

# RAWKA & ASSOCIATES

CHARTERED ACCOUNTANTS  
412, Arcade Silver 56, 1, New Palasia, Indore - 1  
☎ Off. : 2541132, Mobile : 9039080380  
E-mail : rawkaassociates@gmail.com, cprawka@gmail.com

## INDEPENDENT AUDITORS' REPORT ON STANDALONE FINANCIAL STATEMENTS

TO,  
THE MEMBERS OF MEDGEL PRIVATE LIMITED,  
*Report on Audit of Ind AS Standalone Financial Statements*

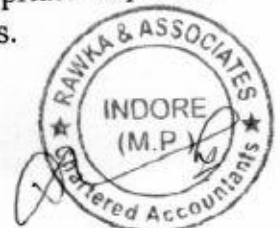
### *Opinion*

We have audited the accompanying Ind AS Standalone Financial Statements of **MEDGEL PRIVATE LIMITED** ("the Company"), which comprise the balance sheet as at 31<sup>st</sup> March 2021, the statement of profit and loss (including other comprehensive income), the cash flow statement and the statement of changes in equity for the year then ended and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "The Ind AS Standalone Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS Standalone Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

### *Basis for Opinion*

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



### ***Key Audit Matters***

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

### ***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 standalone financial statements and our auditor's report thereon. Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### ***Responsibility of Management for Ind AS Standalone Financial Statements***

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Ind AS Standalone Financial Statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.



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

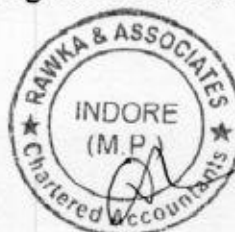
The Board of Directors are responsible for overseeing the Company's financial reporting process.

#### ***Auditor's Responsibility for the Audit of the Standalone Financial Statements***

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

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

- Identify and assess the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material





uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

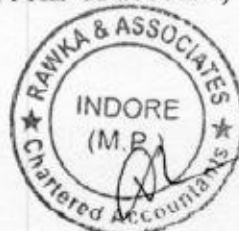
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

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

### ***Report on Other Legal and Regulatory Requirements***

1. As required by the Companies (Auditor's Report) Order, 2016 ("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 A' statement on the matters specified in paragraphs 3 and 4 of the Order to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b. In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - c. The Balance Sheet, the Statement of Profit and Loss Including other comprehensive income, the Cash Flow Statement, and statement of change in equity dealt with by this Report are in agreement with the books of account;




- d. In our opinion, the aforesaid Ind AS Standalone Financial Statements comply with the Accounting Standards specified under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended.
- e. On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “Annexure B”.
- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company did not have any pending litigations in its financial position in the Ind AS Standalone Financial Statements.
  - ii. The Company did not have any long term contracts including derivatives contract for which there were any material foreseeable losses.
  - iii. There has been no eligible amount required to be transferred to the Investor Education and Protection Fund by the Company.

Place: Indore  
Date: 23/06/2021  
Udin:21429040AAAACW5366

**FOR: RAWKA & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**  
Firm Reg. No: 021606C



  
**VENUS RAWKA**  
PARTNER  
M. No.: 429040

**Annexure 'A' to Independent Auditors' Report**

(Referred to Para 1 under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date to the members of Medgel Private Limited for the year ended 31<sup>st</sup> March, 2021)

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipments.  
(b) As explained to us, the Property, Plant & Equipments have been physically verified by the management of the Company in accordance with phased programme of verification, which in our opinion is reasonable, considering the size and nature of its business. No material discrepancies were noticed during such verification.  
(c) According to information and explanation given to us including registered title deeds, we report that, the title deed comprising all the immovable properties of land and buildings which are freehold, are held in the name of company as at the Balance Sheet date. In respect of immovable property of land that have been taken on lease and disclosed as property, plant and equipment in the Standalone Financial Statements, the lease agreements are in the name of the company, where the company is the lessee in the agreement.
- (ii) According to the information and explanations given to us, physical verification of the inventories has been conducted by the management at reasonable interval. The Company has maintained proper records of inventory, there was no material discrepancies noticed on physical verification of the inventories as compared to the book.
- (iii) According to the information and explanations given to us, the company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Therefore, the provision clause 3 (iii) (a) to (C) of the Companies (Auditors' Report) Order, 2016 are not applicable to the Company.
- (iv) According to the information and explanations given to us, the company has not entered into any eligible transactions as specified in the provisions of section 185 and 186 of the Companies Act, 2013 hence this clause is not applicable to the Company.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of Sections 73 to 76 of the Act and the Rules framed there under to the extent notified.
- (vi) According to the information and explanations given to us, the Company is not covered under Companies (Cost Records and Audit) Rules, 2014 prescribed by the Central Government under Section 148(1) of the Act, hence this clause is not applicable to the Company.





- (vii)(a) According to the information and explanations given to us and on the basis of the records of the Company, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employee's State Insurance, Sales Tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax, Cess and other material statutory dues with the appropriate authorities. As provided to us by the management, the extent of the arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable, are Nil.
- (b) According to the records of the Company, there are no dues outstanding of income tax / Sales Tax/ wealth tax / service tax / custom duty / excise duty / VAT / cess etc. on account of any disputes. :
- (viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans to banks. The Company has not taken any loan either from financial institutions or the government and has not issued any debentures during the year.
- (ix) In our opinion and according to the information and explanations given to us, the company has not raised moneys by way of any public offer including debt instruments and term Loans during the year and hence the provisions of clause 3 (ix) of the Order are not applicable to the Company
- (x) On the basis of our examination of the books and records of the Company and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
- (xi) In our opinion and according to the information and explanations given to us, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- (xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
- (xiii) In our opinion and according to the information and explanations given to us, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Ind AS Standalone Financial Statements as required by the applicable Indian accounting standards.



