

# BSR & Co. LLP

Chartered Accountants

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## Independent Auditor's Report

### To the Members of Centralab Healthcare Services Private Limited

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the financial statements of Centralab Healthcare Services Private Limited (the "Company") which comprise the balance sheet as at 31 March 2025, 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 2025, 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-6181) 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



Page 1 of 11

**Independent Auditor's Report (Continued)**  
**Centralab Healthcare 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.

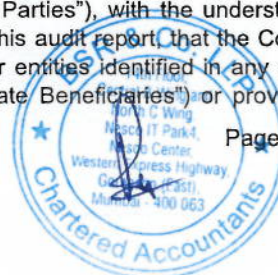
**Report on Other Legal and Regulatory Requirements**

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)**  
**Centralab Healthcare 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 matter stated in the paragraph 2(B)(f) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 and that (1) back-up of the accounting software has not been kept on servers physically located in India and on a daily basis, (2) back-up of inventory management software which form part of the 'books of account and other relevant books and papers in electronic mode' have not been maintained on a daily basis and, (3) back-up of the customer management software, which forms part of the 'books of account and other relevant books and papers in electronic mode', has not been maintained on a daily basis and in respect of which we are unable to comment whether back-up has been kept on servers physically located in India due to absence of information available with the Company.
- 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 1 April 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2025 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) of the Act 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 has disclosed the impact of pending litigations as at 31 March 2025 on its financial position in its financial statements - Refer Note 36 to the financial statements.
- 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 their knowledge and belief, as disclosed in the Note 37 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, as on the date of this audit report 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 their knowledge and belief, as disclosed in the Note 37 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, as on the date of this audit report, 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



**Independent Auditor's Report (Continued)**  
**Centralab Healthcare Services Private Limited**

guarantee, security or the like on behalf of the Ultimate Beneficiaries.

- (iii) Based on the audit procedures 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.
- f. 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, along with access management tools, as applicable, which have a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the respective softwares:

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 softwares used for maintaining general ledger and customer records, 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 softwares.

Further, for the periods 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. Additionally, where audit trail (edit log) facility was enabled and operated in the previous year, the audit trail has been preserved by the Company as per the statutory requirements for record retention.

- 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. 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

Date: 13 May 2025

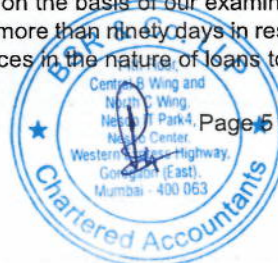
Membership No.: 103145

ICAI UDIN:25103145BMOVSF3415

**Annexure A to the Independent Auditor's Report on the Financial Statements of Centralab Healthcare Services Private Limited for the year ended 31 March 2025**

**(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 in a phased manner over a period of three years. In accordance with this programme, certain 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, except goods-in-transit (internal transfer), has been physically verified by the management during the year. For goods-in-transit (internal transfer) subsequent evidence of receipts has been linked with inventory records. 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)(b) of the Order are not applicable to the Company.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, in the case of loans given, in our opinion the repayment of principal and payment of interest has been stipulated and the repayments or receipts have been regular. Further, the Company has not given any advance in the nature of loan to any party during the year.
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no overdue amount for more than ninety days in respect of loans given. Further, the Company has not given any advances in the nature of loans to any party during the year.



**Annexure A to the Independent Auditor's Report on the Financial Statements of Centralab Healthcare Services Private Limited for the year ended 31 March 2025 (Continued)**

- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no loan or advance in the nature of loan granted falling due during the year, which has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to same parties.
- (f) 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 granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment.
- (iv) 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, or provided any guarantee or security as specified under Section 185 and 186 of the Companies Act, 2013 ("the Act"). In respect of the loans given by the Company, in our opinion the provisions of Section 185 and 186 of the Act have been complied with.
- (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.
- (vi) 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 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, in our opinion, the undisputed statutory dues including Goods and Service Tax, Provident Fund, Employees State Insurance, Income-Tax, or other statutory dues have 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, Employees State Insurance, Income-Tax, Duty of Customs or Cess or other statutory dues were in arrears as at 31 March 2025 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, 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 on account of any dispute are as follows:

Name of the statute	Nature of the dues	Amount (Rs. in lakhs)	Period to which the amount relates	Forum where dispute is pending	Remarks , if any
The Income Tax Act, 1961	Tax, interest and penalty	64.20	2020-21	Commissioner of Income Tax Appeals	

- (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,



**Annexure A to the Independent Auditor's Report on the Financial Statements of Centralab Healthcare Services Private Limited for the year ended 31 March 2025 (Continued)**

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 did not have any loans or borrowings from any lender during the year. Accordingly, clause 3(ix)(a) of the Order is not applicable to the Company.
- (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) In our opinion and according to the information and explanations given to us by the management, the Company has not obtained any term loans. 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 financial statements 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 2025. Accordingly, clause 3(ix)(e) is not applicable.
- (f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies (as defined under the Act).
- (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.
- (xi) (a) During the course of our examination of the books and records of the Company and according to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the year.
- (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 or SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- (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) The Company is a wholly owned subsidiary of a public limited company and accordingly 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



**Annexure A to the Independent Auditor's Report on the Financial Statements of Centralab Healthcare Services Private Limited for the year ended 31 March 2025 (Continued)**

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 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



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**Annexure A to the Independent Auditor's Report on the Financial Statements  
of Centralab Healthcare Services Private Limited for the year ended 31 March  
2025 (Continued)**

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.:101248W/W-100022



**Rajesh Mehra**

*Partner*

Place: Mumbai

Date: 13 May 2025

Membership No.: 103145

ICAI UDIN:25103145BMOVSF3415

**Annexure B to the Independent Auditor's Report on the financial statements of Centralab Healthcare Services Private Limited for the year ended 31 March 2025**

**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 Centralab Healthcare Services Private Limited ("the Company") as of 31 March 2025 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 2025, 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



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**Annexure B to the Independent Auditor's Report on the financial statements of Centralab Healthcare Services Private Limited for the year ended 31 March 2025 (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: 13 May 2025

Membership No.: 103145

ICAI UDIN:25103145BMOVSF3415

# Centralab Healthcare Services Private Limited

## Balance Sheet as at 31 March 2025

(Currency - Indian Rupees in lakhs)

