

M. C. JAIN & CO.
Chartered Accountants

**113, Inspire BKC, Main Road,
G Block, Bandra Kurla Complex,
Bandra East, Mumbai - 400051
Email:mumbai@mcjainandco.com**

To the Board of Directors of Metropolis Healthcare Limited

1. We have audited the conversion of the attached Balance Sheet of Metropolis Healthcare Uganda Limited ("the company") as at December 31, 2022, the Profit and Loss Account & Cash flow Statement for the year ended on the date annexed thereto (all collectively referred to as "Fit for Consolidation Accounts" or FFC Accounts). These FFC Accounts are the responsibility of the company's management.
2. The IFRS Financials were audited by the independent local auditors Springs & Tugye Associates LLP, Certified Public Accountants vide their audit report to express an opinion on these financial statements whether they are free from material misstatements. Our responsibility is to audit the conversion, based on financials Audited by Independent Auditors.
3. These FFC Accounts have been prepared for of preparation of consolidated financial statements by Metropolis Healthcare Ltd in accordance with the requirement of IND AS 110 "Consolidated Financial Statements" notified as per Companies (Indian Accounting Standards) Rules, 2015 ('Ind AS Rules'), of the Companies Act, 2013 & not to report Metropolis Healthcare Ghana Limited as a separate entity.
4. We are informed that, there are no significant transactions between January 1, 2023 to March 31, 2023 which need to be adjusted & would impact the consolidated financial statements of Metropolis Healthcare Limited & that the FFC Accounts have been prepared in Accordance with the accounting principles generally accepted in India & give a true and fair view.
5. This report is intended solely for the information & use of Board of Directors & management of Metropolis Healthcare Ghana Limited and Metropolis Healthcare Limited for the purpose of meeting the requirement of consolidation of the attached FFC Accounts with the financial statements of Metropolis Healthcare Limited & for the auditors of Metropolis Healthcare Ltd for expressing an audit opinion on the consolidated financial statements of Metropolis Healthcare Limited. This report is not intended to be & should not be used by anyone other than these specified parties or for any other purpose.

For M. C. Jain & Co.
Chartered Accountants



Partner
Membership no. 146059
Firm Registration no. 304012E
UDIN : 23146059BGYANM9994
Place: Mumbai
Date: 15th May, 2023

Offices At: Kolkata - Mumbai - Noida - Delhi

METROPOLIS HEALTHCARE UGANDA LTD.**Balance sheet as at 31 December 2022**

(Currency : Indian Rupees in lakhs)

Particulars	Notes	As at 31-Dec-22
I. ASSETS		
Non-current assets		
Property, Plant and Equipment	3	113.31
Deferred tax assets	4	26.41
Total non current assets		139.72
Current assets		
Financial Assets		
Trade receivables	6	3.91
Inventory	5	9.61
Cash and cash equivalents	7	8.40
Other current financial assets	8	1.64
Other current assets	9	52.99
Total Current Assets		76.55
TOTAL ASSETS		216.27
II. EQUITY AND LIABILITIES		
Equity		
Equity share capital	10	5.56
Other equity	11	(59.95)
Total Equity		(54.39)
Non current Liabilities		
Borrowings	12	197.76
Total Non current borrowing		197.76
Current liabilities		
Financial liabilities		
Trade payables	13	44.94
Other current financial liabilities	14	27.51
Other current liabilities	15	0.45
Total Current Liabilities		72.90
TOTAL EQUITY AND LIABILITIES		216.27

Significant Accounting Policies

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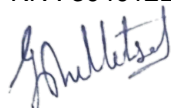
The accompanying notes form an integral part of these Financial Statements

As per our report of even date attached

For M.C.Jain & Co.

Chartered Accountants

FRN : 304012E


Vatsal Gohil

Partner

Membership No: 146059

UDIN No.:23146059BGYANM9994

**For and on behalf of the Board of Directors
METROPOLIS HEALTHCARE UGANDA LTD.**

Ameera Shah

Managing Director

DIN: 00208095

Place :Mumbai

Date : 15th May, 2023

Place :Mumbai

Date :15th May, 2023

METROPOLIS HEALTHCARE UGANDA LTD.**Statement of profit and loss for the year ended 31 December 2022**

(Currency : Indian Rupees in lakhs)