- (xiv) In our opinion and according to the information and explanations given to us, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company.
- (xv) In our opinion and according to the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company.
- (xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company.

Place: Indore  
Date: 23/06/2021  
Udin:21429040AAAACW5366

**FOR: RAWKA & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

Firm Reg. No: 021606C



  
**VENUS RAWKA**  
**PARTNER**  
M. No.: 429040



### **Annexure 'B' to Independent Auditors' Report**

(Referred to Para 2(f) under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date to the members of Medgel Private Limited for the year ended 31<sup>st</sup> March, 2021)

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 over financial reporting of **MEDGEL PRIVATE LIMITED** ("the Company") as of 31<sup>st</sup> March, 2021 in conjunction with our audit of the Ind AS Standalone 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 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.

### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting 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 and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls over Financial Reporting, both applicable to an audit of the Internal Financial Controls and both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included



obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error.

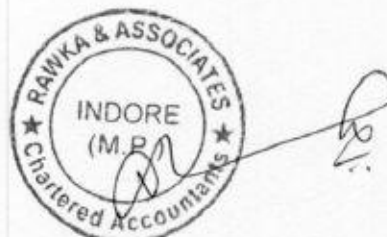
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

### **Meaning of Internal Financial Controls over Financial Reporting**

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

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



## Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, 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.

Place: Indore  
Date: 23/06/2021  
Udin:21429040AAAACW5366

**FOR: RAWKA & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**  
Firm Reg. No: 021606C



A handwritten signature in black ink, appearing to read "Venus Rawka".

**VENUS RAWKA**  
**PARTNER**  
M. No.: 429040



**MEDGEL PRIVATE LIMITED**  
Balance Sheet as at 31st March, 2021  
CIN: U24239MP2007PTC019204

Amount in Rs.

Particulars	Notes	As at	31st	As at	31st
		March 2021	March 2020	March 2020	March 2020
<b>A. Assets</b>					
<b>1 Non-current assets</b>					
(a) Property, Plant and Equipment	2		267273955		25,52,49,109
(b) Capital Work in Progress	2		5422128		96,54,862
(b) Financial Assets					
i. Investments	3		1,84,53,744		80,59,500
(c) Other non-current assets	4		31,44,264		31,44,264
Sub-Total - Non Current Assets			29,42,94,091		27,61,07,735
<b>2 Current assets</b>					
(a) Inventories	5		6,65,66,764		4,91,35,865
(b) Financial Assets					
i. Investments	6		16,00,57,018		11,83,54,812
ii. Trade receivables	7		3,97,56,481		1,74,11,647
iii. Cash and cash equivalents	8		1,723		14,205
iv. Bank Balance other than (iii) above	9		6,08,08,825		50,61,809
(c) Other current assets	10		4,71,57,642		1,72,94,168
Sub-Total - Current Assets			37,43,48,453		20,72,72,506
<b>Total</b>			<b>66,86,42,543</b>		<b>48,33,80,242</b>
<b>B. EQUITY AND LIABILITIES</b>					
<b>1 Equity</b>					
(a) Equity Share Capital	11		14,68,19,530		14,68,19,530
(b) Other Equity	12		43,74,33,133		31,10,93,493
Sub-Total - Equity			58,42,52,663		45,79,13,023
<b>2 Liabilities</b>					
<b>I. Non-Current Liabilities</b>					
<b>(a) Financial Liabilities</b>					
(i) Borrowings	13				
(b) Provisions	14		27,43,313		20,00,000
Sub-Total - Non Current Liabilities			27,43,313		20,00,000
<b>II. Current Liabilities</b>					
<b>(a) Financial Liabilities</b>					
(i) Trade payables due to					
(a) Total Outstanding dues of Micro enterprises and Small enterprises: and					
(b) Other than Micro and Small enterprises	15		6,12,05,115		1,52,55,080
(b) Other current liabilities	16		2,04,41,453		82,12,138
Sub-Total -Current Liabilities			8,16,46,568		2,34,67,219
<b>Total</b>			<b>66,86,42,543</b>		<b>48,33,80,242</b>

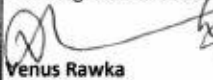
The Notes referred to above are integral part of Financial Statement.  
Note on Accounts as Note '1 to 28'

As per our report of even date,

For: Rawka & Associates

Chartered Accountants

Firm Reg. No.: 021606C

  
Venus Rawka  
Partner

Membership No. 429040  
Place : Indore

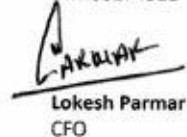
Date : 23.06.2021  
UDIN: 21429040AAAACW5366



For and on behalf of the board,  
For MEDGEL PRIVATE LIMITED

  
Alok K. Garg  
Managing Director  
DIN: 00274321

  
Akshit Garg  
Whole Time Director  
DIN: 08576807

  
Lokesh Parmar  
CFO

  
CS. Ayushi Silot  
Company Secretary  
ACS: 54352

**MEDGEL PRIVATE LIMITED**  
**Profit and Loss statement for the year ended 31st March, 2021**  
**CIN: U24239MP2007PTC019204**

Amount in Rs.