Particulars	Note	As at 31 March 2025	As at 31 March 2024
<b>ASSETS</b>			
<b>Non-current assets:</b>			
Property, plant and equipment	3	273.49	231.77
Right of use assets	34	58.48	78.83
Goodwill	4	55.51	55.51
Other intangible assets	4	13.37	12.96
Financial assets:			
(i) Loan	5	4.00	4.00
(ii) Other financial assets	6	74.17	40.67
Deferred tax assets (net)	30	37.03	22.71
Non current tax assets (net)	7	82.94	12.40
<b>Total non-current assets</b>		<b>598.99</b>	<b>458.84</b>
<b>Current assets:</b>			
Inventories	8	46.02	41.57
Financial Assets:			
(i) Trade receivables	9	330.94	272.50
(ii) Cash and cash equivalents	10	54.44	93.31
(iii) Bank balances other than (ii) above	11	88.51	151.46
(iv) Other financial assets	12	36.77	36.64
Other current assets	13	517.93	102.34
<b>Total current assets</b>		<b>1,074.61</b>	<b>697.82</b>
<b>TOTAL ASSETS</b>		<b>1,673.60</b>	<b>1,156.66</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity:</b>			
(i) Equity share capital	14	435.00	435.00
(ii) Other equity	15	897.58	364.08
<b>Total Equity</b>		<b>1,332.58</b>	<b>799.08</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Financial Liabilities			
(i) Lease liabilities	34	34.59	24.50
Provisions	16	17.29	16.06
<b>Total non-current liabilities</b>		<b>51.88</b>	<b>40.56</b>
<b>Current liabilities</b>			
Financial Liabilities			
(i) Lease liabilities	34	26.08	57.68
(ii) Trade payables			
- Total outstanding due of micro enterprises and small enterprises		3.56	-
- Total outstanding dues of creditors other than micro enterprises and small enterprises	17	207.28	220.58
(iii) Other financial liabilities	18	10.27	16.57
Other current liabilities	19	25.71	13.03
Provisions	20	7.48	3.24
Current tax liabilities (net)	21	8.76	5.31
<b>Total current liabilities</b>		<b>289.14</b>	<b>317.01</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1,673.60</b>	<b>1,156.66</b>

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

The accompanying notes 1 to 46 are an integral part of these financial statements.

As per our report of even date attached

For BSR & Co., LLP  
Chartered Accountants  
Firm's Registration No: 101248W/W-100022

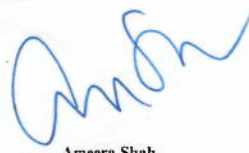


Rajesh Mehra  
Partner  
Membership No: 103145  
Place: Mumbai  
Date: 13 May 2025

For and on behalf of the Board of Directors  
Centralab Healthcare Services Private Limited  
CIN - U85110KA2011PTC057920



Aditya Shinde  
Additional Director  
DIN: 10838352  
Place:  
Date:



Ameera Shah  
Director  
DIN : 00208095  
Place :  
Date:



# Centralab Healthcare Services Private Limited

## Statement of Profit and Loss

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

Particulars	Note	31 March 2025	31 March 2024
<b>Income</b>			
Revenue from operations	22	2,541.16	1,737.76
Other income	23	9.75	19.96
<b>Total Income</b>		<b>2,550.91</b>	<b>1,757.72</b>
<b>Expenses</b>			
Cost of materials consumed	24	315.27	219.24
Laboratory testing charges	25	177.61	181.87
Employee benefits expense	26	413.57	218.64
Finance costs	27	6.98	11.05
Depreciation and amortisation expenses	28	86.00	96.73
Other expenses	29	841.92	503.10
<b>Total expenses</b>		<b>1,841.35</b>	<b>1,230.63</b>
<b>Profit before tax</b>		<b>709.56</b>	<b>527.09</b>
<b>Tax expense:</b>			
Current tax	30	189.20	129.50
Deferred tax charge	30	(14.03)	5.83
<b>Total tax expenses</b>		<b>175.17</b>	<b>135.33</b>
<b>Profit for the year</b>		<b>534.40</b>	<b>391.76</b>
<b>Other comprehensive income</b>			
<u>Items that will not be reclassified to profit or loss</u>			
Remeasurements of the defined benefit plans		(1.18)	(1.95)
Income tax on Remeasurements of the defined benefit plans		0.30	0.49
<b>Other comprehensive income for the year, net of income tax</b>		<b>(0.88)</b>	<b>(1.46)</b>
<b>Total comprehensive income for the year</b>		<b>533.52</b>	<b>390.30</b>
Earnings per equity share (Face value of Rs. 10 each)			
(1) Basic earnings per share	31	12.26	8.97
(2) Diluted earnings per share	31	12.26	8.97

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

The accompanying notes 1 to 46 are 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

For and on behalf of the Board of Directors

Centralab Healthcare Services Private Limited

CIN: U85110KA2011PTC057920



Rajesh Mehra

Partner

Membership No: 103145

Place : MUMBAI

Date: 13 May 2025



Aditya Shinde

Additional Director

DIN: 10838352

Place :

Date:



Ameera Shah

Director

DIN : 00208095

Place :

Date:



# Centralab Healthcare Services Private Limited

## Statement of Cash Flows for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

Particulars	31 March 2025	31 March 2024
<b>A Cash flow from operating activities</b>		
Profit before tax	709.56	527.09
Adjustments for :	(0.18)	-
Sundry balance written back		
Repayment of Lease Liabilities	75.18	-
Provision for bad and doubtful debts (net)	(7.41)	(4.64)
Interest income from bank	(2.17)	(15.32)
Interest income from Others	6.98	11.05
Finance costs	86.00	96.73
Depreciation and amortisation expense		
<b>Cash generated from operations before working capital changes</b>	<b>867.97</b>	<b>614.91</b>
<b>Adjustments:</b>		
(Increase) in financial assets	(32.00)	(37.19)
(Increase) in inventories	(4.45)	(16.17)
(Increase) in trade receivables	(133.44)	(166.50)
(Increase) in other assets	(415.59)	(94.59)
(Decrease) / Increase in provision	4.29	1.75
(Decrease) / Increase in trade payable	(9.74)	66.31
Increase / (Decrease) in other current financial liabilities	0.09	(1.93)
Increase in other current liabilities	12.62	6.29
<b>Cash generated from operating activities</b>	<b>289.75</b>	<b>372.90</b>
Income tax paid (net)	(256.29)	(142.95)
<b>Net cash generated from operating activities (A)</b>	<b>33.46</b>	<b>229.95</b>
<b>B Cash flows from investing activities</b>		
Purchase of property, plant and equipment including capital advances	(78.26)	(146.78)
Interest received	5.95	22.27
Net investment in deposits (having original maturity of more than three months)	-	(98.14)
Proceeds from redemption of bank term deposit having maturity more than 3 month	64.95	-
Proceeds from repayment of loan given to related parties (Net)	-	320.00
<b>Net cash flows generated (used in) / from investing activities (B)</b>	<b>(7.35)</b>	<b>97.35</b>
<b>C Cash flow from financing activities</b>		
Payment of lease liabilities	(57.42)	(86.72)
Interest on lease liabilities	(6.98)	-
Payment of dividend	-	(250.00)
<b>Net cash flows (used in) financing activities (C)</b>	<b>(64.40)</b>	<b>(336.72)</b>
<b>Net (decrease) in cash and cash equivalents (A) + (B) + (C)</b>	<b>(38.29)</b>	<b>(9.42)</b>
<b>Cash and Cash Equivalents at the beginning of the year</b>	<b>93.35</b>	<b>102.76</b>
<b>Cash and Cash Equivalents at the end of the year</b>	<b>55.06</b>	<b>93.35</b>



# Centralab Healthcare Services Private Limited

## Statement of Cash Flows (Continued)

for the year ended 31 March 2025

- 1 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 equivalents with the balance sheet

	31 March 2025	31 March 2024
Balances with banks		
- in current accounts	53.66	92.53
Cash on hand	0.78	0.78
	<u>54.44</u>	<u>93.31</u>

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

Particulars	1 April 2024	Cash flows	Non cash changes	31 March 2025
Lease liabilities (refer note 34)	82.18	(57.42)	35.90	60.67
<b>Total</b>	<b>517.18</b>	<b>(57.42)</b>	<b>35.90</b>	<b>495.67</b>