Particulars	Notes	For the year ended 31-12-2022
Income		
Revenue from Operations	16	20.35
Other income		-
Total Income		20.35
Expenses		
Cost of materials consumed	17	11.26
Laboratory testing charges	18	7.22
Employee Benefits Expenses	19	28.49
Finance Cost	20	8.20
Depreciation and Amortization Expenses	21	13.77
Other Expenses	22	35.42
Total Expenses		104.36
Loss before tax		(84.01)
Tax expense:		
2. Deferred Tax expense /(income)		(26.41)
Total Tax Expenses		(26.41)
Loss after tax		(57.60)
Other Comprehensive Income		
Items that will be reclassified subsequently to statement of profit or loss		
Exchange differences in translating financial statements of foreign operations		-2.35
Total Comprehensive loss		(59.95)
Earnings per equity share		
Basic earnings per share (Face value)	24	(230.40)
Diluted earnings per share (Face value)	24	(230.40)

Significant Accounting Policies

2

The accompanying notes form an integral part of these Financial Statements

As per our report of even date attached

For M.C.Jain & Co.

Chartered Accountants

FRN : 304012E

**Vatsal Gohil**

Partner

Membership No: 146059

UDIN No.:23146059BGYANM9994

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Ameera Shah

Managing Director

DIN: 00208095

Place :Mumbai

Date : 15th May, 2023

Place :Mumbai

Date :15th May, 2023

METROPOLIS HEALTHCARE UGANDA LTD.**Statement of Cash flows for the year ended 31 December 2022**

(Currency : Indian Rupees in lakhs)

Particulars	For the year ended 31-12-2022
Cash flows from operating activities	
Operating Loss before Tax	(84.01)
Add: Adjustment for:	
Depreciation	13.77
Provision for bad debt	0.21
Unrealised Forex loss	(0.65)
Interest expense	7.92
Effect of exchange difference on translation	(2.35)
Operating loss before working Capital changes	(65.11)
Decrease/(increase) in Trade receivables	(4.12)
Decrease/(Increase) in inventories	(9.61)
Decrease/(Increase) in other assets	(54.63)
Increase/(Decrease) in Trade & other payables	45.59
Increase/(Decrease) in other liabilities	27.96
Cash used in operations	(59.92)
Taxes paid	-
Net cash used in generating operating activities	(59.92)
Cash flows from investing activities	
Purchase of Property and Equipment	(127.08)
Proceeds from disposal of assets	-
Net cash from investing activities	(127.08)
Cash flows from financing activities	
Issue of share capital	5.56
Finance cost	(7.92)
Loan received	197.76
Net cash from financing activities	195.40
Net increase in cash & cash equivalents	8.41
Cash & cash equivalents at the beginning of the year	-
Cash & cash equivalents at the end of the year (refer note 6)	8.40

The accompanying notes form an integral part of these Financial Statements

As per our report of even date attached

For M.C.Jain & Co.

Chartered Accountants

FRN : 304012E


Vatsal Gohil

Partner

Membership No: 146059

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**For and on behalf of the Board of Directors
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Managing Director

DIN: 00208095

Place :Mumbai

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Date :15th May, 2023

METROPOLIS HEALTHCARE UGANDA LTD.**Statement of Changes in Equity (SOCIE) for the year ended 31 December 2022**

(Currency : Indian Rupees in lakhs except number of shares)

(a) Equity share capital	Number of shares	Rs. (in lakhs)
Balance as at 31 December 2021	-	-
Changes in equity share capital during the period	25,000	5.56
Balance as at 31 December 2022	25,000	5.56

b) Other Equity

Particulars	Reserves & Surplus	Other comprehensive income	Total
	Retained Earnings	Exchange differences on translation of foreign operations	
Profit for the year	(57.60)		(57.60)
Exchange differences on translating financial statements of foreign operations	-	(2.35)	(2.35)
As at 31 December 2022	(57.60)	(2.35)	(59.95)

The accompanying notes form an integral part of these Financial Statements

As per our report of even date attached

For M.C.Jain & Co.

Chartered Accountants

FRN : 304012E

**Vatsal Gohil**

Partner

Membership No: 146059

UDIN No.:23146059BGYANM9994

Place :Mumbai

Date : 15th May, 2023

**For and on behalf of the Board of Directors
METROPOLIS HEALTHCARE UGANDA LTD.**
Ameera Shah

Managing Director

DIN: 00208095

Place :Mumbai

Date : 15th May, 2023

1 Background of the Company and nature of operation

Metropolis Healthcare Uganda Limited ("the Company") is registered as a company in accordance with the Uganda Companies' Act. The Company was incorporated on August 24, 2022. The registered address of the Company is Plot No. 79, Buganda Road, Kampala, Uganda 1021915646, AFRICA. The Company is engaged in carrying out various medical laboratory tests.

2 Basis of preparation, Measurement and Significant accounting policies

2.1 Basis of preparation and measurement

(a) Statement of compliance:

The financial statements have been prepared in accordance with Indian Accounting Standards ("Ind AS") as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) Rules, 2018 and other relevant provisions of the Act.