Particulars	Note	As at	31st	As at	31st
		March 2021	March 2021	March 2020	March 2020
I. Revenue from operations	17	57,41,56,760		32,14,34,986	
II. Other Income	18	1,88,69,424		1,75,28,474	
III. <b>Total Revenue (I + II)</b>		<b>59,30,26,184</b>		<b>33,89,63,460</b>	
IV. Expenses:					
Cost of materials consumed	19	31,07,60,262		16,91,77,462	
Changes in inventories of finished goods and work-in-progress	20	(1,71,32,280)		(3,09,575)	
Employee benefit expense	21	6,70,98,786		5,15,55,910	
Finance Cost	22	-		82,420	
Depreciation and amortization expense	2	1,52,10,924		1,47,47,566	
Other expenses	23	10,46,90,261		7,89,62,358	
<b>Total Expenses</b>		<b>48,06,27,953</b>		<b>31,42,16,140</b>	
V. <b>Profit before exceptional and extraordinary items and tax (III - IV)</b>		<b>11,23,98,231</b>		<b>2,47,47,319</b>	
VI. Exceptional Items		-		-	
VII. Profit before extraordinary items and tax (V - VI)		11,23,98,231		2,47,47,319	
VIII. Extraordinary Items		-		-	
IX. <b>Profit before tax (VII - VIII)</b>		<b>11,23,98,231</b>		<b>2,47,47,319</b>	
X. Tax expense		-		-	
XI. Profit/(Loss) for the period (IX - X)		11,23,98,231		2,47,47,319	
XII. Other Comprehensive Income					
(i) Items that will not be reclassified to Profit and Loss		1,39,41,409		53,89,336	
(ii) Income Tax relating to items that will not be reclassified to Profit or Loss		-		-	
(iii) Items that will be reclassified to Profit or Loss		-		-	
(iv) Income Tax relating to items that will be reclassified to Profit or Loss		-		-	
<b>Total Comprehensive Income for the period comprising Profit(Loss) and other comprehensive income for the period (XI + XII)</b>		<b>12,63,39,640</b>		<b>3,01,36,655</b>	
XIII. Earning per equity share:	27				
(1) Basic		8.61		2.05	
(2) Diluted		8.61		2.05	

The Notes referred to above are integral part of Financial Statement.

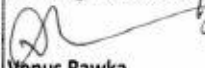
Note on Accounts as Note '1 to 28'

As per our report of even date,

For: **Rawka & Associates**

Chartered Accountants

Firm Reg. No.: 021606C

  
**Venus Rawka**  
 Partner

Membership No. 429040

Place : Indore

Date 23.06.2021

UDIN:21429040AAAACW5366



For and on behalf of the board,  
 For **MEDGEL PRIVATE LIMITED**

  
**Alok K. Garg**  
 Managing Director  
 DIN:00274321

  
**Akshit Garg**  
 Whole Time Director  
 DIN:08576807

  
**Lokesh Parmar**  
 CFO

  
**CS. Ayushi Silot**  
 Company Secretary  
 ACS: 54352

**STATEMENT OF CHANGES IN EQUITY**

**MEDGEL PRIVATE LIMITED**

**CIN: U24239MP2007PTC019204**

**Standalone Statement of Changes in Equity for the period ended 31ST MARCH, 2021**

**Amount in Rs.**

**A. Equity Share Capital**

Balance at the beginning of the reporting period	Changes in equity share capital during the year	Balance at the end of the reporting period
<b>14681953</b>	<b>0</b>	<b>14681953</b>

**B. Other Equity**

	Reserves and Surplus				Total
	Securities Premium	General Reserves (specify nature)	Share Forfeiture account	Retained Earnings	
<b>Balance at the beginning of the reporting period 01.04.2019</b>	<b>326349438</b>	<b>0</b>	<b>0</b>	<b>-45392601</b>	<b>280956837</b>
Changes in accounting policy or prior period errors	0	0	0	0	0
Restated balance at the beginning of the reporting period	<b>326349438</b>	<b>0</b>	<b>0</b>	<b>-45392601</b>	<b>280956837</b>
Total Comprehensive Income for the year	0	0	0	5389336	<b>5389336</b>
Dividends	0	0	0	0	0
Transfer to retained earnings	0	0	0	24747319	<b>24747319</b>
Adjustment of Investment in shares written off	0	0	0	0	0
<b>Balance at the end of the reporting period 31.03.2020</b>	<b>326349438</b>	<b>0</b>	<b>0</b>	<b>-15255945</b>	<b>311093493</b>
<b>Balance at the beginning of the reporting period 01.04.2020</b>	<b>326349438</b>	<b>0</b>	<b>0</b>	<b>-15255945</b>	<b>311093493</b>
Changes in accounting policy or prior period errors	0	0	0	0	0
Restated balance at the beginning of the reporting period	<b>326349438</b>	<b>0</b>	<b>0</b>	<b>-15255945</b>	<b>311093493</b>
Total Comprehensive Income for the year	0	0	0	13941409	<b>13941409</b>
Dividends	0	0	0	0	0
Transfer to retained earnings	0	0	0	112398231	112398231
Any other change (to be specified)	0	0	0	0	0
<b>Balance at the end of the reporting period 31.03.2021</b>	<b>326349438</b>	<b>0</b>	<b>0</b>	<b>111083696</b>	<b>437433133</b>