The accompanying notes 1 to 46 are 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: **13 May 2025**

For and on behalf of the Board of Directors  
Centralab Healthcare Services Private Limited  
CIN - U85110KA2011PTC057920



**Aditya Shinde**  
Additional Director  
DIN: 10838352  
Place :  
Date:



**Ameera Shah**  
Director  
DIN : 00208095  
Place :  
Date:



# Centralab Healthcare Services Private Limited

## Statement of Changes in Equity

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

### (a) Equity share capital (Refer note 14)

	Number of shares	Amount
Balance as at 1 April 2023	43,50,000	435.00
Changes in equity share capital during the year	-	-
Balance as at 31 March 2024	43,50,000	435.00
Balance as at 1 April 2024	43,50,000	435.00
Changes in equity share capital during the year	-	-
Balance as at 31 March 2025	43,50,000	435.00

### (b) Other equity

Particulars	Reserves & Surplus	
	Retained earnings	
Balance as at 1 April 2023		223.78
Profit for the year		391.76
Less: Interim dividend		(250.00)
Remeasurement of defined benefit plans (net of income tax)		(1.46)
<b>Total comprehensive income</b>		<b>140.30</b>
Balance as at 31 March 2024		<b>364.08</b>
Balance as at 1 April 2024		364.08
Profit for the year		534.40
Remeasurement of defined benefit plans (net of income tax)		(0.88)
<b>Total comprehensive income</b>		<b>533.51</b>
Balance as at 31 March 2025		<b>897.59</b>

Refer Note 15 for nature and purpose of reserves

The accompanying notes 1 to 46 are 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: **13 May 2025**

For and on behalf of the Board of Directors

Centralab Healthcare Services Private Limited

CIN - U85110KA2011PTC057920



**Aditya Shinde**

Additional Director

DIN: 10838352

Place :

Date:



**Ameera Shah**

Director

DIN : 09151786

Place :

Date:



# Centralab Healthcare Services Private Limited

## Notes to the financial statements

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

### 1 Background of the Company and nature of operations

Centralab Healthcare Services Private Limited, was incorporated in India in the year 2011 and is engaged in the business of providing pathology and related healthcare services. The registered office of the Company was located at F3 3rd Floor Shiva Shankar Plaza No.19 Lalbagh Road, Richmond circle Junction Bangalore – 560027. During the previous year, the registered office of the company has been shifted to Mumbai basis approval from the regional director of RoC.

### 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 2025 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 2025 and summary of Material accounting policies and other financial information (together referred 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 2025 were authorised for issue in accordance with a resolution of the Board of Directors on 13 May 2025.

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:

- it is expected to be realised in, or is intended for sale or consumption in, the Company's normal operating cycle;
- it is held primarily for the purpose of being traded;
- it is expected to be realised within twelve months after the reporting date; or
- 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:

- it is expected to be settled in the Company's normal operating cycle;
- it is held primarily for the purpose of being traded;
- it is due to be settled within twelve months after the reporting date; or
- 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. 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.

###### Operating cycle:

All assets and liabilities have been classified as current or non-current as per the company 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.

##### 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



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

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

#### 2.1 Basis of preparation and measurement (Continued)

##### d Key estimates and assumptions

The preparation of financial statements requires management to make judgments, 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.

##### Judgments

Information about judgements made in applying accounting policies that have the most significant effects on the amounts recognised in the financial statements is included in the following notes:

- Leasing arrangement (classification) - Note 2.2(k)

##### Assumptions and estimation uncertainties

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

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

##### e 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. The Company has an established control framework with respect to the measurement of fair values (including Level 3 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.

Further information about the assumptions made in measuring fair values is included in the Financial instruments (refer note no 32).

#### 2.2 Material accounting policies

##### a) Property plant and equipment

##### Recognition and measurement:

The cost of an item of property, plant and equipment shall be recognised as an asset if, and only if, its probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

Items of property, plant and equipment, other than freehold land 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.



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

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

#### 2.2 Material accounting policies (Continued)

##### a) Property plant and equipment (Continued)

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 arising on the disposal or retirement of an item of Property Plant and Equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in the Statement of profit and loss when the item is derecognized.

The cost of property, plant and equipment at 1 April 2021, the Company's date of transition to Ind AS, was determined with reference to its carrying value recognised as per the previous GAAP (deemed cost), as at the date of transition to Ind AS.

##### 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 on PPE is computed using the straight-line method over the estimated useful lives. The management basis its past experience and technical assessment has estimated the useful lives, which is at variance with the life prescribed in Part C of Schedule II to the Act and has accordingly, depreciated the assets over such useful lives. The Company has established the estimated range of useful lives for different categories of PPE as follows:

Particulars	Management's estimate of useful life	Useful life as per Schedule II
Laboratory Equipment (Plant & Equipment) : (Electrical Machinery, X-ray & diagnostic equipment's namely Cat-stan, Ultrasound , ECG monitors.)	13 years	13 years
Office equipments	5 years	5 years
Computers	6 years	3 years
Furniture and Fixtures	15 years	10 years
Vehicles	10 years	8 years

Leasehold improvement is amortized over the lease term i.e. the non-cancellable period of a lease adjusted with any option to extend or terminate the lease, if the use of such option is reasonably certain.

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

##### b) Intangible assets

##### Goodwill

Goodwill is initially recognised as the excess of consideration paid and acquirer's interest in the net fair value of the identifiable net assets of acquired business. Goodwill that arises on a business combination is subsequently measured at cost less any accumulated impairment losses. The Company estimates the value-in-use of the cash generating units (CGUs) based on the future cash flows after considering current economic conditions and trends, estimated future operating results and growth rate and anticipated future economic and regulatory conditions. The estimated cash flows are developed using internal forecasts. The discount rates used for the CGUs represent the weighted average cost of capital based on the historical market returns of comparable companies.



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

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

#### Other Intangible assets:

An intangible asset is recognised only if it is probable that future economic benefits attributable to the asset will flow to the Company and the cost of the asset can be measured reliably.

Following initial recognition, intangible assets are carried at cost less accumulated amortisation and any accumulated impairment losses.

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates and the cost of the asset can be measured reliably. All other expenditure, including expenditure on internally generated goodwill and brands, is recognised in profit or loss as incurred.

The cost of Intangible asset at 1 April 2021, the Company's date of transition to Ind AS, was determined with reference to its carrying value recognised as per the previous GAAP (deemed cost), as at the date of transition to Ind AS.

Intangible assets under development that are not ready for their intended use at the end of reporting period are carried at cost comprising direct costs, related incidental expenses, other directly attributable costs and borrowing costs, less impairment losses if any.

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is their fair value at the date of acquisition.

#### Amortization:

Amortization is calculated to write off the cost of intangible assets less their estimated residual values using the straight-line method over their estimated useful lives, and is recognized in statement of profit and loss.

The estimated useful lives for current and comparative periods are as follows:

Computer software - 5 years

Amortisation method, useful lives and residual values are reviewed at the end of each financial year and adjusted, if appropriate.

#### c) Impairment of non-financial assets

The Company's non-financial assets, other than inventories and deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. Goodwill is tested annually for impairment.

For impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash flows of other assets or CGUs. Goodwill arising from a business combination is allocated to CGUs that are expected to benefit from the synergies of the combination.

