

Independent Auditor's Report

To the Members of Ekopath Metropolis Lab Services Private Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Ekopath Metropolis Lab Services Private Limited (the "Company") which comprise the balance sheet as at 31 March 2024, and the statement of profit and loss (including other comprehensive income), statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policies and other explanatory information.

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

Basis for Opinion

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

Management's and Board of Directors' Responsibilities for the Financial Statements

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

In preparing the financial statements, the Management and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Registered Office:

B S R & Co. (a partnership firm with Registration No. BA61223) converted into B S R & Co. LLP (a Limited Liability Partnership with LLP Registration No. AAB-8181) with effect from October 14, 2013

14th Floor, Central B Wing and North C Wing, Nesco IT Park 4, Nesco Center, Western Express Highway, Goregaon (East), Mumbai - 400063



Independent Auditor's Report (Continued)

Ekopath Metropolis Lab Services Private Limited

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

- 2 A. As required by Section 143(3) of the Act, we report that:

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.



Independent Auditor's Report (Continued)

Ekopath Metropolis Lab Services Private Limited

- b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books except for the matters stated in the paragraph 2B(f) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
 - c. The balance sheet, the statement of profit and loss (including other comprehensive income), the statement of changes in equity and the statement of cash flows dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act.
 - e. On the basis of the written representations received from the directors as on 01 April 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2024 from being appointed as a director in terms of Section 164(2) of the Act.
 - f. the modification relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph 2A(b) above on reporting under Section 143(3)(b) and paragraph 2B(f)] below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
 - g. With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- B. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- a. The Company does not have any pending litigations which would impact its financial position.
 - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - d (i) The management has represented that, to the best of its knowledge and belief, as disclosed in the Note 38 to the financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - (ii) The management has represented that, to the best of its knowledge and belief, as disclosed in the Note 38 to the financial statements, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Parties ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - (iii) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (i) and (ii) above, contain any material misstatement.
 - e. The Company has neither declared nor paid any dividend during the year.

Based on our examination which included test checks, except for the instances mentioned below, the Company has used accounting softwares for maintaining its books of account, which have a feature of



Independent Auditor's Report (Continued)

Ekopath Metropolis Lab Services Private Limited

recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the respective softwares:

i. In the absence of reporting on compliance with the audit trail requirements in the independent auditor's report of a service organisation for an accounting software used for maintaining books of accounts, which is operated by a third party software service provider, we are unable to comment whether audit trail feature for the said software was enabled at database level and operated throughout the year for all the relevant transactions recorded in the software.

ii. In the absence of an independent auditor's report in relation to controls at a service organisation for an accounting software used for maintaining customer records (operated from 1 November 2023 to 31 March 2024), we are unable to comment whether audit trail feature for the said software was enabled at database level and operated from 1 November 2023 to 31 March 2024 for all the relevant transactions recorded in the software.

iii. In the absence of sufficient and appropriate evidence due to decommissioning of an accounting software used for maintaining registration of patients (operated from 1 April 2023 to 31 October 2023), we are unable to comment whether audit trail feature for the said software was enabled and operated from 1 April 2023 to 31 October 2023 for all the relevant transactions recorded in the software.

Further, where audit trail (edit log) facility was enabled and operated throughout the year for the respective accounting softwares, we did not come across any instance of the audit trail feature being tampered with.

C. With respect to the matter to be included in the Auditor's Report under Section 197(16) of the Act:

In our opinion and according to the information and explanations given to us, the Company has not paid any remuneration to its directors during the year (only professional fees for services rendered of a professional nature has been paid to a director). The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No.: 101248W/W-100022

Rajesh Mehra

Partner

Place: Mumbai

Membership No.: 103145

Date: 20 May 2024

ICAI UDIN: 24103145BKFWKT3216

Annexure A to the Independent Auditor's Report on the Financial Statements of Ekopath Metropolis Lab Services Private Limited for the year ended 31 March 2024

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- (B) The Company has maintained proper records showing full particulars of intangible assets.
- (i) (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has a regular programme of physical verification of its Property, Plant and Equipment by which all property, plant and equipment are verified once in every three years. In accordance with this programme, all the property, plant and equipment were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) The Company does not have any immovable property (other than immovable properties where the Company is the lessee and the leases agreements are duly executed in favour of the lessee). Accordingly, clause 3(i)(c) of the Order is not applicable.
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- (ii) (a) The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable and procedures and coverage as followed by management were appropriate. No discrepancies were noticed on verification between the physical stocks and the book records that were more than 10% in the aggregate of each class of inventory.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been sanctioned any working capital limits in excess of five crore rupees in aggregate from banks and financial institutions on the basis of security of current assets at any point of time of the year. Accordingly, clause 3(ii)(b) of the Order is not applicable to the Company.
- (iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments, provided guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year. Accordingly, provisions of clauses 3(iii)(a) to 3(iii)(f) of the Order are not applicable to the Company.
- (iv) According to the information and explanations given to us and on the basis of our examination of records of the Company, the Company has neither made any investments nor has it given loans or provided guarantee or security and therefore the relevant provisions of Sections 185 and 186 of the Companies Act, 2013 ("the Act") are not applicable to the Company. Accordingly, clause 3(iv) of the Order is not applicable.
- (v) The Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, clause 3(v) of the Order is not applicable.

According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act for the services



Annexure A to the Independent Auditor's Report on the Financial Statements of Ekopath Metropolis Lab Services Private Limited for the year ended 31 March 2024 (Continued)

provided by it. Accordingly, clause 3(vi) of the Order is not applicable.

- (vii) (a) The Company does not have liability in respect of Service tax, Duty of excise, Sales tax and Value added tax during the year since effective 1 July 2017, these statutory dues has been subsumed into GST.

According to the information and explanations given to us and on the basis of our examination of the records of the Company, considering the principles of materiality as outlined in the Standards on Auditing, in our opinion amounts deducted / accrued in the books of account in respect of undisputed statutory dues including Goods and Service tax, Provident fund, Employee State Insurance, Income-Tax, or other statutory dues have generally been regularly deposited by the Company with the appropriate authorities. The Company does not have liability in respect of Duty of customs or Cess.

According to the information and explanations given to us and on the basis of our examination of the records of the Company, no undisputed amounts payable in respect of Goods and Service Tax, Provident Fund, Employee State Insurance, Income-Tax, or other statutory dues were in arrears as at 31 March 2024 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no statutory dues relating to Goods and Service Tax, Provident Fund, Employees State Insurance, Income-Tax, Duty of Customs or Cess or other statutory dues, which have not been deposited with the appropriate authorities on account of any dispute.
- (viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.
- (ix) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not defaulted in repayment of loans and borrowing or in the payment of interest thereon to any lender.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a wilful defaulter by any bank or financial institution or government or government authority.
- (c) According to the information and explanations given to us by the management, the Company has not obtained any term loans during the year. Accordingly, clause 3(ix)(c) of the Order is not applicable.
- (d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.
- (e) The Company does not hold any investment in any subsidiaries, associates or joint ventures (as defined under the Act) during the year ended 31 March 2024. Accordingly, clause 3(ix)(e) is not applicable.
- (f) The Company does not hold any investment in any subsidiaries, associates or joint ventures (as defined under the Act) during the year ended 31 March 2024. Accordingly, clause 3(ix)(f) is not applicable.
- (x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.



Annexure A to the Independent Auditor's Report on the Financial Statements of Ekopath Metropolis Lab Services Private Limited for the year ended 31 March 2024 (Continued)

- (xi) (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
- (b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of the Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) Based on the information and explanations provided to us, the Company does not have a vigil mechanism and is not required to have a vigil mechanism as per the Act.
- (xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us and on the basis of our examination of records of the Company, the requirements as stipulated by the provisions of Section 177 of the Act are not applicable to the Company. In our opinion and according to the information and explanations given to us and on the basis of our examination of records of the Company, transactions with the related parties are in compliance with Section 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) (a) In our opinion and based on the information and explanations provided to us, the Company does not have an Internal Audit system and is not required to have an internal audit system as per Section 138 of the Act.
- (b) In our opinion and based on the information and explanations provided to us, the Company does not have an internal audit system and is not required to have an internal audit system as per Section 138 of the Act. Accordingly, clause 3(xiv)(b) of the Order is not applicable.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Act are not applicable to the Company.
- (xvi) (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(a) of the Order is not applicable.
- (b) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(b) of the Order is not applicable.
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.
- (d) The Company is not part of any group (as per the provisions of the Core Investment Companies (Reserve Bank) Directions, 2016 as amended). Accordingly, the requirements of clause 3(xvi)(d) are not applicable.
- (xvii) The Company has not incurred cash losses in the current and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state



Annexure A to the Independent Auditor's Report on the Financial Statements of Ekopath Metropolis Lab Services Private Limited for the year ended 31 March 2024 (Continued)

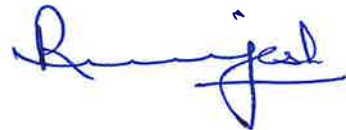
that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

- (xx) The requirements as stipulated by the provisions of Section 135 are not applicable to the Company. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.

For **B S R & Co. LLP**

Chartered Accountants

Firm's Registration No.:101248WW-100022



Rajesh Mehra

Partner

Place: Mumbai

Date: 20 May 2024

Membership No.: 103145

ICAI UDIN:24103145BKFWKT3216

Annexure B to the Independent Auditor's Report on the financial statements of Ekopath Metropolis Lab Services Private Limited for the year ended 31 March 2024

Report on the internal financial controls with reference to the aforesaid financial statements under Clause (i) of Sub-section 3 of Section 143 of the Act

(Referred to in paragraph 2(A)(g) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Opinion

We have audited the internal financial controls with reference to financial statements of Ekopath Metropolis Lab Services Private Limited ("the Company") as of 31 March 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

Management's and Board of Directors' Responsibilities for Internal Financial Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements were established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls with Reference to Financial Statements

A company's internal financial controls with reference to financial statements is a process designed to



Annexure B to the Independent Auditor's Report on the financial statements of Ekopath Metropolis Lab Services Private Limited for the year ended 31 March 2024 (Continued)

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

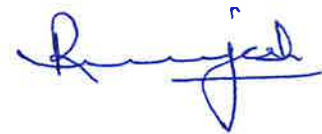
Inherent Limitations of Internal Financial Controls with Reference to Financial Statements

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

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No.:101248W/W-100022



Rajesh Mehra

Partner

Place: Mumbai

Date: 20 May 2024

Membership No.: 103145

ICAI UDIN:24103145BKFWKT3216

Ekopath Metropolis Lab Services Private Limited

Balance Sheet

as at 31 March 2024

(Currency : Indian Rupees in lakhs)

	Note	As at 31 March 2024	As at 31 March 2023
ASSETS			
<u>Non-current assets:</u>			
Property, plant and equipment	3	87.18	68.05
Right of use Asset	36	15.92	39.37
Goodwill	4	44.04	44.04
Other Intangible Asset	4	0.77	
<u>Financial Assets:</u>			
Other financial assets	5	234.83	7.51
Non current tax assets(net)	6	70.91	71.73
Deferred tax assets (net)	16	2.03	3.92
Total non-current assets		455.68	234.62
<u>Current assets:</u>			
Inventories	7	20.70	13.64
<u>Financial Assets:</u>			
(i) Trade receivables	8	31.83	29.07
(ii) Cash and cash equivalents	9	64.85	86.93
(iii) Bank balances other than (ii) above	10	405.00	479.00
(iv) Other financial assets	11	18.80	4.09
Other current assets	12	12.62	18.20
Total current assets		553.80	630.93
Total assets		1,009.48	865.55
EQUITY AND LIABILITIES			
<u>Equity:</u>			
(i)Equity share capital	13	51.00	51.00
(ii)Other equity	14	699.77	539.73
Total equity		750.77	590.73
LIABILITIES			
<u>Non-current liabilities</u>			
<u>Financial Liabilities:</u>			
(i) Borrowings	15	61.35	60.45
(ii) Lease liabilities	36	5.10	14.65
Provisions	17	11.82	9.56
Total non-current liabilities		78.27	84.66
<u>Current liabilities</u>			
<u>Financial Liabilities</u>			
(i) Lease liabilities	18	12.32	29.05
(ii) Trade payables			
- Total outstanding due of micro enterprises and small enterprises	19	-	-
- Total outstanding dues of creditors other than micro enterprises and small enterprises	19	93.64	87.05
(iii) Other financial liabilities	20	19.05	21.96
Other current liabilities	21	7.26	7.76
Provisions	22	4.12	4.36
Current tax liabilities (net)	23	44.05	39.98
Total current liabilities		180.44	190.16
Total equity and liabilities		1,009.48	865.55

Basis of preparation, measurement and material accounting policies

1-2

The accompanying notes 1 to 47 form an integral part of these financial statements.

