supplier
KK Enterprises Private Limited	Payables - Paid Off	0.73	Supplier	-	Supplier
Krupa Healthcare Private Limited	Payables	0.01	Supplier	1.08	Supplier
Kushal Pharma Private limited	Payables	0.10	Supplier	-	Supplier
Manjunatha Enterprises Private Limited	Payables	0.11	Supplier	-	Supplier
Mythri Pharmaceuticals Private Limited	Payables - Paid Off	1.06	Supplier	-	Supplier
Orange Computer Services Private Limited	Payables	0.15	Supplier	-	Supplier
Power tools and tackles India Private Limited	Payables	0.10	Supplier	0.10	Supplier
Raghavendra Enterprises Private Limited	Payables	0.12	Supplier	-	Supplier
Raja Enterprises Private Limited	Payables	0.04	Supplier	-	Supplier
RC Traders Private Limited	Payables	1.41	Supplier	1.18	Supplier
Recorders and Medicare Systems Private Limited	Payables - Paid Off	0.12	Supplier	-	Supplier
Sky Marketing Private Limited	Payables	2.99	Supplier	-	Supplier
Solanki Enterprises Private Limited	Payables - Paid Off	1.09	Supplier	0.30	Supplier
Sristi Digital Images Private Limited	Payables	4.84	Supplier	4.78	Supplier
Steel Planet Private Limited	Payables - Paid Off	0.26	Supplier	-	Supplier

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C Square Healthcare Private Limited
Notes forming part of the financial statements

(Amount in ₹ Lakhs)

Name of the Struck off Company	Nature of Transaction	31-Mar-23		31-Mar-22	
		Balance Outstanding	Relation	Balance Outstanding	Relation
Stitch Factory Private Limited	Payables	0.04	Supplier	-	Supplier
Sujal Pharma Private Limited	Payables - Paid Off	0.17	Supplier	-	Supplier
Surabhi Computech Private Limited	Payables	0.05	Supplier	-	Supplier
Tecpro Energy Ltd	Payables - Paid Off	0.06	Supplier	-	Supplier
Tulsi Pharma Private Limited	Payables	0.19	Supplier	-	Supplier
United Agencies Private Limited	Payables	0.60	Supplier	-	Supplier
Varsha Impex Private Limited	Payables - Paid Off	0.14	Supplier	-	Supplier
Vimal Pharma Private Limited	Payables	0.06	Supplier	-	Supplier
Wilson & W Wilson Private Limited	Payables - Paid Off	1.07	Supplier	-	Supplier

41 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

42 Additional Regulatory Information Required By Schedule III

(I) Relationship With Struck Off Companies

The Company has transactions with the companies struck off under Companies Act, 2013 or Companies Act, 1956. Refer Note 38 above

(II) Loans and advances

Company has not granted any loans or advances in the nature of loans to promoters, directors, key managerial personnel (KMPs) and the related parties (as defined under Companies Act, 2013) either severally or jointly with any other person.

(III) Details Of Benami Property Held

No proceedings have been initiated on or are pending against the Company under the Prohibition of Benami Property Transactions Act, 1988 (as amended in 2016) (formerly the Benami Transactions (Prohibition) Act, 1988 (45 of 1988)) and Rules made thereunder.

(IV) Wilful Defaulter

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

(V) Details Of Crypto Currency Or Virtual Currency. The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

(VI) Valuation Of Property Plant And Equipment And Intangible Asset

The Company has not revalued its Property, Plant and Equipment (including Right-of-use assets) and Intangible assets during the current or previous year. The Company did not have any Investment Property during the current or previous year.

(VII) Registration Of Charges Or Satisfaction With Registrar Of Companies

There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.



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C Square Healthcare Private Limited
Notes forming part of the financial statements

(VIII) Compliance With Number Of Layers Of Companies

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

(IX) Undisclosed Income

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

(X) Compliance With Approved Scheme(S) Of Arrangements

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

(XI) Corporate Social Responsibility Expenditure

Provisions of Section 135(1) of the Companies Act, 2013 with respect to mandatory Corporate Social Responsibility Expenditure is not applicable to the Company

(XII) Utilisation of Borrowed funds and share premium

(A) The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding (whether recorded in writing or otherwise) that the Intermediary shall

- i) 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
- ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;

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

- i) 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
- ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

For GVNKA & Associates

Chartered Accountants

Firm Registration Number: 023904N



per Prashanth Vellanki

Partner

Membership Number: 226413

UDIN: 23226413 BG5FCV 2786

Bengaluru

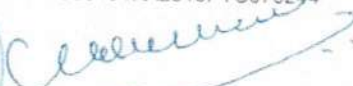
26 September 2023



For and on behalf of Board of Directors

C Square Healthcare Private Limited

CIN: U65191KA2013PTC070244



Ramachandra Prakash
Bharathura

Managing Director

DIN: 06780998

Bengaluru

26-September-23



Director

DIN: 03531032

Bengaluru

26-September-23