The recoverable amount of an individual asset (or where applicable, that of cash generating unit (CGU) to which the asset belongs) is the higher of its value in use and its fair value less costs to sell. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset (or CGU).



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

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

#### 2.2 Material accounting policies (Continued)

##### c) Impairment of non-financial assets (Continued)

An impairment loss is recognised if the carrying amount of an asset or CGU exceeds its estimated recoverable amount. Impairment losses are recognised in the statement of profit and loss.

##### d) 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, 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.

Trade receivables are initially recognised at transaction price as they do not contain a significant financing 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 (FVTOCI)

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 this best reflects the way the business is managed and information is provided to management. The information considered includes:

- the stated policies and objectives for the portfolio and the operation of those policies in practice. 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;

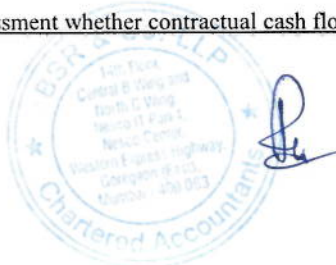
- how managers of the business are compensated – e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected; and

- the frequency, volume and timing of sales of financial assets in prior periods, the reasons for such sales and expectations about future sales activity.

Transfers 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 – Assessment whether contractual cash flows are solely payments of principal and interest



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

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

For the purposes 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 credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (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 considers 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:

- contingent events that would change the amount or timing 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).



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

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

#### 2.2 Material accounting policies (Continued)

##### d) Financial Instruments (Continued)

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 this 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 amortised cost or fair value through other comprehensive income are measured at fair value through profit or loss with all changes recognized in the standalone statement of profit and loss. Interest income (basis EIR method), 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.

Derivative financial instruments are classified as financial instruments at fair value through profit or loss. Such derivative financial instruments are initially recognised at fair value.

They are subsequently re-measured at their fair value, with changes in fair value being recognised 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 impairment losses are recognized in the Statement of Profit and Loss. Other net gains and losses on remeasurement of defined benefit obligations are recognized in Other Comprehensive Income.

##### Derecognition:

A financial asset (or, where applicable, a part of a financial asset or a part of a Company 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.



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

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

#### 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.



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

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

#### 2.2 Material accounting policies (Continued)

##### d) Financial Instruments (Continued)

###### 1. Financial assets (Continued)

###### 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.

###### Trade receivables

The Company reviews its trade receivables to assess impairment at regular intervals. The Company's credit risk is primarily 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 measurable decrease in the estimated future cash flows. Accordingly, an allowance for expected credit loss is made where there is an identified loss event 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 assesses on a forward-looking basis the expected credit loss associated with its assets carried at amortised cost and FVTOCI 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 109 - Financial Instruments, which requires expected lifetime losses to be recognised 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 as finance costs in the Statement of Profit and Loss



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

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

#### 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.



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

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

#### 2.2 Material accounting policies (Continued)

##### d) Financial Instruments (Continued)

#### 2. Financial liabilities (Continued)

##### 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.

##### e) Inventories

Inventories comprise of reagents, chemicals, diagnostic kits, medicines and consumables. 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.

The company uses weighted average method to determine cost for all categories of inventories except for goods in transit which are valued at 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 (adjustable) taxes wherever applicable.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs necessary to make the sale. The comparison of cost and net realisable value is made on an item-by-item basis.

##### f) 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.

##### g) 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.

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 is virtually certain. However the same are disclosed in the financial statements where an inflow of economic benefit is probable. Contingent liability and contingent asset are reviewed at each balance sheet date.



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

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

#### h) Revenue Recognition

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

Revenue is recognised at an amount that reflects the consideration to which the Company expects to be entitled in exchange for transferring the goods or services to a customer i.e. on transfer of control of the service to the customer. Revenue from sales of goods or rendering of services is net of indirect taxes, reversals and discounts.

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

Contract liabilities - A contract liability is the obligation to transfer services to a customer for which the Company has received consideration from the customer. If a customer pays consideration before the Company transfers services to the customer, a contract liability is recognised when the payment is made. Contract liabilities are recognised as revenue when the Company performs under the contract.



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

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

#### 2.2 Material accounting policies (Continued)

##### i) 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 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.

##### j) 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 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.

###### (ii) 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 contribution 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 Plans

The Company's gratuity benefit scheme is a defined benefit plan. The liability recognised 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 unrecognised actuarial gain 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 recognised immediately in other comprehensive income (OCI).



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

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

#### 2.2 Material accounting policies (Continued)

##### k) Leases

Ind-As 116:

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 of time in exchange for consideration.

As a lessee

Leases are recognised 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 (including in-substance fixed payments), less incentives receivables
- Variable lease payments that are based on an index or a 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 of penalties for terminating the lease, if the lease term reflects the Company exercising that option

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

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 reasonably certain extension options 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 lessee's incremental borrowing rate is used, being the rate that the individual lessee 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.

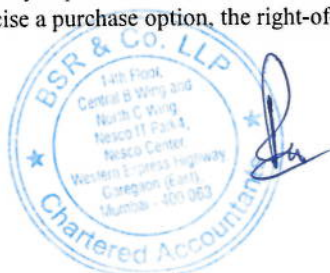
To determine the incremental borrowing rate, the Company:

- 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 build-up approach that starts with a risk-free interest rate adjusted for credit risk for leases held by Value Ind AS Retail Limited, which does not have recent third party financing, and makes adjustments specific to the lease, e.g. term, country, currency and security.

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

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.



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

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

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 to reflect 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 cases 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 recognized at cost which comprises of the initial measurement of the corresponding lease liability, lease payments made at or before the commencement day 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 recognised and measured. The costs are included in the related right-of-use asset, unless those costs are incurred to produce inventories.



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

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

#### 2.2 Material accounting policies (Continued)

##### l) Income-tax

Income tax expense /income comprises current tax expense 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 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.

##### **Uncertain tax provision**

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

##### m) Dividend

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

Interim dividends are recognized as a liability in the period in which they are approved by the Board of Directors. They are accounted for in the Statement of Changes in Equity and adjusted against retained earnings. No provision is made for dividends declared after the reporting date unless approved before the end of the reporting period.



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

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

#### n) 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 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

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 to segments on the basis of their relationship to the operating activities of the segment. 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 / liabilities".

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

#### p) Recent Indian Accounting Standards (Ind AS)

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2025, MCA has notified Ind AS - 117 Insurance Contracts and amendments to Ind AS 116 - Leases, relating to sale and leaseback transactions, applicable to the Company w.e.f. April 1, 2024. The Company has reviewed the new pronouncements and based on its evaluation has determined that it does not have any significant impact in its financial statements.

#### q) 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 transactions & balances with values below the rounding off norms adopted by the Company have been reflected as "0.00" in the relevant note to these financial statements.