As per our report of even date attached

For B S R & Co. LLP
Chartered Accountants
Firm's Registration No: 101248W/V-100022

Rajesh Mehra
Partner
Membership No. 103145

Place: Mumbai
Date : 20 May 2024

For and on behalf of the Board of Directors
Ekopath Metropolis Lab Services Private Limited
CIN: U93000MH2013PTC240481

Rakesh Agarwal
Director
DIN: 08614903

Dr. Nilesh Shah
Director
DIN: 01130652

Place: Mumbai
Date : 20 May 2024

Place: Mumbai
Date : 20 May 2024



Ekopath Metropolis Lab Services Private Limited

Statement of profit and loss

for the year ended 31 March 2024

(Currency : Indian Rupees in lakhs)

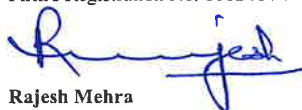
	Note	31 March 2024	31 March 2023
Income			
Revenue from operations	24	858.17	753.22
Other income	25	39.03	24.13
Total Income		897.20	777.35
Expenses:			
Cost of materials consumed	26	141.78	103.71
Laboratory testing charges	27	134.67	126.15
Employee benefits expense	28	109.36	100.01
Finance costs	29	8.76	10.45
Depreciation and amortisation expense	30	31.93	41.05
Other expenses	31	257.13	224.95
Total expenses		683.63	606.32
Profit before tax		213.57	171.03
Tax expense:			
(1)Current tax	32	51.43	46.00
(2)Deferred tax charge/(credit)	32	1.95	(2.48)
Total tax expenses		53.38	43.52
Profit for the year		160.19	127.51
Other comprehensive income			
<u>Items that will not be reclassified to profit or loss</u>			
Remeasurements of the defined benefit plans		(0.20)	(1.15)
Income tax on Remeasurements of the defined benefit plans		0.05	0.29
Other comprehensive Income for the year, net of income tax		(0.15)	(0.86)
Total comprehensive income for the year		160.04	126.65
Earnings per equity share (Face value of Rs. 10 each)			
(1) Basic earnings per share	33	31.41	25.00
(2) Diluted earnings per share	33	31.41	25.00

Basis of preparation, measurement and material accounting policies 1-2

The accompanying notes 1 to 47 form an integral part of these financial statements.

As per our report of even date attached

For B S R & Co. LLP
Chartered Accountants
Firm's Registration No: 101248W/W-100022


Rajesh Mehra
Partner


Membership No. 103145

Place: Mumbai
Date : 20 May 2024

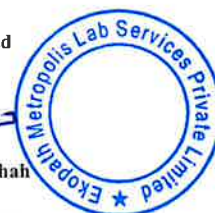
For and on behalf of the Board of Directors
Ekopath Metropolis Lab Services Private Limited
CIN: U93000MH2013PTC240481


Rakesh Agarwal
Director
DIN: 08614903

Place: Mumbai
Date : 20 May 2024


Dr. Nilesh Shah
Director
DIN: 01130652

Place: Mumbai
Date : 20 May 2024



Ekopath Metropolis Lab Services Private Limited

Statement of Cash Flows

for the year ended 31 March 2024

(Currency : Indian Rupees in lakhs)

	31 March 2024	31 March 2023
A Cash flow from operating activities		
Profit before tax	213.57	171.03
Adjustments for :		
Interest income others	(1.73)	(0.58)
Interest income on fixed deposit	(37.31)	(23.55)
Finance costs	8.76	10.45
Provision for bad and doubtful debts	1.44	1.55
Depreciation and amortisation expense	31.93	41.05
Cash generated from operation activities before working capital changes	216.64	199.95
Adjustments:		
(Increase) / Decrease in Inventories	(7.05)	2.80
(Increase) in Trade receivables	(3.92)	(1.61)
(Increase) in Other financial assets	0.82	(2.34)
Decrease / (Increase) in Other current assets	5.58	(7.86)
Increase in Provision	1.83	2.91
Increase in Trade Payables	6.62	7.64
(Decrease) in Other current financial liabilities	(2.87)	(0.93)
Increase / (Decrease) in Other current liabilities	(0.50)	2.82
Cash (Used in) / generated from operating activities	217.17	203.39
Income tax paid (net)	(45.59)	(54.07)
Net cash (Used in) / generated from operating activities (A)	171.58	149.32
B Cash flows from investing activities		
Purchase of property, plant and equipment including capital advances	(28.44)	(7.54)
Interest income received	19.46	31.86
Investments in bank term deposit having maturity more than 3 month (net)	(151.00)	(105.00)
Net cash Generated from / (used) in investing activities (B)	(159.98)	(80.68)
C Cash flow from financing activities		
Principal repayment of lease liabilities	(26.28)	(24.31)
Interest on lease liabilities	(2.76)	(4.95)
Interest on borrowings	(4.65)	(5.50)
Net cash (used in) financing activities (C)	(33.69)	(34.76)
Net (decrease) / increase in cash and cash equivalents (A) + (B) + (C)	(22.09)	33.88
Cash and cash equivalents at the beginning of the year	86.93	53.05
Cash and cash equivalents at the end of the year	64.83	86.93

1 In addition to the above, there are no non cash movement for liabilities arising from financing activities other than interest accrued. The above Statement of Cash Flows has been prepared under the "Indirect Method" as set out in the Ind. AS - 7 "Statement of Cash Flows"

2 The figures in the brackets indicate outflow of cash and cash equivalents.

3 Reconciliation of cash and cash equivalent with Balance Sheet

Cash on hand	0.88	-
Balances with banks	63.97	86.93
- in current accounts	64.85	86.93

4 The movement of borrowing as per IND AS 7 is as follows :

Particulars	31 March 2023	Cash flows	Non cash changes	31 March 2024
Equity Share capital	51.00	-	-	51.00
Non-current borrowings	60.45	-	0.90	61.35
Lease liabilities	43.70	(26.28)	0.00	17.42
Total	155.15	(26.28)	0.90	129.77

The accompanying notes 1 to 47 form an integral part of these financial statements.

As per our report of even date attached

For B S R & Co. LLP
Chartered Accountants

Firm's Registration No: 101248W/W-100022

Rajesh Mehra
Partner

Membership No. 103145

Place: Mumbai

Date : 20 May 2024

Rakesh Agarwal
Director

DIN: 08614903

Place: Mumbai

Date :

Dr. Nilesh Shah
Director

DIN: 01130652

Place: Mumbai

Date :

For and on behalf of the Board of Directors
Ekopath Metropolis Lab Services Private Limited
CIN: U93000MH2013PTC240481

Ekopath Metropolis Lab Services Private Limited

Statement of Changes in Equity

for the year ended 31 March 2024

(Currency : Indian Rupees in lakhs)

(a) Equity share capital (Refer note 13)

	Number of shares	Amount (Rs. in Lakhs)
Balance as at 1 April 2022	5,10,000	51.00
Changes in equity share capital due to prior period errors	-	-
Restated balance as at 1 April, 2022	5,10,000	51.00
Changes in equity share capital during the year	-	-
Balance as at 31 March 2023	5,10,000	51.00
Changes in equity share capital due to prior period errors	-	-
Restated balance as at 1 April, 2023	5,10,000	51.00
Changes in equity share capital during the year	-	-
Balance as at 31 March 2024	5,10,000	51.00

(b) Other equity

Particulars	Reserve & Surplus Retained Earnings
Balance as at 31 March 2022	413.08
Restated balance as at 1 April 2022*	413.08
Profit for the year	127.51
Loss on re-measurement of defined benefit plans net of income tax	(0.86)
Total comprehensive income	126.65
Balance as at 31 March 2023	539.73
Restated balance as at 1 April 2023*	539.73
Profit for the year	160.19
Loss on re-measurement of defined benefit plans net of income tax	(0.15)
Total comprehensive income	160.04
Balance as at 31 March 2024	699.77

* There are no changes in other equity due to prior period errors

Refer Note 14 for nature and purpose of reserves

The accompanying notes 1 to 47 form an integral part of these financial statements.

As per our report of even date attached

For B S R & Co. LLP
Chartered Accountants
Firm's Registration No: 101248W/W-100022

Rajesh Mehra
Partner
Membership No. 103145

Place: Mumbai
Date : 20 May 2024

For and on behalf of the Board of Directors
Ekopath Metropolis Lab Services Private Limited
CIN: U93000MH2013PTC240481

Rakesh Agarwal
Director
DIN: 08614903

Place: Mumbai
Date : 20 May 2024

Dr. Nilesh Shah
Director
DIN: 01130652

Place: Mumbai
Date : 20 May 2024

Ekoputh Metropolis Lab Services Private Limited

Notes to the financial statements for the year ended 31 March 2024

(Currency: Indian Rupees in lakhs)

1 Background of the Company and nature of operation

Ekoputh Metropolis Lab Services Private Limited (the "Company"), was incorporated on 14 February 2013 and is engaged in the business of providing healthcare facilities. The principal activities of the Company consist of providing pathology and related healthcare services. The Company is a private limited company incorporated and domiciled in India. The address of its corporate office is 4TH Floor (Office Floor) Block A-2 Kalanoor Circle, Kashi Road Kashi (West of) LBS Marg Alwar.

2 Basis of preparation, measurement and material accounting policies

2.1 Basis of preparation and measurement

a Statement of compliance:

The Balance Sheet of the Company as at 31 March 2024 and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended 31 March 2024 and summary of material accounting policies and other financial information (together referred to as "Financial Statements") has been prepared under Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time.

The financial statements of the Company for year ended 31 March 2024 were audited for issue in accordance with a resolution of the Board of Directors on 21 May 2024. The accounting policies are applied consistently to all the periods presented in the financial statements.

b Current vs non-current classification:

All the assets and liabilities have been classified into current and non-current.

Assets:

An asset is classified as current when it satisfies any of the following criteria:
a) it is expected to be realized in, or it is intended for sale or consumption in, the Company's normal operating cycle;
b) it is held primarily for the purpose of being traded;
c) it is expected to be realized within twelve months after the reporting date; or
d) it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date.