The financial statements of the Company for the year ended 31 December 2022 were prepared in accordance with International Financial Reporting Standards and accordance with the Uganda's companies act and audited by the independent firm of Chartered Accountant registered in Uganda.

The Ind AS financial statements were authorised for issue by the Company's Board of Directors on 15th May 2023.

(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 realised in, or 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 realised 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.

Current vs non-current classification

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 ('Act'). Based on the nature of products and the time taken between acquisition of assets for processing and their realization in cash and cash equivalent, 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.

(c) 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

(d) Key estimates and assumptions

In preparing these financial statements, management has made 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.

The areas involving critical estimates or judgements are :

- i. Determination of useful lives of property, plant and equipment and intangibles; (Note 2.2(a))
- ii. Impairment test of non-financial assets (Note 2.2(b))
- iii. Recognition of deferred tax assets; (Note 2.2(k))
- iv. Recognition and measurement of provisions and contingencies; (Note 2.2(f))
- v. Fair value of financial instruments (Note 2.2(c))
- vi. Impairment of financial assets (Note 2.2(c))

1 Background of the Company and nature of operation

(e) Measurement of fair values

The Company's accounting policies and disclosures require financial instruments to be measured at fair values.

The Company has an established control framework with respect to the measurement of fair values. The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

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 used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is 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.

(f) Ind AS 116- Leases:

Ministry of Corporate Affairs ('MCA') has notified Ind AS 116 'Leases' which is effective from 1 April, 2020.

Ind AS 116 introduces a single lessee accounting model and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. A lessee is required to recognise a right-of-use asset representing its right to use the underlying leased asset and a lease liability representing its obligation to make lease payments. The Company is currently evaluating the effect of this accounting standard.

2.2 Significant Accounting Policies

a) Property plant and equipments

Recognition and measurement

Items of property, plant and equipment, are measured at cost less accumulated depreciation and any accumulated impairment losses.

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

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on derecognition of an item of property, plant and equipment is included in profit or loss when the item is derecognized.

Subsequent expenditure

Subsequent costs are included in the assets carrying amount or recognized as a separate asset, as appropriate only if it is probable that the future economic benefits associated with the item will flow to the Company and that the cost of the item can be reliably measured. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repair and maintenance are charged to profit and loss during the reporting period in which they are incurred.

Depreciation

Depreciation is provided, under the Reducing Balance Method, pro rata to the period of use, based on useful lives estimated by the management. The following are the useful life over which property, plant and equipments are depreciated:

- IT Equipments - 3 years.
- Motor Vehicles - 5 years.
- Furniture and fixtures -6 years
- Machinery and equipments - 6 years
- Leasehold Improvement- 5 years

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

1 Background of the Company and nature of operation

b) Impairment of non-financial assets

An impairment loss is recognized whenever the carrying value of an asset or a cash-generating unit exceeds its recoverable amount. Recoverable amount of an asset or a cash-generating unit is the higher of its fair value less costs of disposal and its value in use. An impairment loss, if any, is recognized in the Statement of Profit and Loss in the period in which the impairment takes place. The impairment loss is allocated first to reduce the carrying amount of any goodwill (if any) allocated to the cash generating unit and then to the other assets of the unit, pro rata based on the carrying amount of each asset in the unit.

Goodwill and intangible assets that have an indefinite useful life are not subject to amortization and are tested annually for impairment, or more frequently if events or changes in circumstances indicate that they might be impaired. Other assets are tested for impairment whenever events and changes in circumstances indicate the carrying amount may not be recoverable.

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 currency foreign exchange forward contracts, futures 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.

Subsequent measurement

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

- Amortized cost,
- Fair value through profit (FVTPL)

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 amortised 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 (basis EIR method) income from financial assets at fair value through profit or loss is recognised 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.

Derecognition:

A financial asset (or, where applicable, a part of a financial asset or a part of a group of similar financial assets) is primarily derecognized (i.e. removed from the Company's balance sheet) when:

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

The Company has transferred its rights 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 de-recognition, any gains or losses 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 109, 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.

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.

1 Background of the Company and nature of operation

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 as finance costs in the Statement of Profit and Loss

Derecognition

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 an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

d) Inventories

Inventories are valued at lower of cost and net realizable value. Cost comprises the cost of purchase and all other costs attributed to bring the goods to that 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.

e) Cash and Cash Equivalents

Cash and cash equivalents in the balance sheet and cash flow statement includes 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.

f) 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.

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 income is virtually certain. However the same are disclosed in the financial statements where an inflow of economic benefit is probable.

g) Revenue Recognition

Revenue comprise of revenue from providing healthcare services such as health check up and laboratory services.