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued) for the year ended 31 March 2025

(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 2025

Particulars	Laboratory	Furniture & fixtures	Office equipment	Computers	Leasehold	Total
Gross block (at cost) as at 01 April 2024	179.69	18.51	90.90	38.02	183.65	510.77
Additions during the year	18.31	0.11	0.85	1.68	46.26	67.20
Disposals during the year	-	-	-	-	-	-
Gross block (at cost) as at 31 March 2025 (A)	198.00	18.62	91.75	39.70	229.91	577.98
Accumulated depreciation as at 01 April 2024	90.26	13.97	71.87	24.04	78.86	279.00
Depreciation during the year	8.87	0.47	5.80	2.57	7.78	25.49
Disposals during the year	-	-	-	-	-	-
Accumulated depreciation as at 31 March 2025 (B)	99.13	14.44	77.67	26.61	86.64	304.49
Net carrying amount as at 31 March 2025 (A) - (B)	98.87	4.18	14.08	13.09	143.27	273.49

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

Particulars	Laboratory equipment	Furniture & fixtures	Office equipment	Computers	Leasehold improvement	Total
Gross block (at cost) as at 01 April 2023	137.77	17.89	81.52	30.01	90.80	358.00
Additions during the year	41.92	0.62	9.38	8.01	92.85	152.77
Disposals during the year	-	-	-	-	-	-
Gross block (at cost) as at 31 March 2024 (A)	179.69	18.51	90.90	38.02	183.65	510.77
Accumulated depreciation as at 01 April 2023	85.39	11.84	68.38	21.82	73.16	260.59
Depreciation during the year	4.87	2.13	3.49	2.22	5.70	18.41
Disposals during the year	-	-	-	-	-	-
Accumulated depreciation as at 31 March 2024 (B)	90.26	13.97	71.87	24.04	78.86	279.00
Net carrying amount as at 31 March 2024 (A) - (B)	89.42	4.54	19.04	13.98	104.79	231.77

- a The Company has not revalued any of its property, plant and equipment during the current and previous year.
- b **Details of benami property held:**  
No proceedings have been initiated on or are pending against the Company 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 2025 and 31 March 2024.
- 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".



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued) for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

### 4 Goodwill and Other Intangible assets

#### Changes in the carrying value of intangibles for the year ended 31 March 2025

Particulars	Goodwill	Total	Software	Total
	Gross block (at cost) as at 01 April 2024	391.84	391.84	43.81
Additions during the year	-	-	4.65	4.65
Disposals during the year	-	-	(18.61)	(18.61)
Gross block (at cost) as at 31 March 2025 (A)	391.84	391.84	29.85	421.69
Accumulated amortisation as at 1 April 2024	336.33	336.33	30.85	367.18
Amortisation recognised for the year	-	-	4.24	4.24
Deduction on account of disposal	-	-	(18.61)	(18.61)
Accumulated amortisation/impairment as at 31 March 2025 (B)	336.33	336.33	16.48	352.81
Net carrying amount as at 31 March 2025 (A) - (B)	55.51	55.51	13.37	68.88

#### Changes in the carrying value of intangibles for the year ended 31 March 2024

Particulars	Goodwill	Total	Software	Total
	Gross block (at cost) as at 01 April 2023	391.84	391.84	42.29
Additions during the year	-	-	1.52	1.52
Disposals during the year	-	-	-	-
Gross block (at cost) as at 31 March 2024 (A)	391.84	391.84	43.81	435.65
Accumulated amortisation as at 1 April 2024	336.33	336.33	26.47	362.80
Amortisation recognised for the year	-	-	4.38	4.38
Disposals during the year	-	-	-	-
Accumulated amortisation/impairment as at 31 March 2025 (B)	336.33	336.33	30.85	367.18
Net carrying amount as at 31 March 2024 (A) - (B)	55.51	55.51	12.96	68.47

Note - There are no Intangible assets under development as at 31 March 2025 and 31 March 2024. There is no Intangible asset under development, whose completion is overdue or has exceeded its cost compared to its original plan.



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued) for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

### 4 Goodwill and Other Intangible assets (Continued)

#### Goodwill Impairment

Carrying amount of goodwill which is allocated to the Pathology division as at 31 March 2025 is Rs. 55.51 Lakhs (31 March 2024: Rs. 55.51 Lakhs). This goodwill has been acquired on account of business acquisition.

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

Cash Generating Unit	As at 31 March 2025	As at 31 March 2024
Centralab Healthcare Services Private Limited	55.51	55.51

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 of the Company.

Particulars	As at 31 March 2025	As at 31 March 2024
Post tax risk adjusted discount rate	12.10%	12.10%
Terminal value growth rate	5.00%	5.00%
Budgeted EBITDA growth rate	0 - 15%	0 - 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.



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Centralab Healthcare Services Private Limited

Notes to the financial statements (Continued)  
for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

As at 31 March 2025 As at 31 March 2024

	As at 31 March 2025	As at 31 March 2024
<b>5 Loans</b>		
<i>(Unsecured, considered good)</i>		
Loans to related parties [Refer Note 33 & 42]	4.00	4.00
	<u>4.00</u>	<u>4.00</u>
There is no loans or advances in the nature of loans granted to promoters, directors, KMP's and the related parties, either severally or jointly with any other person, that are: (a) repayable on demand; or (b) without specifying any terms or period of repayment*		
<b>6 Other non-current financial assets</b>		
<i>(Unsecured, considered good)</i>		
Security deposits	74.17	38.67
Investments in term deposit with maturity of more than twelve months	-	2.00
	<u>74.17</u>	<u>40.67</u>
<b>7 Non current tax assets</b>		
Advance taxes (Net of provision for taxes: Rs. 189.20 Lakhs (31 March 2024: Rs. 129.50 Lakhs))	82.94	12.40
	<u>82.94</u>	<u>12.40</u>
<b>8 Inventories</b>		
<i>valued at lower of cost and net realisable value)</i>		
Reagents, chemicals, diagnostic kits, medicines and consumables	46.02	41.57
	<u>46.02</u>	<u>41.57</u>
There are no goods in transit as on 31 March 2025 and 31 March 2024. During the year, the Company has recognised Rs. 0.81 Lakhs (31 March 2024: Nil) as an expense towards expired stocks.		
<b>9 Trade receivables</b>		
Trade receivables considered good- secured	-	-
Trade receivables, considered good - unsecured	406.12	272.50
Trade receivables which have significant increase in credit risk	-	-
Trade receivables - credit impaired	-	-
	<u>406.12</u>	<u>272.50</u>
Less: Allowance for expected credit loss	(75.18)	-
	<u>330.94</u>	<u>272.50</u>

Trade receivables Ageing Schedule

As at 31 March 2025

Particulars	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	226.16	96.33	44.03	19.15	14.11	6.35	406.12
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	-	-	-	-	-	-	-
<b>Total (A)</b>	<b>226.16</b>	<b>96.33</b>	<b>44.03</b>	<b>19.15</b>	<b>14.11</b>	<b>6.35</b>	<b>406.12</b>
Allowance for expected credit loss (B)	-	-	-	-	-	-	(75.18)
<b>Total (A)-(B)</b>	<b>226.16</b>	<b>96.33</b>	<b>44.03</b>	<b>19.15</b>	<b>14.11</b>	<b>6.35</b>	<b>330.94</b>

As at 31 March 2024

Particulars	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	80.20	130.57	31.54	23.86	0.96	5.36	272.50
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	-	-	-	-	-	-	-
<b>Total (A)</b>	<b>80.20</b>	<b>130.57</b>	<b>31.54</b>	<b>23.86</b>	<b>0.96</b>	<b>5.36</b>	<b>272.50</b>
Allowance for expected credit loss (B)	-	-	-	-	-	-	-
<b>Total (A)-(B)</b>	<b>80.20</b>	<b>130.57</b>	<b>31.54</b>	<b>23.86</b>	<b>0.96</b>	<b>5.36</b>	<b>272.50</b>