Liabilities:

A liability is classified as current when it satisfies any of the following criteria:
a) it is expected to be settled in the Company's normal operating cycle;
b) it is held primarily for the purpose of being traded;
c) it is due to be settled within twelve months after the reporting date; or
d) the Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

Operating Cycle:

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

a Basis of measurement

These financial statements have been prepared on a historical cost basis, except for the following assets and liabilities which have been measured at fair value or revalued amount:
• Certain financial assets and liabilities measured at fair value
• Net defined benefit (asset) liability - Fair value of plan assets less present value of defined benefit obligations

2 Basis of preparation, measurement and material accounting policies (Continued)

2.1 Basis of preparation and measurement (continued)

a Key estimates and assumptions

The preparation of meaningful financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

Judgements:

Information about judgements made in applying accounting policies that have the most significant effects on the amounts recognized in the financial statements is included in the following notes:
• Leasing arrangements (classification) - Note 2.2(f)

Assumptions and estimation uncertainties

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment in the year ending 31 March 2024 is included in the following notes:

- Financial instruments - Note 2.2(d)
- Fair value measurement - Note 2.2(f)
- Impairment test of goodwill and intangible assets: Key assumptions underlying intangible assets - Note 2.2(b)
- Measurement of ECL allowance for trade receivables and other assets - Note 2.2(a)
- Assessment of useful life and residual value of property, plant and equipment and intangible assets - Note 2.2(a)
- Leasing arrangements (accounting) - Note 2.2(f)
- Estimation of assets and obligations relating to employee benefits (including actuarial assumptions)

a Measurement of fair values

Company's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

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

If the inputs level to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

Further information about the assumptions made in measuring fair values is included in the following notes:

- Financial instruments (Note 4)
- Share-based payment arrangements (Note 48 (a))
- Business combination (Note 57)



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements for the year ended 31 March 2024

(Currency - Indian Rupee in lakhs)

c) Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial instruments also include derivative contracts such as foreign exchange forward contracts, future and currency options.

1. Financial assets

Initial recognition and measurement

Financial assets are initially recognized when the Company becomes a party to the contractual provisions of the instrument. All financial assets other than those measured subsequently at fair value through profit and loss, are recognized initially at fair value plus transaction costs that are attributable to the acquisition of the financial asset.

Trade receivables are usually recognized at transaction price as they do not contain a significant finance component. This implies that the effective interest rate for these receivables is zero. Subsequently, the company applies lifetime expected credit loss model for measurement of trade receivables.

Classification and subsequent measurement

For the purpose of subsequent measurement, financial assets are classified in three categories:

- Amortized cost
- Fair value through profit (FVTPL)
- Fair value through other comprehensive income (FVOCI)

on the basis of its business model for managing the financial assets and the contractual cash flow characteristics of the financial asset.

Financial assets - Business model assessment

The Company makes an assessment of the objective of the business model in which a financial asset is held at a portfolio because the best reflects the way the business manages and information is provided for management. The assessment considered includes:

- the intent to hold or dispose of the financial asset in the near term; These include whether management's strategy focuses on earning contractual interest income, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of any related liabilities or expected cash outflows or realising cash flows through the sale of the assets;
- how the performance of the portfolio is evaluated and reported to the Company's management;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed;
- how management of the business is compensated - e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected, and
- the frequency, volume and timing of sales of financial assets in prior periods, the reasons for such sales and expectations about future sales activity.

Transfer of financial assets to third parties in transactions that do not qualify for derecognition are not considered sales for this purpose, consistent with the Company's continuing recognition of the assets.

Financial assets that are held for trading or are managed and whose performance is evaluated on a fair value basis are measured at FVTPL.

Financial assets - Statement of other contractual cash flows are solely payments of principal and interest

For the purpose of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition, 'interest' is defined as consideration for the time value of money, and for the assets measured with the present amount outstanding during a particular period of time, and for other time-variant assets (e.g. liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Company identifies the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment, the Company considers:

- contractual terms that would change the timing or amount of cash flows;
- terms that may adjust the contractual coupon rate, including variable-rate features;
- prepayment and extension features; and
- terms that limit the Company's claim to cash flows from specified assets (e.g. non-recourse features).

A prepayment feature is consistent with the solely payments of principal and interest criterion if the prepayment amount substantially represents unpaid amounts of principal and interest on the principal amount outstanding, which may include reasonable compensation for early termination of the contract. Additionally, for a financial asset acquired at a discount or premium to its contractual par amount, a feature that permits or requires prepayment at an amount that substantially represents the contractual par amount plus accrued (but unpaid) contractual interest (which may also include reasonable compensation for early termination) is treated as consistent with the criterion if the fair value of the prepayment feature is insignificant at initial recognition.

Amortized cost

A financial instrument is measured at the amortized cost if both the following conditions are met:

- The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method.

Fair value through profit and loss (FVTPL)

All financial assets that do not meet the criteria for amortized cost or fair value through other comprehensive income are measured at fair value through profit or loss with all changes recognized in the statement of profit and loss. Interest income (using the EIR method), from financial assets at fair value through profit or loss is recognized in the statement of profit and loss within finance income. Finance costs separately from the other gains/losses arising from changes in the fair value. Derivative financial instruments (both option and non-option) are classified as financial instruments at fair value through profit or loss. Such derivative financial instruments are initially recognized at fair value.

They are subsequently measured at their fair value, with changes in fair value being recognized in the statement of profit and loss.

Fair value through Other Comprehensive Income (FVOCI)

Financial assets are measured at FVOCI if both the following conditions are met:

- The asset is held within a business model whose objective is achieved by both:
 - collecting contractual cash flows, and selling financial assets and
 - contractual terms of the asset give rise on specified dates to cash flows that are SPPI on the principal amount outstanding.

After initial measurement, these assets are subsequently measured at fair value. Dividends/interest income under effective interest method, foreign exchange gains and losses and

Derecognition

A financial asset (or, where applicable, a part of a financial asset or a part of a Company's (or another financial entity's) previously derecognized (i.e. removed from the Company's balance sheet) when:

The contractual right to receive cash flows from the financial asset have expired, or

The Company has transferred its right to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either

- (a) the Company has transferred substantially all the risks and rewards of the asset, or
- (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

On derecognition, any gain or loss on all equity instruments (measured at FVTPL) are recognized in the Statement of Profit and Loss.

Impairment of financial assets

In accordance with Ind-AS 108, the Company applies Expected Credit Loss ("ECL") model for measurement and recognition of impairment loss on the financial assets measured at amortized cost and debt instruments measured at FVOCI.

Loss allowances on trade receivables are measured following the "simplified approach" at an amount equal to the lifetime ECL at each reporting date. In respect of other financial assets, the loss allowance is measured at 12 month ECL only if there is no significant deterioration in the credit risk since initial recognition of the asset or asset is determined to have a low credit risk at the reporting date.

Trade receivables

The Company is not in trade receivables to assess impairment at regular intervals. The Company's credit risk is generally attributable to its trade receivables. In determining whether impairment losses should be reported in the statement of profit and loss, the Company makes judgments as to whether there is any observable data indicating that there is a significant change in the credit risk since initial recognition. An allowance for expected credit loss is made where there is no observable data or condition which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

Impairment of financial instruments (other than at fair value)

The Company's assessment is determined based on the expected credit loss associated with its assets carried at amortized cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk. For trade receivables only, the Company applies the simplified approach permitted by Ind-AS 107 - Financial Instruments, which requires expected lifetime losses to be recognized from initial recognition of the receivables.

2. Financial liabilities

Initial recognition and measurement

Financial liabilities are initially recognized when the Company becomes a party to the contractual provisions of the instrument.

Financial liability is initially measured at fair value plus, for an item not at fair value through profit and loss, transaction costs that are directly attributable to its acquisition or issue.

Classification and subsequent measurement

Subsequent measurement is determined with reference to the classification of the respective financial liabilities.

Financial liabilities at Fair Value through Profit or Loss (FVTPL)

A financial liability is classified as Fair Value through Profit or Loss (FVTPL) if it is classified as held-for trading or is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and changes therein, including any interest expense, are recognized in the Statement of Profit and Loss.

Financial liabilities at amortized cost:

After initial recognition, financial liabilities other than those which are classified as FVTPL are subsequently measured at amortized cost using the effective interest rate ("EIR") method.

Amortized cost is calculated by taking into account any discount or premium and fees or costs that are an integral part of the EIR. The amortization done using the EIR method is included in finance costs in the Statement of Profit and Loss.



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements for the year ended 31 March 2024

(Currency: Indian Rupee in lakhs)

Derogation

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

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognized amounts and there is no intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

4) Inventories

Inventories comprise of reagents, chemicals, disposables, kits, medicines and consumables. Inventories are measured at lower of cost (on weighted average basis) and net realizable value after providing for obsolescence and other losses, where considered necessary. Cost comprises the cost of purchase and all other costs attributed to bring the goods to their particular condition and location. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

The company uses weighted average method to determine cost for all categories of inventories except for goods in transit which is valued specifically identified purchase cost. Cost includes all cost of purchase, and other costs incurred in bringing the inventories to their present location and condition inclusive of non refundable (subsidies) taxes wherever applicable.

4) Cash and Cash Equivalents

Cash and cash equivalents in the balance sheet and cash flow statement include cash at bank and on hand, deposits held at call with banks with original maturities less than three months which are readily convertible into cash and which are subject to insignificant risk of changes in value.



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements for the year ended 31 March 2024

(Currency: Indian Rupee in lakhs)

D Provisions, Contingent Liabilities and Contingent Assets

A provision is recognized when the enterprise has a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, in respect of which a reliable estimate can be made. These are reviewed at each balance sheet date and adjusted to reflect the current management estimates.

If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows specific to the liability. The unwinding of the discount is recognized as finance cost.

Contingent Liabilities are disclosed in respect of possible obligations that arise from past events but their existence is confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is only now probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made. Contingent liabilities are not accounted but disclosed in the financial statements unless possibility of an inflow of resources embodying economic benefits is remote.

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. Contingent Assets are not recognized till the realization of the resource is virtually certain. However the same are disclosed in the financial statements where an inflow of economic benefits is probable.

E Revenue Recognition

Revenue comprises of revenue from providing healthcare services such as health checkup and laboratory services. Pathology service is the only principal activity and responsible segment from which the Company generates its revenue.

Revenue is recognized at an amount that reflects the consideration to which the Company expects to be entitled to exchange for transferring the goods or services to a customer i.e. net transfer of control of the service to the customer, less any sales or goods or reduction of services in net of discounts, returns and discounts.

Revenue is recognized once the testing samples are processed for required test, in the extent that it is probable that the economic benefits will flow to the Company and revenue can be reliably measured.

Revenue is measured based on the consideration specified in a contract with a customer. Revenue is recognized at a point in time when the Company satisfies performance obligation by transferring the promised service to its customer. Generally, such test represents a separate performance obligation for which revenue is recognized when the test report is generated i.e. when the performance obligation is satisfied. For objective transactions, the Company has measured the revenue in respect of each performance obligation at a contract at its relative standalone selling price. The price that is regularly charged for a test when requested separately is the best evidence of its standalone selling price.

F Other Income

Interest Income

For all financial instruments measured at amortized cost, interest income is recorded using the effective interest rate (EIR). EIR is the rate which exactly discounts the estimated future cash receipts over the expected life of the item or instrument to the gross carrying amount of the financial asset. When calculating the EIR, the Company estimates the expected cash flows by considering all the terms of the financial instrument (for example, prepayments, extensions, call and similar options); expected credit losses are considered if the credit risk on that financial instrument has increased significantly since initial recognition.

G Employee Benefits

(i) Short-term Employee benefits

Liabilities for wages and salaries, bonus, compensated absences and ex gratia including non-monetary benefits that are expected to be settled within twelve months after the end of the period in which the employees render the related service are classified as short term employee benefits and are recognized as an expense in the Statement of Profit and Loss in the related service is provided.