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

Revenue is measured at the fair value of the consideration received or receivable, taking into account the amount of any discounts allowed by the entity.

h) 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 financial 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 contractual 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

Dividend income

Dividends are recognized in statement of profit and loss on the date on which the Company's right to receive payment is established.

1 Background of the Company and nature of operation

i) Employee Benefits

Short-term Employee benefits

Liabilities for wages and salaries including non-monetary benefits that are expected to be settled wholly 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 as 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.

The company contributes to the National Pension Fund & National Savings Fund, a statutory defined contribution scheme. The company's obligation under the scheme are limited to specific contributions as legislated from time to time. The company's contribution are charged to the statement of comprehensive income in the year to which they relate.

j) Leases:

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains a lease if fulfillment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in the arrangement.

Operating lease:

Leases of assets under which significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Lease payments /receipts under operating leases are recognized as an expense / income on a straight-line basis over the lease term unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

k) Income-tax

Income tax expense /income comprises current tax expense income and deferred tax expense income. It is recognized in profit or loss except to the extent that it relates to items recognized directly in equity or in OCI. 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. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretations and establishes provisions where appropriate.

- 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 amount 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 profit 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.

The measurement of deferred tax assets and liabilities reflects the tax consequences 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.
- iii) deferred tax asset / liabilities in respect of temporary differences which originate and reverse during the tax holiday period are not recognized. Deferred tax assets / liabilities in respect of temporary differences that originate during the tax holiday period but reverse after the tax holiday period are recognized.

1 Background of the Company and nature of operation

l) Foreign currency transactions

Functional and Presentation currency

The Company's financial statements are prepared in Indian Rupees (INR) which is the presentation currency. Company's functional currency is Tanzanian Shillings (TZS).

Transactions and balances

Foreign currency transactions are recorded on initial recognition in the functional currency using the exchange rate at the date of the transaction.

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

Exchange differences arising on the settlement or translation of monetary items are recognized in profit or loss in the year in which they arise except for the qualifying cash flow hedge, which are recognized in OCI to the extent that the hedges are effective

m) Dividend

The Company recognizes a liability for any dividend declared but not distributed at the end of the reporting period, when the distribution is authorized and the distribution is no longer at the discretion of the Company on or before the end of the reporting period.

n) Earnings per share:

Basic Earnings per share is calculated by dividing the profit or loss for the period 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 income 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.

o) Segment Reporting

The Company is considered to be a single segment company – engaged in Pathology service. Consequently, the Company has, in its primary segment, only one reportable business segment. Further the geographic segments are not applicable since assets are only in India.

METROPOLIS HEALTHCARE UGANDA LTD.
Notes to the financial statements for the year ended 31 December 2022
(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 December 2022

DESCRIPTION	Furniture and fixtures	Motor Vehicle	Laboratory equipment	IT Equipment	Office Equipment	Leasehold Improvement	Total
Cost as at 1 January 2022	-	-	-	-	-	-	-
Additions	10.68	10.28	61.38	6.16	19.51	19.06	127.08
Deletions during the year	-	-	-	-	-	-	-
Translation reserve	-	-	-	-	-	-	-
Cost as at 31 December 2022 (A)	10.68	10.28	61.38	6.16	19.51	19.06	127.08
Accumulated depreciation as at 1 January 2022	-	-	-	-	-	-	-
Depreciation for the year	0.95	0.87	4.68	1.34	1.41	4.51	13.77
Deletion on disposal of assets	-	-	-	-	-	-	-
Translation reserve	-	-	-	-	-	-	-
Accumulated depreciation as at 31 December 2022 (B)	0.95	0.87	4.68	1.34	1.41	4.51	13.77
Net carrying amount as at 31 December 2022 (A) - (B)	9.74	9.40	56.70	4.82	18.10	14.55	113.31
Net carrying amount as at 31 December 2021	-	-	-	-	-	-	-

METROPOLIS HEALTHCARE UGANDA LTD.
Notes to the financial statements for the year ended 31 December 2022

(Currency : Indian Rupees in lakhs)