**MEDGEL PRIVATE LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2021**  
**CIN: U24239MP2007PTC019204**

PARTICULARS	Amount In Rs.	
	31st March 2021	31st March 2020
<b>A. Cash Flow from Operating Activities</b>		
Net Profit before Tax & Extraordinary Items	112398231	24747319
Adjustment For:		
Depreciation	15210924	14311002
Other Comprehensive Income	13941409	5389336
Operating Profit before Working Capital Change	<b>141550564</b>	<b>44447657</b>
Adjustment for Working Capital		
(Increase)/ Decrease in Sundry Debtors	(22344834)	48574956
(Increase)/ Decrease in Inventories	(17430899)	(9259566)
(Increase)/ Decrease in Loans & Advances	(29863473)	(6370584)
Increase/ (Decrease) in Current Liabilities & Provisions	58922662	(21851131)
<b>Cash Generated from Working Capital</b>	<b>(10716545)</b>	<b>11093676</b>
Cash generated from Operation	130834019	55541334
<b>Net cash Flow from Operating Activity</b>	<b>130834019</b>	<b>55541334</b>
<b>B. Cash Flow from Investing Activities</b>		
Purchase of Fixed Assets	(23003035)	(12581455)
Purchase of Investment	(52096450)	(41414311)
Issue of share capital	0	0
Security Premium on Share issued	0	0
<b>Net Cash used in Investing Activities</b>	<b>(75099485)</b>	<b>(53995766)</b>
<b>C. Cash Flow from Financial Activities</b>		
Increase in Long term borrowing	0	0
<b>Net Cash Used in Financial Activities</b>	<b>0</b>	<b>0</b>
<b>Net Increase in Cash and Cash Equivalents (A+B+C)</b>	<b>55734534</b>	<b>1545568</b>
Cash & Cash Equivalents at the Beginning of the year	5076014	3530446
Closing of the year	60810548	5076014
<b>Increase in Cash and Cash Equivalents</b>	<b>55734534</b>	<b>1545568</b>

As per our report of even date annexed

**For: Rawka & Associates**  
**Chartered Accountants**  
**Firm Reg. No.:-021606C**

**Venus Rawka**

Partner

Membership No. 429040

Place : Indore

Date : 23.06.2021

UDIN:21429040AAAACW5366



For and on behalf of Board  
Medgel Private Limited

*(Signature)*

**Alok K. Garg**

Director

DIN:00274321

*(Signature)*

**Akshit Garg**

Director

DIN:08576807

*(Signature)*

**Lokesh Parmar**

CFO

*(Signature)*

**CS. Ayushi Silot**

Company Secretary

ACS: 54352

## **MEDGEL PRIVATE LIMITED**

### **NOTE -1- BASIC ACCOUNTING POLICIES**

#### **1. Corporate Information:**

Medgel Private Limited ('the Company') is a Private Limited Company was incorporated in India under Companies Act 1956 in 2007 as Medgel Pharmaceuticals Private Limited. The Company together with its holding Company operates as a Pharmaceutical organization with business encompassing the entire value chain in the Marketing, production and distribution of Pharmaceutical products. The registered office of the Company is located at 201, Pushpratna Paradise 9/5 New Palasia, Opp. UCO Bank, Indore (M.P) - 452001. The financial statements were authorised for issue in accordance with a resolution of the directors on 23/06/2021.

#### **2. Basis of preparation:**

##### **(i) Compliance with Ind AS**

These financial statements have been prepared to comply in all material aspects with the Indian Accounting Standards (hereinafter referred to as the ('Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with of the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act.

Accounting policies have been consistently applied except where a newly issued Accounting Standard is initially adopted or a revision to an existing Accounting Standard requires a change in the accounting policy hitherto in use.

##### **(ii) Historical Cost Convention**

The financial statements have been prepared and presented under the historical cost convention on accrual basis of accounting, Indian Accounting Standards prescribed under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014, except where otherwise stated, the accounting principles have been consistently applied.

#### **3. Rounding of amounts:**

All amounts disclosed in the financial statement and notes have been rounded off to the nearest Rupees; except where otherwise indicated.



#### 4. Current versus non-current classification:

The company presents its assets and liabilities in the balance sheet on current/non-current classification.

- I. An Asset is treated as current when it is:
  - a) Expected to be realised or intended to be sold or consumed in normal operating cycle;
  - b) Held primarily for the purpose of trading;
  - c) Expected to be realised within twelve months after the reporting period; or
  - d) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.
- II. All other assets are classified as non-current.
- III. A liability is Current when:
  - a) It is expected to be settled in normal operating cycle
  - b) It is held primarily for the purpose of trading
  - c) It is due to be settled within twelve months after the reporting period; or
  - d) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.
- IV. All other Liabilities are classified as non-current.
- V. Deferred tax liabilities are classified under non-current Liabilities.

#### 5. Use of Estimates and Assumptions:

The preparation of financial statements in accordance with Ind AS requires subjective and complex judgments to make estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenues and expenses at the date of these financial statements.

Estimates and underlying assumptions are reviewed at each balance sheet date. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are as below:

- a) Fair value of Financial Assets and Financial liabilities,
- b) The useful lives of, or expected pattern of consumption of the future economic benefits bodied in, depreciable assets,
- c) Valuation of Inventories and Inventory obsolescence,
- d) Provisions and Bad Debts.





## 6. Revenue Recognition:

### Sale of Goods

Revenue from sale of goods is recognized when the significant risks and rewards of ownership of the goods are transferred to the buyer, usually on delivery of the goods and when all the following conditions are satisfied:

- The Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Company; and
- The costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue from the sale of goods is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of returns and allowance, trade discounts and volume rebates and does not include Value added tax (VAT), Central Sales tax (CST) and any other taxes.

## 7. Property, Plant and Equipment:

Property, plant and equipment are stated at historical cost less accumulated depreciation and accumulated impairment losses. The initial cost of an asset comprises of its purchase price or construction cost, any costs directly attributable to bringing the asset into the location and condition necessary for it to be capable of operating in the manner intended by management. The purchase price or construction cost is the aggregate amount, paid and the fair value of any other consideration given to acquire the asset.

When significant parts of plants and equipments are required to be replaced at intervals, the Company depreciates them separately based on their specific useful life. All other repair and maintenance costs are recognised in Statement of Profit or Loss as and when incurred.