A liability is recognized for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

(ii) Employee Benefits (Continued)

(a) Post-Employment Benefits

Defined Contribution Plans

A defined contribution plan is a post-employment benefit plan under which a company pays specified contributions to a separate entity and has no obligation to pay any further amounts. The Company makes contributions to provident fund in accordance with Employees Provident Fund and Miscellaneous Provisions Act, 1952 and Employee State Insurance. Contribution paid or payable in respect of defined contribution plan is recognized as an expense in the year in which services are rendered by the employee.

Defined Benefit Plan

The Company's gratuity benefit scheme is a defined benefit plan. The liability recognized in the balance sheet in respect of gratuity is the present value of the defined benefit obligation at the balance sheet date less the fair value of plan assets, together with adjustments for unrecognized actuarial gains/losses and past service costs. The defined benefit obligation are calculated at balance sheet date by an independent actuary using the projected unit credit method.

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

H Leases

Income Tax

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

As a lessee

Leases are recognized as a right-of-use asset and a corresponding liability at the date at which the leased asset is available for use by the Company. Contracts may contain both lease and non-lease components. The Company allocates the consideration in the contract to the lease and non-lease components based on their relative stand-alone prices. However, for leases of real estate for which the Company is a lessee, it has elected not to separate lease and non-lease components and instead accounts for these as a single lease component.

Assets and liabilities arising from a lease are initially measured on a present value basis. Lease liabilities include the net present value of the following lease payments:

- Fixed payments (excluding leasehold improvements), less incentives receivable;
- Variable lease payments that are based on an index or rate, initially measured using the index or rate at the commencement date;
- Amount expected to be payable by the company under residual value guarantees;
- The exercise price of a purchase option if the Company is reasonably certain to exercise that option; and
- Payments at penalties for terminating the lease, if the lease term reflects the Company's exercising that option.

The lease liability is measured at amortized cost using effective interest method. It is remeasured when there is a change in assessment of whether it will exercise a purchase option, extension or termination option or if there is a revised measurement of lease payments.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

Lease payments to be made under a lease contract are also included in the measurement of the liability. The lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be readily determined, which is generally the case for leases in the group, the lease's incremental borrowing rate is used, being the rate that the individual lease would have to pay to borrow the funds necessary to obtain an asset of similar value to the right-of-use asset in a similar economic environment with similar terms, security and conditions.

To determine the incremental borrowing rate, the Company:

- where possible, uses recent third-party financing received by the individual lessee as a starting point, adjusted to reflect changes in financing conditions since third party financing was received;
- uses a building approach that starts with a risk-free interest rate adjusted for credit risk, for leases held by Value In AS Retail Limited, which does not have recent third party financing; and

Variable lease payments that depend on sales are recognized in profit or loss in the period in which the condition that triggers the payment occurs.

Right-of-use assets are measured at cost comprising the following:

- the amount of the initial measurement of lease liability;
- any lease payments made at or before the commencement date less any lease incentives received;
- any initial direct costs; and
- restoration costs.

The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability, adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any incentives received.

Right-of-use assets are generally depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis. If the Company is reasonably certain to exercise a purchase option, the right-of-use asset is depreciated over the underlying asset's useful life.

The lease liability is presented as a separate line in the statement of financial position. The lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability (using the effective interest method) and by reducing the carrying amount in respect of the lease payments made. The Company remeasures the lease liability and makes a corresponding adjustment to the related right-of-use asset whenever:

- the lease term has changed or there is a change in the assessment of exercise of a purchase option, in which case the lease liability is remeasured by discounting the revised lease payments using a revised discount rate;
- the lease payments change due to changes in an index or rate or a change in expected payment under a guaranteed residual value, in which case the lease liability is remeasured by discounting the revised lease payments using the initial discount rate (unless the lease payments change is due to a change in a floating interest rate, in which case a revised discount rate is used);
- a lease contract is modified and the lease modification is not accounted for as a separate lease, in which case the lease liability is remeasured by discounting the revised lease payments using a revised discount rate.

The right-of-use assets are presented as a separate line in the statement of financial position. The right-of-use assets are initially measured at cost which comprises of the initial measurement of the corresponding lease liability, less lease payments made at or before the commencement date and any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses. Whenever the Company incurs an obligation for costs to dismantle and remove a leased asset, restore the site on which it is located or restore the underlying asset to the condition required by the terms and conditions of the lease, a provision is recognized and measured. The costs are included in the related right-of-use asset, unless those costs are incurred to produce inventories.



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements for the year ended 31 March 2024

(Currency : Indian Rupee in lakhs)

1) Income-tax

Income tax expense is computed as current tax expense on income and deferred tax expense income. It is recognized in statement of profit and loss except to the extent that it relates to items recognized directly in equity or in other comprehensive income, in which case, the tax is also recognized directly in equity or other comprehensive income, respectively.

Current Tax

Current tax comprises the expected tax payable or recoverable on the taxable profit or loss for the year and any adjustment to the tax payable or recoverable in respect of previous years. It is measured using tax rates enacted or substantively enacted by the end of the reporting period.

- Current tax assets and liabilities are offset only if the Company has a legally enforceable right to set off the recognized amounts, and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Deferred Tax

Deferred tax is recognized in respect of temporary differences between the carrying amount of assets and liabilities for financial reporting purpose and the amounts considered for tax purpose.

Deferred tax assets are recognized for unused tax losses, unused tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow the benefit of part or all of that deferred tax asset to be utilized. Such reductions are reversed when it becomes probable that sufficient taxable profits will be available.

Unrecognized deferred tax assets are reassessed at each reporting date and recognized to the extent that it has become probable that future taxable profits will be available against which they can be recovered. Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, using tax rates enacted or substantively enacted by the end of the reporting period.

3.2 Material accounting policies (Continued)

1) Income-tax (Continued)

The measurement of deferred tax assets and liabilities reflects the tax consequence that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset only if:

- (i) the entity has a legally enforceable right to set off current tax assets against current tax liabilities; and
- (ii) the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority on the same taxable entity.

Uncertain tax provision

Management periodically evaluates potential claims in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate. The provision is estimated based on one of two methods, the expected value method (the ratio of the probability weighted amounts in a range of possible outcomes) or the most likely amount method, depending on which is expected to better predict the resolution of the uncertainty.

2) Earnings per share

Basic Earnings per share is calculated by dividing the profit or loss for the year attributable to the equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the profit or loss for the period attributable to the equity shareholders and the weighted average number of equity shares outstanding during the period is adjusted to take into account:

- The after tax effect of interest and other financing costs associated with dilutive potential equity shares; and
- Weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

3) Segment Reporting

Operating segments are defined as components of an enterprise for which discrete financial information is available that is evaluated regularly by the chief operating decision maker in deciding how to allocate resources and assessing performance. The Company's chief operating decision maker is the Managing Director & CEO of the Company.

Segment revenue, segment expenses, segment assets and segment liabilities have been identified for segments on the basis of the similarity in the operating activities of the segments. Inter-segment revenue is accounted on the basis of transactions which are primarily determined based on market fair value factors. Revenue, expenses, assets and liabilities which relate to the Company as a whole and are not allocable to segments on a reasonable basis have been included under "Unallocated revenue, expenses, assets and liabilities".

Based on the nature of the business and line of products/services, there is only one reportable segment - Pathology services.

4) Recent Indian Accounting Standards (IND AS)

Recent Pronouncements

No standards have been issued impacting financial statements of the Company which are effective from 01 April 2024.

5) Rounding of amounts

All amounts disclosed in financial statements and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III.

The non-monetary balances with values below the rounding off limit adopted by the Company have been reflected as "nil" in the relevant parts to these financial statements.



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued) for the year ended 31 March 2024

(Currency : Indian Rupees in lakhs)

3 Property, Plant and Equipment

Changes in the carrying value of property, plant and equipment for the year ended 31 March 2024

Non-current assets:	Leasehold improvements	Plant and equipments	Furniture and fixtures	Computers	Office equipment	Total
Gross Block (at cost) as at 1 April 2023	50.27	89.26	2.66	2.70	11.71	156.60
Additions during the year	2.15	15.09	1.48	4.09	4.65	27.46
Disposals during the year	-	-	-	-	-	-
Cost as at 31 March 2024 (A)	52.42	104.35	4.14	6.79	16.36	184.06
Accumulated depreciation as at 1 April 2023	29.73	45.14	0.89	1.49	11.32	88.57
Depreciation recognised for the year	0.29	3.84	0.09	0.89	3.20	8.31
Disposals during the year	-	-	-	-	-	-
Accumulated depreciation as at 31 March 2024 (B)	30.02	48.98	0.98	2.38	14.52	96.88
Net carrying amount as at 31 March 2024 (A) - (B)	22.40	55.37	3.16	4.42	1.84	87.18

(b) Changes in the carrying value of property, plant and equipment for the year ended 31 March 2023

Particulars	Leasehold improvements	Plant and equipments	Furniture and fixtures	Computers	Office equipment	Total
Cost as at 1 April 2022	47.39	87.46	2.66	2.41	9.03	148.95
Additions during the year	2.88	1.80	-	0.29	2.68	7.65
Disposals during the year	-	-	-	-	-	-
Cost as at 31 March 2023 (A)	50.27	89.26	2.66	2.70	11.71	156.60
Accumulated depreciation as at 1 April 2022	23.22	37.12	0.88	1.21	9.01	71.45
Depreciation recognised for the year	6.51	8.01	0.01	0.28	2.31	17.11
Disposals during the year	-	-	-	-	-	-
Accumulated depreciation as at 31 March 2023 (B)	29.73	45.14	0.89	1.49	11.32	88.57
Net carrying amount as at 31 March 2023 (A) - (B)	20.54	44.12	1.77	1.20	0.39	68.03

a The Company has not revalued any of its property, plant and equipment.

b Details of benami property held:

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



c There are no immovable property as at 31 March 2024 and 31 March 2023.

d On review of the pattern of consumption of the future economic benefits embodied in the assets, it was noted that there has been change in expected pattern of consumption of these benefits. Accordingly, with effect from 01 April 2023, the Company has changed its depreciation/amortization method to Straight Line method from Written down value method for various class of assets to reflect this change. Such a change has been accounted for as a change in an accounting estimate in accordance with Ind AS 8 "Accounting Policies, Change in Accounting Estimates and Errors". Had the Company continued the previous Written Down Value Method for charging depreciation on all class of assets, charge for depreciation/amortisation for the year ended 31 March 2024 and for future period would have been higher by Rs. 8.68 lakhs and Rs.0.18 lakhs respectively and consequently deferred tax charge on the same for the year ended 31 March 2024 and for future period would have been lower by Rs.2.18 lakhs and Rs. 0.4659 lakhs respectively.



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued) for the year ended 31 March 2024

(Currency : Indian Rupees in lakhs)

4 Goodwill and Other Intangible Assets

Changes in the carrying value of Goodwill for the period ended 31 March 2024

Particulars	Goodwill*	Computer Software	Total
Cost as at 1 April 2023	44.04	-	44.04
Additions during the year	-	0.94	0.94
Disposals during the year	-	-	-
Cost as at 31 March 2024 (A)	44.04	0.94	44.98
Accumulated depreciation as at 1 April 2023	-	-	-
Amortisation recognised for the year	-	0.17	0.17
Deduction on account of disposal	-	-	-
Accumulated depreciation as at 31 March 2024 (B)	-	0.17	0.17
Net carrying amount as at 31 March 2024 (A) - (B)	44.04	0.77	44.81

Changes in the carrying value of Goodwill for the period ended 31 March 2023

Particulars	Goodwill*	Computer Software	Total
Cost as at 1 April 2022	44.04	-	44.04
Additions during the year	-	-	-
Disposals during the year	-	-	-
Cost as at 31 March 2023 (A)	44.04	-	44.04
Accumulated depreciation as at 1 April 2022	-	-	-
Amortisation recognised for the year	-	-	-
Deduction on account of disposal	-	-	-
Accumulated depreciation as at 31 March 2023 (B)	-	-	-
Net carrying amount as at 31 March 2023 (A) - (B)	44.04	-	44.04

* Goodwill (net of accumulated Impairment as on 31 March 2016) are on account of acquisition of Ekopath Center (Pathology and Cytology Division), Guwahati during the year ended 31 March 2013.