**10 Cash and cash equivalents**

Balances with banks		
- in current accounts	53.66	92.53
Cash on hand	0.78	0.78
	<u>54.44</u>	<u>93.31</u>

**11 Bank balances other than cash and cash equivalents**

Deposits with maturity of more than three months but less than twelve months	88.51	151.46
	<u>88.51</u>	<u>151.46</u>



*[Handwritten Signature]*



Centralab Healthcare Services Private Limited

Notes to the financial statements (Continued)  
for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

	As at 31 March 2025	As at 31 March 2024
<b>12 Other current financial assets</b> <i>(Unsecured, considered good)</i>		
Security deposits	33.70	35.38
Interest accrued but not due	2.67	1.18
Interest receivable from related party	0.40	0.08
	<u>36.77</u>	<u>36.64</u>
<b>13 Other current assets</b> <i>(Unsecured, considered good)</i>		
Other Advances	514.70	101.60
Prepaid expenses	2.20	0.74
Advance to employee	1.03	-
	<u>517.93</u>	<u>102.34</u>
<b>14 Equity share capital</b>		
Details of authorised, issued and subscribed share capital and reconciliation of number of shares at the beginning and at the end of the year		
<b>14.1 Authorised equity share capital</b>	No. of shares	Amount
Equity shares of Rs 10/- each		
As at 31 March 2024	45,00,000	450.00
As at 31 March 2025	45,00,000	450.00
<b>14.2 Issued and subscribed equity capital</b>	No. of shares	Amount
Equity shares of Rs 10/- each fully paid		
As at 1 April 2023	43,50,000	435.00
Add: Movement during the year	-	-
As at 31 March 2024	43,50,000	435.00
Add: Movement during the year	-	-
As at 31 March 2025	43,50,000	435.00
<b>Terms and Rights attached to equity shareholders:</b>		
The Company has a single class of equity shares having a par value of Rs.10 - per share. Each holder of equity share is entitled to one vote per share. The Company declares and pays dividend in Indian Rupees. The dividend if proposed by the Board of Directors, will be subject to the approval of Shareholders in the ensuing Annual General Meeting except interim dividend. In the event of liquidation, the Equity Shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to the number of equity shares held by the shareholder.		



Centralab Healthcare Services Private Limited

Notes to the financial statements (Continued)  
for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

14 Equity share capital (Continued)

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

	No. of shares	Amount
Shareholding structure		
Metropolis Healthcare Limited		
Equity shares of Rs 10 each	43,50,000	435.00
As at 31 March 2024	43,50,000	435.00
As at 31 March 2025	43,50,000	435.00

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

Shareholders	31 March 2025	
	Numbers	%Shareholding
Metropolis Healthcare Limited*	43,49,999	99.99%
<b>Total</b>	<b>43,49,999</b>	<b>99.99%</b>

Shareholders	31 March 2024	
	Numbers	%Shareholding
Metropolis Healthcare Limited*	43,49,999	99.99%
<b>Total</b>	<b>43,49,999</b>	<b>99.99%</b>

\*includes one share held by Ms. Ameera Shah (As a Nominee of Metropolis Healthcare Limited)

Details of shares held by promoters

As at 31 March 2025

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
Metropolis Healthcare Limited	43,49,999	-	43,49,999	100.00%*	-
Ms. Ameera Shah	1	0	1	0.00%*	-
	43,50,000	-	43,50,000	100%*	-

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
Metropolis Healthcare Limited	43,49,999	-	43,49,999	100%*	-
Ms. Ameera Shah	1	0	1	0%*	-
	43,50,000	-	43,50,000	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 2025.

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.

15 Other equity

Retained earnings	897.58	364.08
	<b>897.58</b>	<b>364.08</b>

15.1 Retained earnings

Balance at the beginning of the year	364.08	223.78
Add: Transferred from the statement of profit and loss	534.40	391.76
Add: Remeasurement of defined benefit plan (net of tax)	(0.88)	(1.46)
Less: Interim Dividend	-	(250.00)
<b>Closing balance</b>	<b>897.58</b>	<b>364.08</b>

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



Centralab Healthcare Services Private Limited

Notes to the financial statements (Continued)  
for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

As at 31 March 2025 As at 31 March 2024

16 Non-current provisions

Provision for employee benefits: - Gratuity [Refer Note 40]	17.29	16.06
	<u>17.29</u>	<u>16.06</u>

17 Trade payables

Total outstanding due of micro enterprises and small enterprises (refer note 39)	3.56	-
Total outstanding due to creditors other than micro and small enterprises*	207.28	220.58
	<u>210.84</u>	<u>220.58</u>

\*It includes amount due to related parties [Refer note 33]

Particulars	Outstanding for following periods from due date of payment					Total
	Not due	Less than 1 Year	1-2 years	2-3 years	More than 3 years	
Total outstanding dues of micro enterprises and small enterprises	3.56	-	-	-	-	3.56
Total outstanding dues of creditors other than micro enterprises and small enterprises	89.49	115.41	2.39	-	-	207.28
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-
<b>Total</b>	<b>93.05</b>	<b>115.41</b>	<b>2.39</b>	<b>-</b>	<b>-</b>	<b>210.84</b>

Particulars	Outstanding for following periods from due date of payment					Total
	Not due	Less than 1 Year	1-2 years	2-3 years	More than 3 years	
Total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	102.76	117.82	-	-	-	220.58
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-
<b>Total</b>	<b>102.76</b>	<b>117.82</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>220.58</b>

18 Other financial liabilities

Employee related dues	9.15	9.06
Payable towards capital expenditure	1.13	7.51
	<u>10.27</u>	<u>16.57</u>

19 Other current liabilities

Statutory dues*	9.57	7.76
Deferred Revenue	1.58	-
Advance from customer	11.46	5.27
Other payable	3.10	0.60
	<u>25.71</u>	<u>13.63</u>

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

20 Current provisions

Provision for employee benefits: - Gratuity [Refer Note 40]	7.48	2.34
- Compensated absences	-	0.90
	<u>7.48</u>	<u>3.24</u>

21 Current tax liabilities (Net)

Provision for taxation (Net of advance tax: Rs. 180.37 Lakhs (31 March 2024: Rs.59.63 Lakhs))	8.76	5.31
	<u>8.76</u>	<u>5.31</u>



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

	31 March 2025	31 March 2024
<b>22 Revenue from operations</b>		
Service income (Refer Note 41(b))	2,541.16	1,737.76
	<u>2,541.16</u>	<u>1,737.76</u>
<b>23 Other income</b>		
<u>Interest income</u>		
- from bank	7.41	4.64
- others	1.81	2.62
- Related party	0.35	12.70
<u>Other Non-operating income</u>		
- Sundry creditors written back	0.18	-
	<u>9.75</u>	<u>19.96</u>
<b>24 Cost of materials consumed</b>		
Opening stock [Refer note 8]	41.57	25.40
Add: Purchases during the year	319.72	235.41
Less: Closing stock [Refer note 8]	(46.02)	(41.57)
	<u>315.27</u>	<u>219.24</u>
<b>25 Laboratory testing charges</b>		
Laboratory testing charges	177.61	181.87
	<u>177.61</u>	<u>181.87</u>
<b>26 Employee benefits expense</b>		
Salaries, wages and bonus	378.19	194.11
Contribution to provident and other funds [Refer note 40 (a)]	26.38	13.56
Gratuity expenses [Refer note 40 (a)]	8.52	9.88
Staff welfare expenses	0.48	1.09
	<u>413.57</u>	<u>218.64</u>