Particulars	31-Dec-22					
3 Property, Plant and Equipment	113.31					
4 Deferred Tax Assets						
Deferred Tax Liabilities						
Difference between book base and tax base of tangible and intangible assets	(0.65)					
Deferred Tax Assets						
Interest U/s 25	(2.38)					
Unrealised foreign exchange losses	0.14					
Tax losses carried forward	(23.52)					
Deferred tax assets (net)/ (Deferred tax liabilities (net))	(26.41)					
Total	(26.41)					
5 Inventories (valued at lower of cost and net realisable value)						
Raw materials	9.61					
Total	9.61					
6 Trade Receivable						
<u>Secured, considered good</u>						
From related parties						
From others	4.12					
<u>Considered Doubtful</u>	0.21					
Total	3.91					
Trade receivables Ageing Schedule						
As at 31 December 2022						
Particulars	Curent 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	
Undisputed Trade Receivables – considered good	2.15	1.76				3.91
Undisputed Trade Receivables – considered doubtful		0.21				0.21
Disputed Trade receivables - considered good						-
Disputed Trade Receivables – considered doubtful						-
Total	2.15	1.97	-	-	-	4.12
7 Cash and cash equivalents						
Cash on hand						1.39
Balances with banks						
- in current accounts						7.01
- in fixed deposit accounts with maturity within 3 months						-
Total						8.40
8 Other current financial assets <i>(Unsecured, considered good)</i>						
Security deposits						1.64
Total						1.64
9 Other current assets <i>(Unsecured, considered good)</i>						
Prepaid Expenses						42.58
Advance to suppliers						0.35
Prepaid Insurance						0.06
Prepaid rent						10.00
<i>(Unsecured, considered doubtful)</i>						
Less : Provision for doubtful advances						-
Total						52.99

10 Share capital	
Equity share capital	5.56
Total	5.56

11 Other equity	
Retained Earnings	(57.60)
Other comprehensive Income- Foreign currency translation reserve	(2.35)
	(59.95)
Retained Earnings	
Opening Balance	-
Add: Transferred from the statement of profit and loss	(57.60)
Closing Balance	(57.60)
Other comprehensive income- Foreign Currency Translation Reserve	
Opening Balance	-
Movement during the year	(2.35)
Closing Balance	(2.35)

12 Borrowings	
Due to related parties	197.76
Dues to others	
	197.76
The above loan is received from Metropolis Healthcare Mauritius Limited (Holding Company) and carries a fixed rate of interest of 12% p.a. The loan is payable on demand.	

13 Trade payables	
Total outstanding due to micro and small enterprises	
Due to related parties	6.83
Dues to others	38.11
Total	44.94

Trade payables Ageing Schedule

As at 31 December 2022

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 Year	1-2 years	2-3 years	More than 3 years	Total
Total outstanding dues of micro enterprises and small enterprises	-				-
Total outstanding dues of creditors other than micro enterprises	44.94				44.94
Disputed dues of micro enterprises and small enterprises					-
Disputed dues of creditors other than micro enterprises and					-
Total	44.94	-	-	-	44.94

14 Other current financial liabilities	
Interest payable to related parties	15.95
Employee related dues	1.91
Creditors for expenses	9.65
Total	27.51

15 Other current liabilities	
Employee related dues	
Statutory dues*	0.45
	0.45

* Statutory Dues payable include contribution to Social Security and National Insurance Trust etc.

METROPOLIS HEALTHCARE UGANDA LTD.
Notes to the financial statements for the year ended 31 December 2022
(Currency : Indian Rupees in lakhs, except for number of shares)

10 Equity share capital

a. Details of authorised, issued and subscribed share capital

	31-Dec-22	
	Number	Amount
Authorised Capital 25000 Ordinary Shares of Ushs.1,000/- each	25,000	5.56
Issued, Subscribed and fully Paid up 25,000 shares of Ushs.1,000/- each	25,000	5.56
	25,000	5.56

b. Reconciliation of number of shares at the beginning and at the end of the year

	31-Dec-22	
	Number	Amount
Shares outstanding at the beginning of the year		-
Add: Shares issued during the year	25,000	5.56
Less: Shares bought back during the year	-	-
Shares outstanding at the end of the year	25,000	5.56

c. Shares held by holding / ultimate holding company and / or their subsidiaries

	31-Dec-22	
Name of shareholder	Number	Amount
Holding company Metropolis Healthcare (Mauritius) Ltd	25,000	5.56
	25,000.00	5.56

d. Particulars of shareholders holding more than 5% of shares held

	31-Dec-22	
Name of Shareholder	No of Equity shares held	Percentage
Metropolis Healthcare (Mauritius) Ltd	25,000	100%

d. Terms/rights attached to equity shares

The Company has only one class of ordinary shares having a par value of Ushs 1000 per share. Each holder of ordinary shares is entitled to one vote per share. The Company declares and pays dividends in Ushs. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except interim dividend.

In the event of liquidation of the Company, the holders of ordinary shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts, if any. The distribution will be in proportion to the number of ordinary shares held by the shareholders.

e. 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 reporting date

The Company has neither issued any bonus shares nor has there been any buy back of shares during the five years immediately preceding 31 December 2022.