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued) for the year ended 31 March 2024

(Currency : Indian Rupees in lakhs)

4 Goodwill (Continued)

Goodwill with indefinite useful life

Carrying amount of goodwill which is allocated to the pathology division as at 31 March 2024: Rs.44.04 Lakhs (31 March 2023: Rs. 44.04 Lakhs). It was acquired on account of business purchase from Ekopath Center (Pathology and Cytology Division).

For the purpose of impairment testing, goodwill acquired in a business combination is allocated to the cash generating units (CGU) , which benefit from the synergies of the acquisition.

Cash Generating Unit	31 March 2024	31 March 2023
Ekopath Metropolis Lab Services Private Limited	44.04	44.04

The recoverable amount of a CGU is based on its value in use. The value in use is estimated using discounted cash flows over a period of 5 years. we believe 5 years to be most appropriate time scale over which to review and consider annual performance before applying a fix terminal value multiple to year end cash flow.

Operating margins and growth rates for the five year cash flow projections have been estimated based on past experience and after considering the financial budgets/ forecasts approved by management. Other key assumptions used in the estimation of the recoverable amount are set out below. The values assigned to the key assumptions represent management's assessment of future trends in the relevant industries and have been based on historical data from both external and internal sources.

Key assumptions used in the value-in-use calculations

Assumptions	How determined
Budgeted EBITDA growth rate	Budgeted EBITDA has been based on past experience adjusted for the following: + Revenue in the diagnostic service is expected to grow on account of changing lifestyle and food habit. Revenue and EBITDA are factored by focused approach towards B2C segment, network expansion , operational efficiencies and automation.
Terminal value growth rate	Long-term growth rate used for the purpose of calculation of terminal value has been determined by taking into account nature of business , long term inflation expectation and long term GDP expectation for the Indian economy
Post-tax risk adjusted discount rate	The discount rate applied to the cash flows of company's operations is generally based on the risk free rate for ten year bonds issued by the government in India. These rates are adjusted for a risk premium to reflect both the increased risk of investing in equities and the systematic risk of the Company.

Particulars	31 March 2024	31 March 2023
Post-tax risk adjusted discount rate	12.10%	12.40%
Terminal value growth rate	5.00%	5.00%
Budgeted EBITDA growth rate	1 % - 15 %	1 % - 15 %

These assumptions are reviewed annually as part of management's budgeting and strategic planning cycles. These estimates may differ from actual results. The values assigned to each of the key assumptions reflect the Management's past experience as their assessment of future trends, and are consistent with external / internal sources of information.

The estimated recoverable amount of the CGU exceeds its carrying amount . The Company has also performed sensitivity analysis calculations on the projections used and discount rate applied. Given the significant headroom that exists, and the results of the sensitivity analysis performed, it is concluded that there is no significant risk that reasonable changes in any key assumptions would cause the carrying value of goodwill to exceed its value in use.



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued) for the year ended 31 March 2024

(Currency : Indian Rupees in lakhs)

As at 31 March 2024 As at 31 March 2023

5 Other financial assets

(Unsecured, considered good)

Security deposits

Investments in term deposit with maturity of more than twelve months

9.83 7.51
225.00 -
234.83 7.51

6 Non-current tax assets (net)

Advance taxes (net of provision for taxes- 31 March 2024: 97 Lakhs, 31 March 2023: 44.90 Lakhs)

70.91 71.73
70.91 71.73

7 Inventories

(valued at lower of cost and net realisable value)

Reagents, chemicals, diagnostic kits, medicines and consumables

20.70 13.64
20.70 13.64

There are no goods in transit as on 31 March 2024 and 31 March 2023.

8 Trade receivables

Trade receivables considered good- secured

Trade receivables, considered good - unsecured

Unsecured - significant increase in credit risk

Trade receivables which have significant increase in credit risk

Trade receivables - credit impaired

41.70 37.78
- -
- -
41.70 37.78
(9.87) (8.71)
31.83 29.07

Less: Allowance for expected credit loss

Trade receivables Ageing Schedule

As at 31 March 2024

Particulars	Current but not due	Outstanding for following periods from due date of payment					Total
		Less than 6 Months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed trade receivables - considered good	24.51	8.44	3.89	1.70	1.55	1.61	41.70
Undisputed trade receivables which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed trade receivables - credit impaired	-	-	-	-	-	-	-
Disputed trade receivables - considered good	-	-	-	-	-	-	-
Disputed trade receivables which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed trade receivables - credit impaired	-	-	-	-	-	-	-
Total (A)	24.51	8.44	3.89	1.70	1.55	1.61	41.70
Allowance for expected credit loss (B)	-	-	-	-	-	-	9.87
Total (A) - (B)	-	-	-	-	-	-	31.83

As at 31 March 2023

Particulars	Current but not due	Outstanding for following periods from due date of payment					Total
		Less than 6 Months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed trade receivables - considered good	25.74	5.38	0.75	3.95	1.33	0.64	37.78
Undisputed trade receivables which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed trade receivables - credit impaired	-	-	-	-	-	-	-
Disputed trade receivables - considered good	-	-	-	-	-	-	-
Disputed trade receivables which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed trade receivables - credit impaired	-	-	-	-	-	-	-
Total (A)	25.74	5.38	0.75	3.95	1.33	0.64	37.78
Allowance for expected credit loss (B)	-	-	-	-	-	-	8.71
Total (A) - (B)	-	-	-	-	-	-	29.07

9 Cash and cash equivalents

Cash on hand

Balances with banks

- in current accounts

0.88 -
63.97 86.93
64.85 86.93

10 Bank balances other than cash and cash equivalents

(Unsecured, considered good)

Investments in term deposit with maturity of more than three months but less than twelve months

405.00 479.00
405.00 479.00



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued) for the year ended 31 March 2024

(Currency: Indian Rupees in lakhs)

	As at 31 March 2024	As at 31 March 2023
11 Other current financial assets		
(Unsecured, considered good)		
Security deposits	18.80	3.14
Interest accrued but not received		0.95
	18.80	4.09
12 Other current assets		
(Unsecured, considered good)		
Prepaid Expenses	1.88	2.48
Advance to suppliers	0.58	6.41
Advance to employees	0.10	0.07
Other advances	10.06	9.24
	12.62	18.20

13 Equity share capital

Details of authorised, issued and subscribed share capital & reconciliation of number of shares at the beginning and at the end of the year

	No. of shares	Amount
13.1 Authorised equity share capital		
Equity shares of Rs 10/- each		
As at 31 March 2023	5,10,000	51.00
As at 31 March 2024	5,10,000	51.00
13.2 Issued equity capital		
Equity shares of Rs 10/- each fully paid		
As at 1 April 2022	5,10,000	51.00
Add: Movement during the year	-	-
As at 31 March 2023	5,10,000	51.00
Add: Movement during the year	-	-
As at 31 March 2024	5,10,000	51.00

a Terms and Rights attached to equity shareholders:

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 dividend, if proposed by the Board of Directors, will be paid in Indian Rupees and will be 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 the 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.

b

Shares held by holding company/ultimate holding company, subsidiaries/associates of holding company or ultimate holding company:

Shareholding structure	No. of shares	Amount
Metropolis Healthcare Limited		
Equity shares of Rs 10 each	3,06,000	30.60
As at 31 March 2023	3,06,000	30.60
As at 31 March 2024	3,06,000	30.60

c Shareholders holding more than 5% of the equity shares in the Company as at the balance sheet date :

	31 March 2024	
	Number of Shares	% Shareholding
Metropolis Healthcare Limited	3,06,000	60.00%
Dr. Ronica Baruah	2,04,000	40.00%
Total	5,10,000	100.00%
	31 March 2023	
	Number of Shares	% Shareholding
Metropolis Healthcare Limited	3,06,000	60.00%
Dr. Ronica Baruah	2,04,000	40.00%
Total	5,10,000	100.00%

Details of shares held by promoters

As at 31 March 2024

Promoter Name	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of Total Shares	% change during the year
Dr Ronica Baruah	2,04,000	-	2,04,000	40%	-
Metropolis Healthcare Limited	3,06,000	-	3,06,000	60%	-
	5,10,000	-	5,10,000	100%	-

As at 31 March 2023

Promoter Name	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of Total Shares	% change during the year
Dr Ronica Baruah	2,04,000	-	2,04,000	40%	-
Metropolis Healthcare Limited	3,06,000	-	3,06,000	60%	-
	5,10,000	-	5,10,000	100%	-

d Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the date 31 March 2024. The Company has not issued any bonus shares or shares for consideration other than cash and has not bought back any shares during the period of five years immediately preceding the reporting date.



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued) for the year ended 31 March 2024

(Currency: Indian Rupees in lakhs)

	As at 31 March 2024	As at 31 March 2023
14 Other Equity		
Retained earnings	699.77	539.73
Closing balance	<u>699.77</u>	<u>539.73</u>
14.1 Retained earnings		
Opening balance	539.73	413.08
Add: Profit for the year	160.19	127.51
Re-measurements of post-employment benefit obligation, net of tax	(0.15)	(0.86)
Closing balance	<u>699.77</u>	<u>539.73</u>
14.2 Items of other Comprehensive Income		
Re-measurements of post-employment benefit obligation, net of tax	(0.31)	0.55
Opening Balance	(0.15)	(0.86)
Other Comprehensive Income		
Closing balance	<u>(0.46)</u>	<u>(0.31)</u>
Nature and purpose of Reserves		
Retained earnings		
Retained earnings are the profits that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders. Retained Earnings is a free reserve available to the Company		
Re-measurement gain/ (loss) on defined benefit plans (net of taxes)		
The Company has elected to recognise changes in the value of certain liabilities toward employee compensation in Other Comprehensive Income. These changes are accumulated within re-measurement gain/ (loss) on defined benefit plan reserve within equity.		
15 Non-current borrowings		
Unsecured	61.35	60.45
From holding company	<u>61.35</u>	<u>60.45</u>
Terms of borrowings:		
From Holding Company		
Note: - Loan is taken from Metropolis Healthcare Limited (MHL) - Holding Company rate of 10 % p.a. The said unsecured loan shall not be repaid till the date MHL has acquired remaining 40% shareholding of Ekopath Metropolis Lab Service Private Limited from Dr. Ronica Baruah.		
16 Deferred tax assets / (liabilities) (Net)		
Deferred tax asset arising on account of:	6.07	5.65
Provision for employee benefits	0.39	1.10
Impact of Ind AS 116	<u>2.48</u>	<u>2.19</u>
Other		
Total (A)	<u>8.94</u>	<u>8.94</u>
Deferred tax liability arising on account of:		
Difference between book base and tax base of property, plant and equipment and intangible assets	<u>(6.91)</u>	<u>(5.02)</u>
Total (B)	<u>(6.91)</u>	<u>(5.02)</u>
Net deferred tax assets (liabilities) (A+B)	<u>2.03</u>	<u>3.92</u>
17 Non current provisions		
Provision for employee benefits:	11.82	9.56
- Gratuity [refer Note 41A]	<u>11.82</u>	<u>9.56</u>
18 Current Lease Liabilities		
Lease Liabilities [refer note 36]	12.32	29.05
	<u>12.32</u>	<u>29.05</u>



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued) for the year ended 31 March 2024

(Currency : Indian Rupees in lakhs)