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

	31 March 2025	31 March 2024
<b>27 Finance costs</b>		
Interest on lease liabilities [refer note 34]	6.98	11.05
	<u>6.98</u>	<u>11.05</u>
<b>28 Depreciation and amortisation expense</b>		
Depreciation on property, plant and equipment [refer note 3]	25.49	18.41
Amortisation on intangible assets [refer note 4]	4.25	4.38
Depreciation on Right of use assets [refer note 34]	56.26	73.94
	<u>86.00</u>	<u>96.73</u>
<b>29 Other expenses</b>		
Accreditation expenses	0.47	1.77
Laboratory expenses	5.27	1.45
Electricity expenses	26.93	22.84
Rent [refer note 34]	475.09	277.19
<u>Repairs and maintenance</u>		
Buildings	4.57	9.61
Plant and equipment	3.69	11.30
Others	1.42	1.35
Insurance	-	2.95
Rates and taxes	0.53	0.35
Sales promotion expenses	9.84	5.63
Consultancy Charges	108.05	80.22
Travelling and conveyance	3.02	3.13
Printing and stationery	10.34	8.83
Provision for bad and doubtful debts (net)	75.14	-
Postage and courier	1.18	0.72
Sample collection charges	52.82	43.01
Payments to auditors (refer note 38)	8.09	2.28
Communication	5.09	4.76
Bank charges	6.10	4.88
Facility maintenance charges	32.84	15.81
Miscellaneous expenses	11.45	5.02
	<u>841.92</u>	<u>503.10</u>



*[Handwritten signature]*



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued) for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

### 30 Income taxes

#### Tax expense

#### (a) Tax expense recognised in Profit and Loss

	31 March 2025	31 March 2024
<b>Current tax expense</b>		
Current year	189.20	129.50
Tax adjustment for earlier years	-	-
	<u>189.20</u>	<u>129.50</u>
<b>Deferred tax expense</b>		
Relating to addition and reversal of temporary differences	(14.03)	5.83
Change in tax rate	-	-
	<u>(14.03)</u>	<u>5.83</u>
<b>Tax expense for the year</b>	<u>175.17</u>	<u>135.33</u>

#### (b) Current tax and deferred tax related to items recognised in other comprehensive income during the year

Particulars	31 March 2025		
	Before tax	Tax (expense) benefit	Net of tax
<b>Items that will not be reclassified to profit or loss</b>			
Remeasurements of the defined benefit plans	(1.18)	0.30	(0.89)
	<u>(1.18)</u>	<u>0.30</u>	<u>(0.89)</u>

Particulars	31 March 2024		
	Before tax	Tax (expense) benefit	Net of tax
<b>Items that will not be reclassified to profit or loss</b>			
Remeasurements of the defined benefit plans	(1.95)	0.49	(1.46)
	<u>(1.95)</u>	<u>0.49</u>	<u>(1.46)</u>

#### (b) Reconciliation of Effective Tax Rate

	31 March 2025	31 March 2024
<b>Profit before tax</b>	709.56	527.09
Statutory income tax rate	25.17%	25.17%
Expected income tax expense	178.60	132.67
<b>Tax effect of adjustments to reconcile expected Income Tax Expense to reported Income Tax Expense:</b>		
Others	(3.43)	2.66
<b>Total tax expense</b>	<u>175.17</u>	<u>135.33</u>



*[Handwritten signature]*



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

### 30 Income taxes (Continued)

#### (c) Movement in deferred tax assets and liabilities

Particulars	Net balance 1 April 2024	Recognised in profit or loss	Recognised in Retained Earnings	31 March 2025		
				Net deferred tax asset / (liabilities)	Deferred tax asset	Deferred tax liability
<b>Deferred tax liability</b>						
Property, plant and equipments and intangibles	14.56	(5.19)	-	9.37	9.37	-
<b>Deferred tax asset</b>						
Other	-	1.96	-	1.96	1.96	-
Right of use asset and Lease Liabilities [refer note 34]	0.85	(0.30)	-	0.55	0.55	-
Provision for employee benefits	7.29	(1.35)	0.30	6.23	6.23	-
Provision for bad and doubtful debts	-	18.92		18.92	18.92	-
<b>Tax assets (Liabilities)</b>	<b>22.71</b>	<b>14.03</b>	<b>0.30</b>	<b>37.03</b>	<b>37.03</b>	<b>-</b>

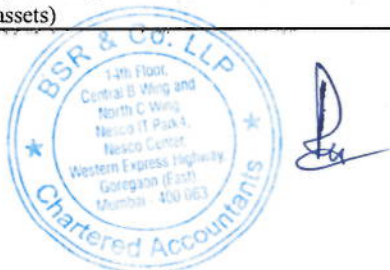
Particulars	Net balance 1 April 2023	Recognised in profit or loss	Recognised in Retained Earnings	31 March 2024		
				Net deferred tax asset / (liabilities)	Deferred tax asset	Deferred tax liability
<b>Deferred tax liability</b>						
Property, plant and equipments and intangibles	19.77	(5.21)	-	14.56	14.56	-
<b>Deferred tax asset</b>						
Other	3.16	(3.16)	-	-	-	-
Right of use asset and Lease Liabilities [refer note 34]	1.28	(0.43)	-	0.85	0.85	-
Provision for employee benefits	3.83	2.97	0.49	7.29	7.29	-
<b>Tax assets (Liabilities)</b>	<b>28.04</b>	<b>(5.83)</b>	<b>0.49</b>	<b>22.71</b>	<b>22.71</b>	<b>-</b>

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.

#### (d) Tax Assets and Liabilities

Particulars	31 March 2025	31 March 2024
Non current tax assets (net of tax provision)	82.94	12.40
Current tax liabilities (net of tax assets)	8.76	5.31



*[Handwritten signature]*



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

### 31 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 March 2025	31 March 2024
<b>i. Profit attributable to equity holders</b>		
Profit attributable to equity holders for basic and diluted EPS	533.52	390.30
	<u>533.52</u>	<u>390.30</u>
<b>ii. Weighted average number of ordinary shares (no. of shares)</b>	43,50,000	43,50,000
<b>iii. Basic earnings per share and Diluted earnings per share (Rs)</b>	12.26	8.97



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued) for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

### 32 Financial instruments – Fair values

#### A. Accounting classification and fair values

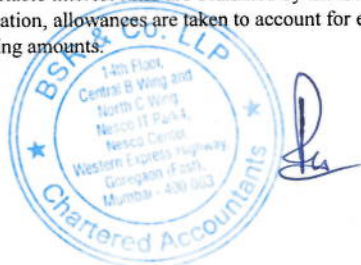
The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities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