The residual values and useful lives of property, plant and equipment are reviewed at each financial year end and changes, if any, are accounted prospectively

Depreciation on Property, Plant & Equipment is provided on straight line method. In accordance with requirements prescribed under Schedule II of the Companies Act, 2013, Company has assessed the estimated useful lives of its property, plant and equipment and has adopted the useful lives and residual value as prescribed in Schedule II. The estimated useful life of assets are as follows:

ASSETS	USEFUL LIFE OF ASSET
Factory Building	30 years
Office Building	30 years
Plant & Machinery	20 years
Furniture & Fixtures	10 years
Vehicles	8 years



## 8. Inventories:

Inventories are valued at Lower of cost or net realizable value. Costs incurred in bringing each product to its present location and conditions are accounted for as follows:

- **Raw materials**  
Cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition.
- **Finished goods and work-in-progress**  
Cost includes direct materials, labour and a proportion of manufacturing overheads based on the normal operating capacity.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

## 9. Trade Receivable:

Trade receivables are recognized at fair value, the outstanding balances of sundry debtors, advances etc. are verified by the management periodically and on the basis of such verification management determines whether the said outstanding balance are good, bad or doubtful and accordingly same are written off or provided for.

Receivables that are expected in one year or less, are classified as current assets, if not they are presented as non-current assets.

## 10. Cash Flow Statement:

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

For the purpose of presentation in the Statement of Cash Flows, cash and cash equivalents includes cash in hand and Balances with Banks.

## 11. Investments:

The investments are valued at Fair Market Value and are therefore reported as per relevant Ind-AS 113. The Investments are treated as such because investments primarily contain Short – Term Liquid funds & cash Funds. These are subject to various market fluctuations. If valued at Fair value, the investments shall not give true and fair view to the stakeholders of the company and would result in unnecessary inclination of Net Profit by way of unrealised profits through Other Comprehensive Income.



## **12. Cash and cash equivalents:**

Cash and cash equivalent in the balance sheet comprise of cash in hand and at banks. For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and bank balances, as defined above.

## **13. Share Capital:**

Ordinary shares are classified as equity.

During the year there is no change in the subscribed share capital as is issued by the company.

## **14. Earnings per Share:**

Basic earnings per share are calculated by dividing the profit attributable to owners of the Company by average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders is adjusted for after income tax effect of interest and other financing costs associated with dilutive potential equity shares and the number of shares that are outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

## **15. Provisions:**

A provision is recognized when the Company has a present obligation (legal or constructive) as a result of 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. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

## **16. Deferred Tax:**

Deferred tax assets and liabilities are recognized for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases, and unutilized business loss and depreciation carry-forwards and tax credits. Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary differences, unused tax losses, depreciation carry-forwards and unused tax credits could be utilized.

Deferred tax assets and liabilities are measured based on the tax rates that are expected to apply in the period when the asset is realized or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

## **17. Borrowings:**

Borrowings are initially recognised at fair value, net of transaction costs incurred. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in statement of profit or loss over the period of the borrowings.



Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period.

#### **18. Borrowings Cost:**

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 capitalized as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur.

The Company ceases capitalising borrowing costs when substantially all the activities necessary to prepare the qualifying asset for its intended use or sale are complete.

#### **19. Trade payables:**

These amounts represent liabilities for goods that have been acquired in the ordinary course of business from suppliers. Trade payables are presented as current liabilities unless payment is not due within 12 months after the reporting period.

#### **20. Current Tax:**

Tax on income for the current period is determined on the basis of estimated taxable income and tax credits computed in accordance with the provisions of the relevant tax laws and based on the expected outcome of assessments / appeals.

Where current tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination. 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.

#### **21. Employee Benefits:**

##### **(a) Gratuity:**

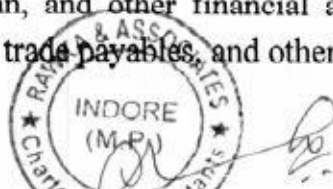
The Employee's Gratuity Fund Scheme, which is defined benefit plan, is managed by Trust maintained with Life Insurance Corporation of India (LIC). The liability with respect to Gratuity is made as per the method stipulated in the payment of gratuity Act, 1972.

##### **(b) Provident Fund:**

Provident fund, a defined contribution plan, in which both employees and the Company make monthly contributions at a specified percentage of the employee's salary (currently 12% of employees' salary). The contributions, are made to the provident fund as specified under the Employees Provident Fund & Miscellaneous provisions Act, 1952.

#### **22. Financial Instruments and Risk Review**

The Company's principal Financial Assets include investments, trade receivables, cash and cash equivalents, other bank balances, loan, and other financial assets. The Company's financial liabilities comprise of borrowings, trade payables, and other financial liabilities.





### 23. Fair Value Hierarchy

The Fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consists of the following three levels:

Level 1- Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities

Level2- Inputs are other than quoted prices included within Level-1 that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)

Level3- Inputs are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part using a valuation model based on the assumptions that are neither supported by prices from observable current market transactions in the instrument nor are they based on available market data. The following tables summaries carrying amounts of financial instruments by their categories and their values in fair value hierarchy for each year presented

Particulars	FVTPL			FVTOCI	Amortized Cost	Total
	Level-1	Level-2	Level-3			
<b>Financial Assets</b>						
Investments	0	0	0	175705721	0	175705721
Trade Receivables	0	0	0		39756481	39756481
Cash & Cash Equivalents	0	0	0		1723	1723
Other Bank Balances	0	0	0		60808825	60808825
Loans	0	0	0		20780	20780
Derivative Assets	0	0	0		0	0
Other Financial Assets	0	0	0		0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>175705721</b>	<b>100587809</b>	<b>276293530</b>
<b>Financial Liabilities</b>						
Borrowings	0	0	0		0	0
Trade Payables	0	0	0		61205115	61205115
Derivative Liabilities	0	0	0		0	0
Other Financial Liabilities	0	0	0		0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>		<b>61205115</b>	<b>61205115</b>