METROPOLIS HEALTHCARE UGANDA LTD.**Notes to the financial statements for the year ended 31 December 2022**

(Currency : Indian Rupees in lakhs)

Particulars	For the year ended 31-Dec-22
16 Revenue from Operations	
Sale of services	20.35
	20.35
17 Cost of materials consumed	
Opening stock	-
Add: Purchases	20.87
	20.87
Less: Closing stock	9.61
	11.26
18 Laboratory testing charges	
Laboratory testing charges	7.22
	7.22
19 Employee Benefits Expenses	
Salaries, wages and bonus	27.68
Staff welfare	0.81
	28.49
20 Finance cost	
Interest on loan form related parties	7.92
Others	0.28
	8.20
21 Depreciation	
Depreciation of property, plant and equipment	13.77
	13.77
22 Other Expenses	
Rent	8.37
Power, fuel ,electricity	1.36
Legal, professional and consultancy fees	3.02
Payments to auditors	1.50
Advertising and marketing expenses	1.38
Business promotional expenses	0.68
Postage,Courier and communication expenses	0.14
Travelling expenses	0.50
Printing and stationery	2.85
Security charges	0.27
Water charges	0.16
Miscellaneous expenses	13.22
Provision for Bad debts	0.21
Rates & Taxes	0.06
Exchange fluctuation loss (realised)	(0.18)
Exchange fluctuation loss (unrealised)	(0.47)
Transport Charges	0.44
Bank charges	0.36
Bio Medical Waste	0.03
Office expenses	1.52
	35.42

METROPOLIS HEALTHCARE UGANDA LTD.**Notes to the financial statements for the year ended 31 December 2022**

(Currency : Indian Rupees in lakhs)

23 Income taxes**Tax expense****(a) Amounts recognised in statement of profit and loss**

	For the year ended 31 December 2022
Current tax expense	
Current year	-
Changes in estimates related to prior period	-
	-
Deferred tax expense	
Origination and reversal of temporary differences	(26.41)
	(26.41)
Tax expense for the year	(26.41)

(b) Amounts recognised in other comprehensive income

	For the year ended 31 December 2022		
	Before tax	Tax (expense) benefit	Net of tax
Items that will be subsequently reclassified to statement of profit or loss			
Exchange differences in translating financial statements of foreign operations	(2.35)	-	(2.35)
	(2.35)	-	(2.35)

(c) Reconciliation of effective tax rate

	For the year ended 31 December 2022
Profit before tax	(84.01)
Statutory income tax rate	30.00%
Expected income tax expense	(25.20)
Tax effect of:	
Expenses not deductible for tax purposes	(1.21)
Total tax expense	(26.41)
Tax expense as per profit or loss	(26.41)

METROPOLIS HEALTHCARE UGANDA LTD.**Notes to the financial statements for the year ended 31 December 2022**

(Currency : Indian Rupees in lakhs)

25 Related party Transactions

List of Related Companies	Relationship
Mr. Sushil Kanubhai Shah	Director
Ms. Ameera Sushil Shah	Director
Metropolis Healthcare Mauritius Limited	Holding Company

Related Party Transactions :

Particulars	Holding Company Metropolis Healthcare Mauritius Limited	Ultimate Holding Company Metropolis Healthcare Limited	Metropolis Star Labs Kenya Limited
Metropolis Healthcare Mauritius Limited			
Loan Taken	197.76		
Interest Expenses	9.85		
Outsource test charges		6.71	0.51

Balances as at 31st December 2022

Particulars	Holding Company Metropolis Healthcare Mauritius Limited	Ultimate Holding Company	Kenya
Loan Payable	197.76		
Interest Payable	15.95		
Trade Payable- Outsource test charges		6.69	0.14
TOTAL	213.71	6.69	0.14

METROPOLIS HEALTHCARE UGANDA LTD.**Notes to the financial statements for the year ended 31 December 2022**

(Currency : Indian Rupees in lakhs)

24 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.

Particulars	31-Dec-22
i. Profit attributable to equity holders (Rs in lakhs)	
Profit attributable to equity holders for basic and diluted EPS	(57.60)
	<u>(57.60)</u>
ii. Weighted average number of ordinary shares	
Issued ordinary shares at 1 January	-
Add/(Less): Effect of shares issued/ (bought back)	25,000
Weighted average number of shares for calculating basic EPS	<u>25,000</u>
Effect of dilution	
Weighted average number of shares for calculating diluted EPS	<u>25,000</u>
iii. Basic earnings per share (Rs)	(230.40)
iv. Diluted earnings per share (Rs)	(230.40)

26 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. 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.