19 Trade payables

Total outstanding due to micro and small enterprises [refer Note 40]
Total outstanding due to creditors other than micro and small enterprises*

93.64 87.05

93.64 87.05

* It includes amount due to related parties [refer Note 35]

As at 31 March 2024		Outstanding for following periods from due date of payment				
Particulars	Less than 1 Year	1-2 years	2-3 years	More than 3 years	Total	
Undisputed dues of micro enterprises and small enterprises	-	-	-	-	-	
Undisputed dues of creditors other than micro enterprises and small enterprises	85.07	1.39	0.53	13.23	100.22	
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	
Total	85.07	1.39	0.53	13.23	100.22	

As at 31 March 2023		Outstanding for following periods from due date of payment				
Particulars	Less than 1 Year	1-2 years	2-3 years	More than 3 years	Total	
Undisputed dues of micro enterprises and small enterprises	-	-	-	-	-	
Undisputed dues of creditors other than micro enterprises and small enterprises	70.07	0.51	8.00	8.47	87.05	
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	
Total	70.07	0.51	8.00	8.47	87.05	

As at 31 March 2024 31 March 2023

20 Other current financial liabilities

Security deposits
Employee related dues
Creditors for other expenses
Capital Creditors
Interest accrued on unsecured loan

6.55 5.40

12.43 16.45

-

0.07 0.11

-

19.05 21.96

21 Other current liabilities

Advance from customers
Statutory dues*

5.96 4.03

1.30 3.73

7.26 7.76

* Statutory Dues payable include Tax Deducted at Source, Provident Fund and Professional tax

22 Current provisions

Provision for employee benefits:
- Gratuity [refer Note 41A]
- Compensated absences

3.44 2.58

0.68 1.76

4.12 4.36

23 Current tax liabilities (net)

Provision for taxation (net of advance tax :- 31 March 2024: Rs 25.00Lakh , 31 March 2023: Rs. 31.02 Lakhs)

44.05 39.98

44.05 39.98



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued) for the year ended 31 March 2024

(Currency : Indian Rupees in lakhs)

	As at 31 March 2024	As at 31 March 2023
24 Revenue from operations		
Service Income (Refer Note 43(b))	857.97	752.00
Other Operating revenue	0.20	1.22
	858.17	753.22
25 Other income		
Interest income		
- from banks	37.31	22.85
- Income tax refund	0.96	0.58
- from Others	0.76	0.70
	39.03	24.13
26 Cost of materials consumed		
Opening stock [Refer note 7]	13.64	16.44
Add: Purchases during the year	148.84	100.91
Less: Closing stock [Refer note 7]	(20.70)	(13.64)
	141.78	103.71
27 Laboratory testing charges		
Laboratory testing charges	134.67	126.15
	134.67	126.15
28 Employee benefits expenses		
Salaries, wages and bonus	97.96	89.54
Contribution to provident and other funds [refer Note 41B]	8.14	7.51
Gratuity expenses [refer Note 41A]	2.92	2.16
Staff welfare expenses	0.34	0.80
	109.36	100.01
29 Finance costs		
Interest on term loan	6.00	5.50
Interest on lease liabilities [refer note 36]	2.76	4.95
	8.76	10.45
30 Depreciation expense		
Depreciation on properties, plant and equipment [refer note 3]	8.31	17.11
Depreciation on Intangible Asset [refer note 4]	0.17	-
Depreciation on Right of use assets [refer note 36]	23.45	23.94
	31.93	41.05
31 Other expenses		
Accreditation expenses	1.94	1.99
Printing and stationery	3.64	8.94
Repairs and maintenance		
- Plant and equipment	1.85	2.49
- Building	-	0.67
- Computer	6.27	14.48
Rent	86.35	58.98
Advertisement expenses	8.24	2.52
Power, fuel and electricity charges	11.75	9.05
Transportation, travelling and conveyance	11.17	8.88
Professional and consultancy fees	92.95	79.78
Postage & courier charges	11.06	13.23
Payments to auditors [refer Note 39]	2.15	1.29
Bank charges	2.72	4.99
Housekeeping expenses	9.12	6.12
Insurance expenses	0.88	0.76
Rates and taxes	0.73	3.27
Telephone expenses	0.77	1.61
Laboratory expenses	1.97	1.43
Provision for bad and doubtful debts	1.44	1.55
Credit impaired trade receivable write off	-	1.33
Miscellaneous expenses	2.13	1.62
	257.13	224.95



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued) for the year ended 31 March 2024

(Currency : Indian Rupees in lakhs)

32 Income taxes

(a) Tax expense recognised in Profit and Loss

	31 March 2024	31 March 2023
Current tax expense		
Current year	51.43	46.00
Changes in estimates related to prior period	-	-
	<u>51.43</u>	<u>46.00</u>
Deferred tax credit		
Origination and reversal of temporary differences	1.95	(2.48)
	<u>1.95</u>	<u>(2.48)</u>
Tax expense for the year	53.38	43.52

(b) Tax charge recognised in Other Comprehensive Income

	31 March 2024		
	Pre tax	Tax benefit/ (expense)	Net of tax
Items that will not be reclassified to profit or loss			
Remeasurements of the defined benefit plans	(0.20)	0.05	(0.15)
	<u>(0.20)</u>	<u>0.05</u>	<u>(0.15)</u>

	31 March 2023		
	Pre tax	Tax benefit/ (expense)	Net of tax
Items that will not be reclassified to profit or loss			
Remeasurements of the defined benefit plans	(1.15)	0.29	(0.86)
	<u>(1.15)</u>	<u>0.29</u>	<u>(0.86)</u>

(c) Reconciliation of Effective Tax Rate

	31 March 2024	31 March 2023
Profit before tax	213.57	171.03
Statutory income tax rate	25.17%	25.17%
Expected income tax expense	53.76	43.05
Tax effect of adjustments to reconcile expected Income Tax Expense to reported Income Tax Expense:		
Reclassification of actuarial gains to OCI	0.05	0.29
Tax adjustment of earlier years	-	-
Others	0.14	0.18
Total tax expense	53.95	43.52



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued) for the year ended 31 March 2024

(Currency : Indian Rupees in lakhs)

32 Income taxes (Continued)

(d) Movement in deferred tax balances

Non-current assets:	31 March 2024					
	Net balance 1 April 2023	Recognised in profit or loss	Recognised in OCI	Net deferred tax asset/liability	Deferred tax asset	Deferred tax liability
Deferred tax liability						
Difference between book base and tax base of property, plant and equipment and intangible assets	(5.02)	(1.89)	-	(6.91)	-	(6.91)
Difference between book base and tax base of current investments	2.19	0.29	-	2.48	2.48	-
Deferred tax asset						
Provisions for employee benefit	5.65	0.47	(0.05)	6.07	6.07	-
Lease Liabilities	1.10	(0.71)	-	0.39	0.39	-
Tax assets (Liabilities)	3.92	(1.94)	(0.05)	2.02	8.94	(6.91)

Non-current assets:	31 March 2023					
	Net balance 1 April 2022	Recognised in profit or loss	Recognised in OCI	Net deferred tax asset/liability	Deferred tax asset	Deferred tax liability
Deferred tax liability						
Difference between book base and tax base of property, plant and equipment and intangible assets	(6.23)	1.22	-	(5.02)	-	(5.02)
Difference between book base and tax base of current investments	1.80	0.39	-	2.19	2.19	-
Deferred tax asset						
Provisions for employee benefit	4.40	0.95	0.29	5.65	5.65	-
Lease Liabilities	1.19	(0.08)	-	1.10	1.10	-
Tax assets (Liabilities)	1.16	2.48	0.29	3.92	8.94	(5.02)

The company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

Significant management judgement is required in determining provision for income tax, deferred income tax assets and liabilities and recoverability of deferred income tax assets. The recoverability of deferred income tax assets is based on estimates of taxable income and the period over which deferred income tax assets will be recovered. Any changes in future taxable income would impact the recoverability of deferred tax assets.

(e) Tax Assets and Liabilities

Particulars	31 March 2024	31 March 2023
Non current tax assets (net of tax provision)	70.91	71.73
Current tax liabilities (net of tax assets)	44.05	39.98



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued)

for the year ended 31 March 2024

(Currency : Indian Rupees in lakhs)

33 Earnings per share (EPS)

Basic EPS calculated by dividing the Net profit for the year attributable to equity holders by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders (after adjusting profit impact of dilutive potential equity shares, if any) by the aggregate of weighted average number of Equity shares outstanding during the year and the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

Non-current assets:	31 March 2024	31 March 2023
i. Profit attributable to equity holders (Rs in lakhs)		
Profit attributable to equity holders for basic and diluted EPS (Rs. in lakhs)	160.19	127.51
	160.19	127.51
ii. Weighted average number of ordinary shares (no. of shares)	5,10,000	5,10,000
iii. Basic earnings per share & Diluted earnings per share (Rs)	31.41	25.00



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued) for the year ended 31 March 2024

(Currency : Indian Rupees in lakhs)

34 Financial instruments – Fair values

A. Accounting classification and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

	31 March 2024						
	Carrying amount			Fair value			
	Fair value through profit and loss	Fair value through other comprehensive income	Amortised Cost	Total	Level 1	Level 2	Level 3
Non Current Financial assets							
Security deposits	-	-	234.83	234.83	-	-	-
Current Financial assets							
Trade receivables	-	-	31.83	31.83	-	-	-
Cash and cash equivalents	-	-	64.85	64.85	-	-	-
Bank balances other than cash and cash equivalents	-	-	405.00	405.00	-	-	-
Other current financial assets	-	-	18.80	18.80	-	-	-
	-	-	755.29	755.29	-	-	-
Non Current Financial liabilities							
Borrowings	-	-	80.15	80.15	-	-	-
Lease liabilities	-	-	5.10	5.10	-	-	-
Current Financial liabilities							
Lease liabilities	-	-	12.32	12.32	-	-	-
Trade payables	-	-	93.64	93.64	-	-	-
Other current financial liabilities	-	-	19.05	19.05	-	-	-
	-	-	210.26	210.26	-	-	-

	31 March 2023						
	Carrying amount			Fair value			
	Fair value through profit and loss	Fair value through other comprehensive income	Amortised Cost	Total	Level 1	Level 2	Level 3
Non Current Financial assets							
Security deposits	-	-	7.51	7.51	-	-	-
Current Financial assets							
Trade receivables	-	-	29.07	29.07	-	-	-
Cash and cash equivalents	-	-	86.93	86.93	-	-	-
Bank balances other than cash and cash equivalents	-	-	479.00	479.00	-	-	-
Other current financial assets	-	-	4.09	4.09	-	-	-
	-	-	606.60	606.60	-	-	-
Non Current Financial liabilities							
Borrowings	-	-	60.45	60.45	-	-	-
Lease liabilities	-	-	14.65	14.65	-	-	-
Current Financial liabilities							
Lease liabilities	-	-	29.05	29.05	-	-	-
Trade payables	-	-	87.05	87.05	-	-	-
Other current financial liabilities	-	-	21.96	21.96	-	-	-
	-	-	213.16	213.16	-	-	-



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued)
for the year ended 31 March 2024

(Currency : Indian Rupees in lakhs)

34 Financial instruments – Fair values (Continued)

B. Fair value hierarchy

Ind AS 107, 'Financial Instrument - Disclosure' requires classification of the valuation method of financial instruments measured at fair value in the Balance Sheet, using a three level fair-value-hierarchy (which reflects the significance of inputs used in the measurements). The hierarchy gives the highest priority to un-adjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and lowest priority to un-observable inputs (Level 3 measurements). The three levels of the fair-value-hierarchy under Ind AS 107 are described below:

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices.

Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

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

Financial instruments measured at fair value

The following tables show the valuation techniques used in measuring Level 2 fair values, as well as the significant unobservable inputs used.

Type	Valuation technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement
Non current financial assets measured at amortized cost	Discounted cash flows: Under discounted cash flow method, future cash flows are discounted by using rates which reflect market risks. The valuation requires management to make certain assumptions about the model inputs, including forecast cash flows, discount rate and credit risk. The probabilities of the various estimates within the range can be reasonably assessed and are used in management's estimate of fair value.	Not applicable	Not applicable

Transfers between Levels

There have been no transfers between levels during the reporting year.



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued) for the year ended 31 March 2024

(Currency : Indian Rupees in lakhs)

34 Financial instruments – Fair values and risk management (Continued)

Financial risk management

The company's board of Directors has overall responsibility for the establishment and oversight of the company's risk management framework. Key roles and responsibilities are defined in line with risk management plan and are reviewed at regular interval. This self regulatory process and procedure ensures efficient conduct of business in micro and macro risk environment.

The Company has exposure to the following risks arising from financial instruments

- Credit risk
- Liquidity risk
- Market risk
- Currency risk

Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's trade and other receivables and cash and cash equivalents. The maximum exposure to credit risk in case of all the financial instruments covered below is restricted to their respective carrying amount

a. Trade receivables

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The demographics of the customer, including the default risk of the industry and country in which the customer operates, also has an influence on credit risk assessment. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. The Company establishes an allowance for doubtful debts and impairment that represents its estimate of incurred losses in respect of trade and other receivables and investments.

The Company does not have any significant concentration of credit risk. There are no customers which accounts for 10% or more of the total trade receivables as at the year end.

Management has analysed the debtors outstanding as at 31 March 2024 and concluded that the history of bad debts on the profile of its current debtors is insignificant. The debtors which are outstanding as at 31 March 2024 have been generally regular in making payments and hence it does not expect significant impairment losses on its current profile of outstanding debtors. The debtors which have defaulted in the past are mostly on account of any litigations and its experience regarding bad debts has been very low in the past.

On the basis of above, no additional provision has been made in the books of accounts under Ind AS.

	Amount
Balance as at 1 April 2022	7.16
Expected Credit Loss allowance	1.55
Deduction on account of write off and collections	-
Balance as at 31 March 2023	8.71
Expected Credit Loss allowance	1.16
Deduction on account of write off and collections	-
Balance as at 31 March 2024	9.87

b. Cash and cash equivalents and Other bank balances

The Company held cash and cash equivalents and other bank balances at 31 March 2024: Rs. 694.85 Lakhs (31 March 2023: Rs. 565.93 lakhs). The cash and cash equivalents are held with bank and financial institution counterparties with good credit ratings.



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued) for the year ended 31 March 2024

(Currency : Indian Rupees in lakhs)

34 Financial instruments – Fair values and risk management (Continued)

Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

Maturities of financial liabilities

The amounts disclosed in the table are the contractual undiscounted cash flows.

The table below analyses the Company's financial liabilities into relevant maturity groupings based on their contractual maturities:

31 March 2024	Contractual cash				
	Carrying amount	Total	Upto 1 year	1-3 years	More than 3 years
Financial liabilities (Non-current)					
Borrowings	61.35	61.35	-	-	61.35
Lease liabilities	5.10	6.04	-	6.04	-
Financial liabilities (current)					
Lease liabilities	12.32	12.58	12.58	-	-
Trade payables	93.64	93.64	93.64	-	-
Other financial liabilities	19.05	19.05	19.05	-	-
	191.46	192.65	125.27	6.04	61.35

As at 31 March 2023	Contractual cash flows				
	Carrying amount	Total	Upto 1 year	1-3 years	More than 3 years
Financial liabilities (Non-current)					
Borrowings	60.45	60.45	-	-	60.46
Lease liabilities	14.65	18.62	-	18.62	-
Financial liabilities (current)					
Lease liabilities	29.05	29.05	29.05	-	-
Trade payables	87.05	87.05	87.05	-	-
Other financial liabilities	21.96	21.96	21.96	-	-
Total	213.16	217.13	109.01	18.62	60.46

The outflows disclosed in the above table represent the total contractual undiscounted cash flows and total interest payable on borrowings



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued) for the year ended 31 March 2024

(Currency : Indian Rupees in lakhs)

34 Financial instruments – Fair values and risk management (Continued)

Capital Disclosure

The company's objectives when managing capital are to safeguard the company's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholder and maintain an optimal capital structure to reduce the cost of capital.

There have been no changes to what the entity manages as capital and in the strategy for capital management from the previous year.

The Company monitors capital using a ratio of 'adjusted net debt' to 'adjusted equity'. For this purpose, adjusted net debt is defined as total liabilities, comprising interest-bearing and non-interest bearing loans and borrowings and obligations under finance leases, less cash and cash equivalents. Adjusted equity comprises all components of equity other than amounts accumulated in the hedging reserve.

	31 March 2024	31 March 2023
Non-current borrowings	61.35	60.45
Less : Cash and cash equivalent	64.85	86.93
Adjusted net debt	(3.50)	(26.48)
Total equity	750.77	590.73
Adjusted net debt to adjusted equity ratio	(0.00)	(0.04)
Debt equity considering only borrowings as debt	0.08	0.10

Interest rate risk

Interest rate risk can be either fair value interest rate risk or cash flow interest rate risk. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates. Cash flow interest rate risk is the risk that the future cash flows of floating interest bearing investments will fluctuate because of fluctuations in the interest rates.

The Company does not account for any fixed-rate financial assets or financial liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

The interest rate profile of the Company's interest-bearing financial instruments as reported to the management of the Company is as follows.

	31 March 2024	31 March 2023
Fixed-rate Instruments		
Financial assets	253.62	11.60
Financial liabilities	61.35	60.45
	314.97	72.05
Variable-rate instruments		
Financial assets	-	-
Financial liabilities	17.42	43.70
	17.42	43.70
Total	332.40	115.75



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued) for the year ended 31 March 2024

(Currency : Indian Rupees in lakhs)

35 Related Party Disclosures, as required by Indian Accounting Standard 24 (Ind AS 24) are given below:

The sales to and purchases from related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured, interest free and will be settled in cash.

A. Relationships –

Category I: Holding company

Metropolis Healthcare Limited

Category II: Key Management Personnel (KMP)

Dr Ronica Baruah -Director

Mr. Rakesh Agrawal- Director

Dr. Nilesh Jadavji Shah - Director

Category III: Fellow subsidiary

Metropolis Healthcare (Mauritius) Limited

Amin's Pathology Laboratory Private Limited (Formerly known as Metropolis Wellness Products Private Limited)

Metropolis Healthcare Lanka (Pvt) Limited (Formerly known as Nawaloka Metropolis Laboratories Private Limited, Sri Lanka)

Metropolis Histoxpert Digital Services Private Limited

Dr.Ganesan's Hitech Diagnostic Centre Private Limited (w.e.f 22 October 2021)*

Metropolis Bramser Lab Services (Mtius) Limited

Metropolis Healthcare Ghana Limited

Metropolis Star Lab Kenya Limited

Metropolis Healthcare (Tanzania) Limited

Metropolis Healthcare Uganda Limited

Centralab Healthcare Services Private Limited

*Due to voluntary liquidation, it was merged with Metropolis Healthcare Limited.

Category IV: Relatives of KMP

Dr. Shyam Baruah

Category V: Companies in which key management personnel or their relatives have significant influence (Other related parties)

Metropolis Health Products Retail Private Limited



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued) for the year ended 31 March 2024

(Currency : Indian Rupees in lakhs)

35 Related Party Disclosures, as required by Indian Accounting Standard 24 (Ind AS 24) are given below (Continued)

B. The transactions with the related parties are as follows:		
Particulars	31 March 2024	31 March 2023
1) Receipt of Services		
<i>Holding company</i>		
Metropolis Healthcare Limited	126.15	126.15
2) Services rendered		
<i>Holding company</i>		
Metropolis Healthcare Limited	0.00	0.00
2) Interest paid on Loan		
<i>Holding company</i>		
Metropolis Healthcare Limited	6.00	5.50
3) Professional Fee		
Key management personnel (KMP)		
Dr Ronica Baruah	36.52	36.52
Relatives of KMP		
Dr Shyam Baruah	3.00	3.00
4) Security Deposit		
Key management personnel(KMP)		
Dr Ronica Baruah	0.00	0.00
Relatives of KMP		
Dr Shyam Baruah	0.00	0.00
5) Rent		
Relatives of KMP		
Dr Shyam Baruah	7.40	7.40
Key management personnel (KMP)		
Dr Ronica Baruah	7.40	7.40

C. The related party balances outstanding at year end are as follows:		
Particulars	31 March 2024	31 March 2023
1) Trade payable and other liabilities		
<i>Holding Company</i>		
Metropolis Healthcare Limited	60.19	38.10
Dr Ronica Baruah	2.77	2.65
Dr Shyam Baruah	0.12	-
2) Borrowing		
<i>Holding Company</i>		
Metropolis Healthcare Limited	61.35	60.00
3) Security Deposit		
Key management personnel(KMP)		
Dr Ronica Baruah	2.85	2.85
Relatives of KMP		
Dr Shyam Baruah	2.85	2.85
4) Interest accrued on unsecured loan		
<i>Holding Company</i>		
Metropolis Healthcare Limited	0.00	0.45

Note: Transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions.



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued) for the year ended 31st March 2024

(Currency : Indian Rupees in lakhs)

36 Adoption of Ind AS 116 - Lease

Non-current assets:

1 The following is the summary of practical expedients elected on initial application:

- Applied a single discount rate to a portfolio of leases of similar assets in similar economic environment with a similar end date
- Applied the exemption not to recognize right-of-use assets and liabilities for leases with less than 12 months of lease term on the date of initial application
- Excluded the initial direct costs from the measurement of the right-of-use asset at the date of initial application.
- Applied the practical expedient to grandfather the assessment of which transactions are leases. Accordingly, Ind AS 116 is applied only to contracts that were previously identified as leases under Ind AS 17.