**MEDGEL PVT.LTD.**  
**Note- 2 -**

**(a) Property, Plant and Equipment**

S. NO.	PARTICULAR	GROSS BLOCK			DEPRECIATION			NET BLOCK			
		As at 01.04.2020	Additions	Deductions	As at 31.03.2021	Up to 31.03.2020	For the Year 2020-21	Deductions	Upto 31.03.2021	As at 31.03.2021	As at 31.03.2020
1	Plant & Machinery	180768840	18895367	0	199664207	48617507	5329724	0	53947231	145716976	132151333
2	Land & Building	150161676	0	0	150161676	39180404	4514719	0	43695123	106466553	110981272
3	Furniture & Fixtures	48024267	2648884	0	50673151	36939601	5067937	0	42007538	8665613	11084666
4	Office Equipment	565645	203970	0	769615	556566	15014	0	571580	198035	9079
5	Computers & Software	1594628	83900	0	1678528	1489929	63692	0	1553621	124907	104699
6	Vehicle	1714525	5403648	0	7118173	796464	219838	0	1016302	6101871	918061
	<b>TOTAL</b>	<b>382829581</b>	<b>27235769</b>	<b>0</b>	<b>410065350</b>	<b>127580472</b>	<b>15210924</b>	<b>0</b>	<b>142791395</b>	<b>267273955</b>	<b>255249109</b>
8	Capital Work in Progress	9654862	5422128	9654862	5422128	0	0	0		5422128	9654862
	<b>GRAND TOTAL</b>	<b>392484443</b>	<b>32657897</b>	<b>9654862</b>	<b>415487478</b>	<b>127580472</b>	<b>15210923.9</b>	<b>0</b>	<b>142791395</b>	<b>272696083</b>	<b>264903971</b>
	<b>PREVIOUS YEAR</b>	<b>379902988</b>	<b>13540955</b>	<b>959500</b>	<b>392484443</b>	<b>113269469</b>	<b>14747566.2</b>	<b>436564</b>	<b>127580472</b>	<b>264903971</b>	<b>266633519</b>



Note : 3 Investments	Amount in Rs.	
	As at 31st March 2021	As at 31st March 2020
<b>Investment in Mutual Funds Schemes</b>		
<b>Quoted</b>		
SIP ABSL Pure Value Fund-SIP	77,75,979	42,47,377
Reliance Large Cap Fund -SIP	39,11,708	14,48,935
HDFC Equity Fund -SIP	39,61,016	13,63,188
<b>Total</b>	<b>1,56,48,703</b>	<b>70,59,500</b>
<b>Unquoted</b>		
LIC of India (Gratuity A/c)	28,05,041	10,00,000
<b>Total</b>	<b>28,05,041</b>	<b>10,00,000</b>
Aggregate amount of quoted investments	1,37,50,000	1,14,00,000
Aggregate Market value of quoted investments	1,56,48,703	70,59,500
Aggregate amount of unquoted investments	28,05,041	10,00,000
Aggregate amount of impairment in value of investments	-	-

Note : 4 Other Non Current Assets	(Unsecured, considered good unless otherwise stated)	
Security Deposit	31,44,264	31,44,264
	<b>31,44,264</b>	<b>31,44,264</b>

Note : 5 Inventories		
Raw Materials	2,67,72,440	2,63,12,952
Finished Goods	3,85,30,755	2,13,98,475
Packing Material	12,63,569	14,24,438
	<b>6,65,66,764</b>	<b>4,91,35,865</b>

Note : 6 Investments	Investment in Mutual Funds Schemes	
<b>Quoted</b>		
Birla Sun Life Mutual Fund	2,35,16,733	2,20,53,675
HDFC Low duration Fund	4,62,48,560	3,94,84,189
Reliance Money Manager Fund	5,99,01,317	5,68,16,948
SBI MAGNUM LOW DURATION FUND	1,53,19,708	-
HDFC BANKING & PSU DEBT FUND	1,50,70,700	-
	<b>16,00,57,018</b>	<b>11,83,54,812</b>
Aggregate amount of quoted investments	14,26,24,976	10,86,24,975
Aggregate Market value of quoted investments	16,00,57,018	11,83,54,812
Aggregate amount of unquoted investments	-	-
Aggregate amount of impairment in value of investments	-	-

Note : 7 Trade Receivables	Unsecured , Considered Good as certified by the Management	
Outstanding over six months	3,97,56,481	1,74,11,647
Others	-	-
	<b>3,97,56,481</b>	<b>1,74,11,647</b>

Note : 8 Cash & Cash Equivalent	Cash in Hand	
	1,723	14,205
	<b>1,723</b>	<b>14,205</b>

Note : 9 Bank Balance	Balance with Scheduled Banks :	
In Current Accounts	6,04,745	21,54,269
IDBI Bank C.C. A/c 0382655100000125	24,19,741	16,43,885
In Fixed Deposit Accounts	5,77,84,338	12,63,655
	<b>6,08,08,825</b>	<b>50,61,809</b>