	As at 31 December 2022							
	Carrying amount				Fair value			
	Fair value through profit and loss	Fair value through other comprehensive income	Amotised Cost	Total	Level 1 - Quoted price in active markets	Level 2 - Significant observable inputs	Level 3 - Significant unobservable inputs	Total
Non Current Financial assets								
Trade receivables			3.91	3.91				
Cash and cash equivalents			8.40	8.40				
Current loans			-	-				
Other current financial assets			1.64	1.64				
	-	-	13.95	13.95	-	-	-	-
Non Current Financial liabilities								
Borrowings				-		-		-
Current Financial liabilities								
Borrowings			197.76	197.76				
Trade payables			44.94	44.94				
Other current financial liabilities			27.51	27.51				
	-	-	270.21	270.21		-		-

Note: There are no other categories of financial instruments other than those mentioned above

The Fair value of current loans, cash and cash equivalents, other bank balances, trade receivables, trade payables approximated their carrying value largely due to short term maturities of these instruments.
Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual creditworthiness of the counterparty. Based on this evaluation, allowances are taken to account for expected losses of these receivables. Accordingly, fair value of such instruments is not materially different from their carrying amounts.

B. Fair value heirarchy

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 heirarchy 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. 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	Inter-relationship between
Non current financial assets and liabilities measured at amortized cost	Not applicable	Not applicable	Not applicable

Transfers between Levels

There have been no transfers between levels during the reporting periods

METROPOLIS HEALTHCARE UGANDA LTD.**Notes to the financial statements for the year ended 31 December 2022**

(Currency : Indian Rupees in lakhs)

26 Financial instruments – Fair values and risk management (continued)**Financial risk management**

The Corporation's Board of Directors has overall responsibility for the establishment and oversight of the Corporation's risk management framework. The Risk Management Committee of the Board has defined roles and responsibilities, which includes reviewing and recommending the risk management plan and the risk management report for approval of the Board with the recommendation of the Audit Committee. The Corporation has adopted a Risk Management Charter and Policy for self-regulatory processes and procedures for ensuring the conduct of the business in a risk conscious manner.

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

- Credit risk
- Liquidity risk
- Market 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. 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 accounted for 10% or more of the total trade receivables as at the year end.

The Company has used a practical expedient by computing the expected credit loss allowance for trade receivables based on a provision matrix.

	Gross carrying amount 31 Dec, 2022
Future dues not impaired	
Not Due	2.15
Past due 0–90 days	-
Past due 91–180 days	1.97
	<u>4.12</u>

b. Cash and cash equivalents and Other bank balances

The Company held cash and cash equivalents and other bank balances of INR equivalent Rs. 8.40 lakhs as at 31 December, 2022. The company only deposits cash with major banks with high quality credit standing and limits exposure to any one counter - party.

c. Other financial assets

The company has placed security deposits with parties having good credit rating. Other than trade receivables, the Company has no other financial assets that are past due but not impaired.

METROPOLIS HEALTHCARE UGANDA LTD.**Notes to the financial statements for the year ended 31 December 2022**

(Currency : Indian Rupees in lakhs)

26 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. Prudent liquidity risk management implies maintaining sufficient cash and marketable securities, the availability of funding through an adequate amount of committed credit facilities. 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.

As at 31 December 2022	Carrying amount	Contractual cash flows				Payable On Demand
		Total	Upto 1 year	1-3 years	Beyond 3 years	
Non-derivative financial liabilities						
Borrowings	197.76	197.76	197.76			-
Trade payables	44.94	44.94	44.94	-	-	-
Other current financial liabilities	27.51	27.51	27.51	-	-	-
Total	270.21	270.21	270.21	-	-	-

METROPOLIS HEALTHCARE UGANDA LTD.**Notes to the financial statements for the year ended 31 December 2022**

(Currency : Indian Rupees in lakhs)

26 Financial instruments – Fair values and risk management (continued)**Market risk**

Market risk is the risk that changes in market prices – such as foreign exchange rates, interest rates and equity prices – will affect the Company's income or the value of its holdings of financial instruments. Market risk is attributable to all market risk sensitive financial instruments including foreign currency receivables and payables. We are exposed to market risk primarily related to foreign exchange rate risk and interest rate risk. Thus, our exposure to market risk is a function of revenue generating and operating activities in foreign currency. The objective of market risk management is to avoid excessive exposure in our foreign currency revenues and costs.

a. Currency risk

The Company is exposed to currency risk on account of transaction with its holding company and other parties. The functional currency of the Company is SHS and presentation currency is INR. The company operates internationally and is exposed to foreign exchange risk arising from various currency exposures primarily with respect to the US Dollar. Foreign exchange risk arises from future commercial transactions, recognised assets and liabilities.