2 The effect of depreciation and interest related to Right Of Use Asset and Lease Liability are reflected in the Profit & Loss Account under the heading "Depreciation and Amortisation Expense" and "Finance costs" respectively under Note No 30 and 29

3 The weighted average incremental borrowing rate applied to lease liabilities in FY 2023-24 is 9.20% - 10.10%.

4 Following are the changes in the carrying value of right of use assets for the year ended 31 March 2024:

Particulars	Category of ROU		Total
	Re-agent	Patient Service Center/Lab or Both	
Balance as of 1 April 2022	23.99	27.02	51.01
Additions	-	12.29	12.29
Depreciation	(6.39)	(17.54)	(23.93)
Balance as of 31 March 2023	17.60	21.77	39.37
Balance as of 1 April 2023	17.60	21.77	39.37
Additions	-	-	-
Depreciation	(6.40)	(17.06)	(23.45)
Balance as of 31 March 2024	11.20	4.71	15.92

5 The following is the break-up of current and non-current lease liabilities as of 31 March 2024:

Particulars	(Rs. In lakhs)	
	31 March 2024	31 March 2023
Current Lease liabilities	12.32	29.05
Non-current lease liabilities	5.10	14.65
Total	17.42	43.70

6 The following is the movement in lease liabilities for the year ended 31 March 2024:

Particulars	(Rs. In lakhs)	
	Amount	
Balance as of 1 April 2022	55.70	
Additions	12.29	
Finance cost accrued during the period	4.95	
Payment of lease liabilities	(29.24)	
Balance as of 31 March 2023	43.70	
Balance as of 1 April 2023	43.70	
Additions	-	
Finance cost accrued during the period	2.76	
Payment of lease liabilities	(29.04)	
Balance as of 31 March 2024	17.42	



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued) for the year ended 31st March 2024

(Currency : Indian Rupees in lakhs)

- 7 The table below provides details regarding the contractual maturities of lease liabilities as of 31 March 2024 on an undiscounted basis:

Particulars	(Rs. In lakhs)	
	31 March 2024	31 March 2023
Less than one year	12.32	29.05
One to five years	6.04	18.62
More than 5 years	-	-
Total	18.36	47.67

- 8 Impact of adoption of Ind AS 116 for the year ended 31 March 2024 is as follows:

Particulars	(Rs. In lakhs)	
	31 March 2024	31 March 2023
Decrease in Other expenses by	29.04	29.24
Increase in Finance cost by	2.76	4.95
Increase in Depreciation by (excludes depreciation on reclassified assets)	23.45	23.24
Net Impact on (Profit)/Loss	(2.83)	(1.04)

- 9 The Company does not face a significant liquidity risk with regard to its lease liabilities as the current assets are sufficient to meet the obligations related to lease liabilities as and when they fall due.
- 10 Rental expense recorded for short-term leases was Rs. 86.35 lakhs (31 March 2023 : 58.98 Lakhs) for the year ended 31 March 2024.
- 11 The total cash outflow for leases for year ended 31 March 2024 is Rs. 29.04 Lakhs (31 March 2023 : 29.24 Lakhs)



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued)

for the year ended 31 March 2024

(Currency : Indian Rupees in lakhs)

37	Commitments	31 March 2024	31 March 2023
	Capital commitments:	0.27	3.43
	Estimated amount of contracts remaining to be executed on capital account not provided for		
	Total	0.27	3.43

- 38 No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

39 Auditors' remuneration

Statutory audit fees	2.15	1.25
Others (including reimbursement of out of pocket expenses)		0.04
Total	2.15	1.29

40 Micro and small enterprises

There are no micro & small enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at 31 March 2022. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006, has been determined to the extent such parties have been identified on the basis of information available with the Company.

	31 March 2024	31 March 2023
a. Principal and interest amount remaining unpaid	-	-
b. Interest due thereon remaining unpaid	-	-
c. Interest paid by the Company in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day	-	-
d. Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified under the Micro, Small and Medium Enterprises Act, 2006)	-	-
e. Interest accrued and remaining unpaid	-	-
f. Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises	-	-

41 Employee benefits

(a) Defined benefits plan

The Company has gratuity as defined benefit retirement plan for its employees. Funded plan includes gratuity benefit to every employee who has completed service of five years or more. at 15 days salary for each completed year of service (on last drawn basic salary) in accordance with Payment of Gratuity Act, 1972. The scheme is funded with insurance company in the form of qualifying insurance policies

These plan typically expose the company to actuarial risk such as: Investment risk, interest rate risk, longevity risk and salary risk.

Investment Risk	The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds. If the return on plan asset is below this rate, it will create a plan deficit. Currently, for the plan in India, it has a relatively balanced mix of investments in government securities, and other debt instruments.
Interest Risk	A fall in the discount rate which is linked to the G.Sec. Rate will increase the present value of the liability requiring higher provision. A fall in the discount rate generally increases the mark to market value of the assets depending on the duration of asset.
Longevity Risk	Since the benefits under the plan is not payable for life time and payable till retirement age only, plan does not have any longevity risk.
Salary Risk	The present value of the defined benefit plan liability is calculated by reference to the future salaries of members. As such, an increase in the salary of the members more than assumed level will increase the plan's liability.



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued) for the year ended 31 March 2024

	31 March 2024	31 March 2023
A. Amount recognised in the balance sheet		
Present value of the obligation as at the end of the year	15.26	12.38
Net liability recognised in the balance sheet	15.26	12.38
Out of which,		
Non-current portion	11.82	9.56
Current portion	3.44	2.58
B. Change in projected benefit obligation		
Projected benefit obligation at the beginning of the year	12.38	10.03
Current service cost	1.78	1.52
Interest cost	0.90	0.64
Actuarial loss	0.20	1.15
Benefits paid	-	(0.97)
Liability transferred out	-	-
Projected benefit obligation at the end of the year	15.26	12.38



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued)

for the year ended 31 March 2024

41 Employee benefits (Continued)

	31 March 2024	31 March 2023
D. Amount recognised in the statement of profit and loss		
Current service cost	1.78	1.52
Interest cost	0.90	0.64
Expenses recognised in the statement of profit and loss	2.68	2.16
E. Amount recognised in other comprehensive income		
Due to Change in Demographic Assumptions	0.08	(0.46)
Due to Change in Financial Assumptions	0.12	1.61
Due to Experience		
Net actuarial loss	0.20	1.15
G. Assumptions used	31 March 2024	31 March 2023
Discount rate	7.30%	7.30%
Long-term rate of compensation increase	5.00%	5.00%
Attrition rate	16.00%	16.00%
Mortality Rate	Indian Assured Lives Mortality 2012-14 (Urban)	Indian Assured Lives Mortality 2012-14 (Urban)

The weighted average duration of the defined benefit obligation is 5 years (31st March, 2023: 5 years).

H. Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

	31 March 2024		31 March 2023	
	Increase	Decrease	Increase	Decrease
Discount rate (1% movement)	(0.57)	0.63	(0.47)	0.52
Future salary growth (1% movement)	0.64	(0.59)	0.52	(0.49)
Employee Turnover (1% movement)	0.04	(0.04)	0.03	(0.03)

I. Expected future cash flows

Particulars	Less than a year	Between 1-2 years	Between 2-5 years	Over 5 years	Total
31 March 2024					
Defined benefit obligations (Gratuity)	3.44	2.03	5.30	10.94	21.70
Total	3.44	2.03	5.30	10.94	21.70
31 March 2023					
Defined benefit obligations (Gratuity)	2.58	1.77	4.36	9.07	17.79
Total	2.58	1.77	4.36	9.07	17.79

(b) Defined contribution plan

The Company contributes towards statutory provident fund as per the Employees Provident Funds and Miscellaneous Provisions Act, 1952 and towards employee state insurance as per the Employees' State Insurance Act, 1948. The amount of contribution to provident fund and Employee State Insurance Scheme recognised as expenses during the year is Rs.8.14 Lakhs (31 March 2023: Rs7.51 Lakhs)

(C) Compensatory absences:

The Company provides for the encashment of leave or leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits, for future encashment. The liability is provided based on the number of days of unutilized leave at each balance sheet date on the basis of an independent actuarial valuation. Amount of Rs. Nil (31 March 2023: 1.91 Lakhs) has been recognised in the Statement of profit and loss on account of provision for long-term employment benefit.

42 Segment Reporting

The Company operates in a single segment i.e. "Pathology". Accordingly, in terms of paragraph 4 of the Indian Accounting Standard 108 (IND AS-108) "Segment Reporting", no disclosures related to segments are presented in this financial statement.



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued)

for the year ended 31 March 2024

43(a) Disclosure as per Ind As 115 - Revenue from contracts with customers

The Company generates its entire revenue from contracts with customers for the services at a point in time. The Company is engaged mainly in the business of running laboratories for carrying out pathological investigations of various branches of bio-chemistry, hematology, histopathology, microbiology, electrophoresis, immuno-chemistry, immunology, virology, cytology, other pathological and radiological investigations

Particulars	31 March 2024	31 March 2023
Opening	4.03	2.96
Movement During the year	1.93	1.07
Advances from customers	5.96	4.03

43(b) Reconciliation of revenue from contracts with customer

	31 March 2024	31 March 2023
Revenue from contract with customer as per the contract price	857.97	752.00
Adjustment made to contract price on account of :-		
Discount / Rebates		
a) Sales Return /Credits/Reversals	-	-
Revenue from contract with customer	857.97	752.00
Revenue from operations	857.97	752.00



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued) for the year ended 31 March 2024

44

Ratio	Numerator	Denominator	31 March 2024	31 March 2023	% change	Reason for variance
Current ratio	Current Assets	Current Liabilities	3.07	3.32	-25%	
Debt- Equity Ratio	Total Debt	Shareholder's Equity	0.08	0.10	-2%	
Debt Service Coverage ratio	Earnings for debt service = Net profit after taxes + Non-cash operating expenses	Debt service = Interest & Lease Payments + Principal Repayments	(4.50)	(4.50)	0%	Note 1
Return on Equity ratio	Net Profits after taxes – Preference Dividend	Average Shareholder's Equity	0.24	0.24	0%	
Inventory Turnover ratio	Cost of goods sold	Average Inventory	49.98	50.07	-9%	Note 2
Trade Receivable Turnover Ratio	Net credit sales = Gross credit sales - sales return	Average Trade Receivable	9.34	9.80	-46%	Note 3
Trade Payable Turnover Ratio	Net credit purchases = Gross credit purchases - purchase return	Average Trade Payables	1.65	1.21	44%	Note 4
Net Capital Turnover Ratio	Net sales = Total sales - sales return	Working capital = Current assets – Current liabilities	2.30	1.71	59%	Note 5
Net Profit ratio	Net Profit	Net sales = Total sales - sales return	19%	17%	2%	
Return on Capital Employed	Earnings before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	30%	30%	0%	
Return on Investment	Interest (Finance Income)	Investment	0	0	0%	

Definitions:

- Earning for available for debt service = Net Profit after taxes + Non-cash operating expenses like depreciation and other amortisations + Interest + other adjustments like loss on sale of
- Debt service = Interest & Lease Payments + Principal Repayments
- Average inventory = (Opening inventory balance + Closing inventory balance) / 2
- Net credit sales = Net credit sales consist of gross credit sales minus sales return
- Average trade receivables = (Opening trade receivables balance + Closing trade receivables balance) / 2
- Net credit purchases = Net credit purchases consist of gross credit purchases minus purchase return
- Average trade payables = (Opening trade payables balance + Closing trade payables balance) / 2
- Working capital = Current assets - Current liabilities.
- Earning before interest and taxes = Profit before exceptional items and tax + Finance costs - Other Income
- Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability

- Note 1 Increase on account of repayment of lease amount
 Note 2 Average inventory increased during the year
 Note 3 Average trade receivable decreased during the year
 Note 4 Purchase reduced during the year
 Note 5 Increase in current assets

45 Compliance with approved Scheme(s) of Arrangements

The company did not have any such arrangements in the current year.

46 Disclosure of Transactions with Struck off companies

The Company did not have any transactions with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956 during the financial year.



Ekopath Metropolis Lab Services Private Limited

Notes to the financial statements (Continued)

for the year ended 31 March 2024

47 No transactions to report against the following disclosure requirements as notified by MCA pursuant to amended Schedule III:

- (a) Crypto Currency or Virtual Currency
- (b) Benami Property held under Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder
- (c) Registration of charges or satisfaction with Registrar of Companies

(d) Relating to borrowed funds:

- i. Willful defaulter
- ii. Utilisation of borrowed funds & share premium
- iii. Borrowings obtained on the basis of security of current assets
- iv. Discrepancy in utilization of borrowings
- v. Current maturity of long term borrowings

As per our report of even date attached

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No: 101248W/W-100022



Rajesh Mehra

Partner

Membership No. 103145

Place: Mumbai

Date : 20 May 2024



Rakesh Agarwal

Director

Din No: 08614903

Place: Mumbai

Date : 20 May 2024

For and on behalf of the Board of Directors

Ekopath Metropolis Lab Services Private Limited

CIN: U93000MH2013PTC240481



Dr. Nilesh Shah

Director

DIN: 01130652

Place: Mumbai

Date : 20 May 2024