Note : 10 Other Current Assets	Amount in Rs.	
	As at 31st March 2021	As at 31st March 2020
Unsecured, considered good unless otherwise stated		
Advance for Capital Goods/ Services (Unsecured & Considered Good - Advance recoverable in Cash or in kind or for value to be received)	1,57,70,767	66,33,867
Service Tax Receivable		
Advance Tax & TDS (Net of Provisions)	2,21,889	2,21,889
MAT Credit Entitlement	2,31,39,455	66,21,461
Prepaid Expenses	68,08,388	26,33,744
Deposit with custom dept	11,29,642	11,70,890
TCS RECEIVABLE ON PURCHASE	20,780	12,317
	66,721	-
	<b>4,71,57,642</b>	<b>1,72,94,168</b>

**Note : 11 Share Capital**

<b>Authorised Share Capital :</b> 1,50,00,000 Equity Shares of Rs.10/- each (Previous Year 1,50,00,000 Equity Shares of Rs. 10/- each)	15,00,00,000	15,00,00,000
<b>Issued Capital</b> 1,46,81,953 Equity Shares of Rs. 10 each fully paid up (Previous Year 1,46,81,953 Equity Shares of Rs.10/- each)	14,68,19,530	14,68,19,530
<b>Subscribed &amp; Paidup Capital</b> 1,46,81,953 Equity Shares of Rs. 10 each fully paid up (Previous Year 1,46,81,953 Equity Shares of Rs.10/- each)	14,68,19,530	14,68,19,530
	<b>14,68,19,530</b>	<b>14,68,19,530</b>

**a) Reconciliation of number of equity share**

No. of Share outstanding as at the beginning of the year	1,46,81,953	1,46,81,953
Add: No. Share issued during the year	-	-
	<b>1,46,81,953</b>	<b>1,46,81,953</b>
Less: No. of share bought back during the year	-	-
No. of Share outstanding as at the end of the year	<b>1,46,81,953</b>	<b>1,46,81,953</b>

**b) Rights, preferences and restriction attached to Equity Share**

The company has only one class of equity shares having a par value of rs.10 per share. Each holder of equity share is entitled to one vote per share. In the event of liquidation, the equity shareholder are eligible to receive the remaining assets of the company after distribution of all preferential amount, in proportion to their shareholding.

**c) Details of Shareholders holding more than 5 percent shares in the company**

Name of Shareholders	31.03.21		31.03.20	
		% of Holding		% of Holding
Medicaps Limited*	14676953	99.96%	14676953	99.96%
Mr. Alok K Garg shares held as a Nominee of Medicaps Limited	2500	0.02%	2500	0.02%
Mr. R. C. Mittal share held as a Nominee of Medicaps Limited	2500	0.02%	2500	0.02%

\* 2500 Shares held by each Shri Alok K Garg and Shri R.C Mittal as a nominee of Medicaps Limited in which medicaps is Financial interested.

**Note : 12 Reserve & Surplus**

<b>Securities Premium</b>		
Opening Balance	326349438	32,63,49,438
Add: Security Premium on Share issued during the year	-	-
	<b>326349438</b>	<b>32,63,49,438</b>
<b>Surplus/ (Loss)</b>		
Opening Balance	(15255945)	(4,53,92,601)
Add: Profit during the year	112398231	24747319
Add: Other Comprehensive Income	13941409	5389336
	<b>11,10,83,695</b>	<b>(1,52,55,945)</b>
	<b>43,74,33,133</b>	<b>31,10,93,493</b>

**EXPLANATION TO NOTE NO. 12 RESERVE & SURPLUS**

**Securities premium reserve**

The amount received by the Company over and above the face value of shares issued is shown under this head.





Amount in Rs.

<b>Note : 13 Borrowings</b>	<b>As at 31st March 2021</b>	<b>As at 31st March 2020</b>
Other Borrowings	-	-
Unsecured Loans	-	-
	-	-

<b>Note : 14 Provisions</b>		
Provision for Gratuity	27,43,313	20,00,000
For Expenses	-	-
	<b>27,43,313</b>	<b>20,00,000</b>

<b>Note : 15 Trade Payable</b>		
Total Outstanding dues to Micro & Small Enterprises		
Total Outstanding dues of Creditors other than Micro & Small Enterprises	6,12,05,115	1,52,55,080
	<b>6,12,05,115</b>	<b>1,52,55,080</b>

<b>Note : 16 Other Current Liabilities</b>		
TDS on Contractor Payment	1,86,706	50978
TDS on Salary	5,82,058	370858
TDS on Professional Fees	77,595	40769
TCS on Scrap Sales	950	(396)
Outstanding expenses	33,62,308	2298413
ESI Payable	11,178	8203
PF Payable	2,56,938	181463
Unpaid Salary & Wages (Provision)	36,67,386	3628176
VAT Payable	400	400
Professional Tax Payable	7,910	8418
Advance from Customers	1,12,88,024	599294
Bonus Payable	10,00,000	1025563
	<b>2,04,41,453</b>	<b>82,12,138</b>

**NOTES TO PROFIT & LOSS STATEMENT**

<b>Note : 17 Sales</b>		
Sale of product		
	57,41,56,760	32,14,34,986
	<b>57,41,56,760</b>	<b>32,14,34,986</b>

<b>Note :18 Other Incomes</b>		
Interest received	34,01,985	2,17,933
Miscellaneous Receipt	82,43,596	94,21,804
Sales of Scrap	13,87,088	15,76,859
Foreign Exchange Fluctuation	58,36,755	55,72,972
Income from Investment	-	7,38,906
	<b>1,88,69,424</b>	<b>1,75,28,474</b>

**Note: 19 Cost of Materials Consumed**

<b>a) Raw Material Consumed</b>		
Opening Stock	2,63,12,952	1,79,49,818
Purchases (net)	27,82,79,044	16,05,66,112
	30,45,91,996	17,85,15,930
Less : Closing Stock	2,67,72,440	2,63,12,952
	<b>27,78,19,556</b>	<b>15,22,02,978</b>
<b>b) Packing Material Consumed</b>		
Opening Stock	14,24,438	8,37,581
Purchases (net)	3,27,79,837	1,75,61,341
Less : Closing Stock	12,63,569	14,24,438
<b>Packing Material Consumed</b>	<b>3,29,40,706</b>	<b>1,69,74,484</b>
<b>Total (a) + (b)</b>	<b>31,07,60,262</b>	<b>16,91,77,462</b>



Amount in Rs.