Exposure to currency risk (Exposure in different currencies converted to presentation currency i.e. Indian Rupees)

The currency profile of financial assets and financial liabilities as at 31 December 2022 are as below:

31 December 2022	INR
Financial assets (A)	-
Financial liabilities (B)	
Borrowings	197.76
Interest Payable	15.95
Trade and other payables	6.83
Net exposure (A - B)	(220.54)

A reasonably possible strengthening (weakening) of USD against INR at December 31,2022 would have affected the measurement of financial instruments denominated in foreign currencies and affected Statement of profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases.

	31 December 2022	
Effect in INR	Strengthening	Weakening
3% movement		
USD	(6.62)	6.62
	(6.62)	6.62

METROPOLIS HEALTHCARE UGANDA LTD.**Notes to the financial statements for the year ended 31 December 2022**

(Currency : Indian Rupees in lakhs)

26 Financial instruments – Fair values and risk management (continued)**b. 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. Since the Company does not have any variable interest bearing financial instruments, there is no interest rate risk.

	31 December 2022
Fixed-rate instruments	
Financial assets	
Financial liabilities	197.76
	197.76
Variable-rate instruments	
Financial assets	-
Financial liabilities	-
	-
Total	197.76

27 Financial instruments – Fair values and risk management (continued)

Capital Disclosure
The Company's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. Management monitors the return on capital as well as the level of dividends to ordinary shareholders.

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 loans and borrowings, less cash and cash equivalents. Adjusted equity comprises all components of equity other than amounts accumulated in the hedging reserve.

	31 December 2022
Non-current borrowings	197.76
Gross Debt	
Less : Cash and cash equivalent	8.40
Adjusted net debt	<u>189.36</u>
Total equity	(54.39)
	-
Adjusted equity	<u>(54.39)</u>
Adjusted net debt to adjusted equity ratio	(3.48)
Debt equity considering only borrowings as debt	-

METROPOLIS HEALTHCARE UGANDA LTD.**Notes to the financial statements for the year ended 31 December 2022****(Currency : Indian Rupees in lakhs)****28 Ratio Analysis and its elements**

Ratio	Numerator	Denominator	31-Dec-22
Current ratio	Current Assets	Current Liabilities	1.05
Debt- Equity Ratio	Total Debt	Shareholder's Equity	(3.64)
Debt Service Coverage ratio	Earnings for debt service = Net profit after taxes + Non-cash operating expenses	Debt service = Interest & Lease Payments + Principal Repayments	(5.35)
Return on Equity ratio	Net Profits after taxes – Preference Dividend	Average Shareholder's Equity	NA
Inventory Turnover ratio	Cost of goods sold	Average Inventory	NA
Trade Receivable Turnover Ratio	Net credit sales = Gross credit sales - sales return	Average Trade Receivable	NA
Trade Payable Turnover Ratio	Net credit purchases = Gross credit purchases - purchase return	Average Trade Payables	NA
Net Capital Turnover Ratio	Net sales = Total sales - sales return	Working capital = Current assets – Current liabilities	5.58
Net Profit ratio	Net Profit	Net sales = Total sales - sales return	(2.83)
Return on Capital Employed	Earnings before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	(0.35)
Return on Investment	Interest (Finance Income)	Investment	-

METROPOLIS HEALTHCARE UGANDA LTD.**Notes to the financial statements for the year ended 31 December 2022**

(Currency : Indian Rupees in lakhs)

29 Auditors' remuneration

Statutory audit fees

Total**31 December 2022**

1.50

1.50

30 Operating lease obligations

The Company has taken various commercial properties on leases for its offices, laboratories and staff accommodation. The lease expenses for year ended 31st December 2022 amounts to ₹ 8.37 lakhs. There are no future minimum rentals payable under non-cancellable operating leases since all leases are of cancellable nature.

31 Employee benefits**Defined contribution plan**

The Company contributes towards Workers Compensation Fund and towards National Social Security Fund as per the statutory requirements of Uganda. The amount of contribution to National Social Security Fund and Workers Compensation Fund recognised as expenses for the year ended 31st December 2022 is ₹ 2.28 lakhs.

For M.C.Jain & Co.

Chartered Accountants

FRN : 304012E

Vatsal Gohil

Partner

Membership No: 146059

UDIN No.:23146059BGYANM9994

Place :Mumbai

Date : 15th May, 2023

**For and on behalf of the Board of Directors
METROPOLIS HEALTHCARE UGANDA LTD.****Ameera Shah**

Managing Director

DIN: 00208095

Place :Mumbai

Date :15th May, 2023