<b>Note : 20 Changes in inventories of finished goods, work-in-progress and Stock-in-Trade</b>	<b>As at 31st March 2021</b>	<b>As at 31st March 2020</b>
Closing Stock of Finished Goods as on 31/03/2021	3,85,30,755	2,13,98,475
Less: Stock of Finished Goods as on 01/04/2020	2,13,98,475	2,10,88,900
	<b>1,71,32,280</b>	<b>3,09,575</b>

**Note : 21 Employees Remuneration & benefits**

Salary, Wages, Allowances & other Benefits	45383027	40834739
Directors Remuneration	17547507	7542130
Gratuity	1000000	1000000
P. F. Contribution	2942147	2041563
Staff Welfare Expenses	226105	137478
	<b>6,70,98,786</b>	<b>5,15,55,910</b>

**Note : 22 Finance Cost**

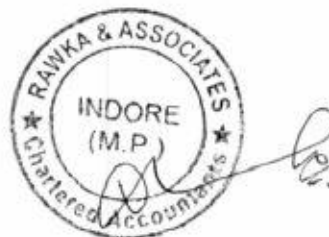
Interest on C.C. Limit	-	82,420
	-	<b>82,420</b>

**Note : 23 Other Expenses**

Audit Fees	3,00,000	3,00,000
Annual Maintenance Expenses	14,32,955	9,24,824
Bank charges	10,26,929	10,03,221
Bad Debts	3,29,641	1,43,36,413
Books & Periodicals	-	26,745
Certificate & Standard Exp.	6,00,387	7,89,672
Consultancy Fees	17,67,400	30,500
Conveyance Expenses	4,77,178	54,921
Development Charges to AKVN	3,30,990	3,30,990
Freight Exp.	1,61,26,115	1,87,95,736
Insurance Expenses	20,76,271	7,35,074
Lawn & Garden Development Exp.	3,24,000	1,59,529
Lease Rent	2,20,660	2,20,660
Import Expenses	11,77,627	4,55,526
Legal & Professional Expenses	1,61,400	51,400
Miscellaneous Exp	30,21,373	28,22,930
Postage Exp.	95,486	1,65,192
Power, Fuel and Gas	2,56,46,605	1,80,08,632
Repair to Building	50,16,841	27,75,864
Repair to Electricals	3,11,351	2,25,759
Repair to Machinery	73,32,625	9,14,592
Repair & Maintenance (General)	1,26,898	82,030
Sales Promotion Exp.	76,70,727	28,61,439
Security Charges	14,86,743	13,16,937
Sez Online Exp.	1,00,000	68,300
Stationery & Printing	10,54,419	5,98,797
Stores & Spares	14,85,528	17,99,601
Telephone Exp	1,44,444	1,37,392
Testing Exp	76,48,581	8,92,727
Travelling & Lodging exp	5,23,238	9,03,416
Vehicle Running & Maint Expenses	1,29,83,112	49,26,698
QC Chemicals & Items	28,79,511	17,82,338
Water Expenses	7,98,627	4,64,504
Donation	12,600	
	<b>10,46,90,261</b>	<b>7,89,62,358</b>

**Note 24 Segment Information**

The entire operation of the company related to one segment as such there is no separate reporting required.



Amount in Rs.

Note 25 Payment to Auditors	As at 31st March 2021	As at 31st March 2020
Audit Fees	2,50,000	2,50,000
In other Capacity		
Tax Audit & other Fee	50,000	50,000
	<b>3,00,000</b>	<b>3,00,000</b>

**Note 26 Related Party Disclosure**

Information on Related party transactions as per Accounting Standard 18 on related party disclosure:

S.No	Related Party	Transaction nature	As at 31st March 2021	As at 31st March 2020
1	Mr. Alok K. Garg Managing Director	Remuneration	6103333	1416667
2	Mrs. Manisha Garg Whole time Director	Remuneration	2973334	513333
3	Akshit Garg Whole time Director	Remuneration	3107440	1371200
4	Praveen Nalwaya Whole time Director	Remuneration	5363400	5040930
5	Sandhya Nalwaya (Wife of Mr. Praveen Nalwaya)	Remuneration	1735928	1730880
6	Medicaps Limited (Holding Company)	Purchase Sale	154713 0	820890 9686
6	Ayushi Silot (Company Secretary)	Remuneration	57132	0
7	Yogita Sethi (Wife of Mr. Hemant Sethi)	Consultancy	360000	0
8	Lokesh Parmar (CFO)	Remuneration	573324	518808

**Note 27 Earning Per Share**

Earning per share, the numerator and denominator used to calculate Basic and Diluted Earning per shares:

	As at 31st March 2021	As at 31st March 2020
i) Profit after tax used as the numerator	12,63,39,640	3,01,36,655
ii) Basic / Weighted Average number of Equity Shares used as the denominator	1,46,81,953	1,46,81,953
iii) Nominal Value of Equity shares	10/-	10/-
iv) Basic & Diluted Earning per Equity Share	8.61	2.05

**Note 28** The previous years figures have been regrouped/ restated wherever necessary to confirm with the current year classification.