Particulars	31 March 2025							
	Carrying amount			Total	Fair value			Total
	FVTPL	FVOCI	Amotised Cost		Level 1	Level 2	Level 3	
<b>Non Current Financial assets</b>								
Loans	-	-	4.00	4.00	-	-	-	-
Other Financial assets	-	-	74.17	74.17	-	-	-	-
<b>Current Financial assets</b>								
Trade receivables	-	-	330.94	330.94	-	-	-	-
Cash and cash equivalents	-	-	54.44	54.44	-	-	-	-
Bank balances other than above	-	-	88.51	88.51	-	-	-	-
Other Financial assets	-	-	36.77	36.77	-	-	-	-
	-	-	588.83	588.83	-	-	-	-
<b>Non Current Financial liabilities</b>								
Lease liabilities	-	-	34.59	34.59	-	-	-	-
<b>Current Financial liabilities</b>								
Lease liabilities	-	-	26.08	26.08	-	-	-	-
Trade payables	-	-	210.84	210.84	-	-	-	-
Other current financial liabilities	-	-	10.27	10.27	-	-	-	-
	-	-	281.78	281.78	-	-	-	-

Particulars	31 March 2024							
	Carrying amount			Total	Fair value			Total
	FVTPL	FVOCI	Amotised		Level 1	Level 2	Level 3	
<b>Non Current Financial assets</b>								
Non current Loans	-	-	4.00	4.00	-	-	-	-
Other Financial assets	-	-	40.67	40.67	-	-	-	-
<b>Current Financial assets</b>								
Trade receivables	-	-	272.50	272.50	-	-	-	-
Cash and cash equivalents	-	-	93.31	93.31	-	-	-	-
Bank balances other than above	-	-	151.46	151.46	-	-	-	-
Other Financial assets	-	-	36.64	36.64	-	-	-	-
	-	-	598.58	598.58	-	-	-	-
<b>Non Current Financial liabilities</b>								
Lease liabilities	-	-	24.50	24.50	-	-	-	-
<b>Current Financial liabilities</b>								
Lease liabilities	-	-	57.68	57.68	-	-	-	-
Trade payables	-	-	220.58	220.58	-	-	-	-
Other current financial liabilities	-	-	16.57	16.57	-	-	-	-
	-	-	319.33	319.33	-	-	-	-

The Fair value of 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.



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued) for the year ended 31 March 2025

### 32 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 this level.

#### 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.



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

### 32 Financial instruments – Fair values and risk management (Continued)

#### C. Financial risk management

The Company's board of Directors has overall responsibility for the establishment and oversight of the Company' 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 which constituted 10% of the total trade receivables (31 March 2024:Nil).

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

The movement in the provision for bad and doubtful debts for the year ended 31 March 2025:

	Amount
Balance as at 1 April 2023	-
Expected Credit Loss allowance	-
Deduction on account of write off and collections	-
Balance as at 31 March 2024	-
Expected Credit Loss allowance	75.14
Deduction on account of write off and collections	-
Balance as at 31 March 2025	75.18

#### b. Cash and cash equivalents and Other bank balances

The Company held cash and cash equivalents and other bank balances of Rs 140.95 Lakhs at 31 March 2025 (31 March 2024: 93.30 lakhs). The cash and cash equivalents are held with bank and financial institution counterparties with good credit ratings.

#### c. Loans and advances

Loans and advances mainly consist security deposit and advances to related parties.

The security deposit pertains to rent deposit given to lessors. The Company does not expect any losses from non-performance by these counter-parties.

The loans and advances given majorly pertains to subsidiaries. The parties have been generally regular in making payments and hence the Company does not expect significant impairment losses on its current profile of outstanding advances. The advances which have defaulted in the past is mainly on account of uncontrollable adverse local market conditions which has diluted parties' credit worthiness.



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

### 32 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. 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.

#### 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 2025	Contractual cash flows				
	Carrying amount	Total	Upto 1 year	1-3 years	More than 3 years
<b>Financial liabilities (Non-current)</b>					
Lease Liabilities	34.59	38.58	-	35.07	3.51
<b>Financial liabilities (current)</b>					
Lease Liabilities	26.08	26.08	26.08	-	-
Trade payables	210.84	210.84	210.84	-	-
Other current financial liabilities	10.27	10.27	10.27	-	-
<b>Total</b>	<b>247.20</b>	<b>247.20</b>	<b>247.20</b>	<b>-</b>	<b>-</b>

31 March 2024	Contractual cash flows				
	Carrying amount	Total	Upto 1 year	1-3 years	More than 3 years
<b>Financial liabilities (Non-current)</b>					
Lease Liabilities	24.50	33.30	-	25.26	8.04
<b>Financial liabilities (current)</b>					
Lease Liabilities	57.68	57.68	57.68	-	-
Trade payables	220.58	220.58	220.58	-	-
Other current financial liabilities	16.57	16.57	16.57	-	-
<b>Total</b>	<b>294.83</b>	<b>294.83</b>	<b>294.83</b>	<b>-</b>	<b>-</b>

The outflows disclosed in the above table represent the total contractual undiscounted cash flows.



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued) for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

### 32 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. The Company is exposed to market risk primarily related to foreign exchange rate risk and interest rate risk. The objective of market risk management is to avoid excessive exposure in foreign currency revenues and costs.

#### (a) 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 2025	31 March 2024
<b>Fixed-rate instruments</b>		
Financial assets	92.51	196.13
Financial liabilities	-	-
	<u>92.51</u>	<u>196.13</u>
<b>Variable-rate instruments</b>		
Financial assets	-	-
Financial liabilities	(60.67)	(82.18)
	<u>(60.67)</u>	<u>(82.18)</u>
<b>Total</b>	<u><u>31.84</u></u>	<u><u>113.95</u></u>

#### (b) Currency risk:

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. However, company has no currency exposure, hence not exposed to risk.

#### D. Capital Disclosure

The objective of the Company's capital management is to ensure that it maintains an efficient capital structure and healthy capital ratios to support its business and maximize shareholder value.

The Company has equity capital and other reserves attributable to the equity shareholders, as the only source of capital as on the reporting date. Hence, the Company is not subject to any externally imposed capital requirements.

The Company's capital management is driven by Company's policy to maintain a sound capital base to support the continued development of its business. The Board of Directors seeks to maintain a prudent balance between different components of the Company's capital. The Management monitors the capital structure and the net financial debt at individual currency level. Net financial debt is defined as current and non-current financial liabilities less cash and cash equivalents and short-term investments.

The Company monitors capital using a ratio of 'adjusted net debt' to 'adjusted equity'. For this purpose, adjusted net debt is defined as interest-bearing borrowings, less cash and cash equivalents. Adjusted equity comprises all components of equity.

Particulars	31 March 2025	31 March 2024
Non-current borrowings	-	-
Current Borrowings	-	-
<b>Gross Debt</b>	-	-
Less : Cash and cash equivalent	142.95	244.77
<b>Adjusted net debt</b>	<u>(142.95)</u>	<u>(244.77)</u>
Total equity	1,332.58	799.08
<b>Adjusted equity</b>	<u>1,332.58</u>	<u>799.08</u>
Adjusted net debt to adjusted equity ratio	-	-



# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued) for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

### 33 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 and will be settled in cash.

#### A) Relationships –

**Category I: Holding company**  
Metropolis Healthcare Limited

**Category II: Key Management Personnel (KMP)**  
Dr Nilesh Shah - Director  
Mr Rakesh Agarwal, Chief Financial Officer (up to 10 November 2024)  
Mr. Aditya Shinde, Interim Chief Financial Officer (From 11 November 2024 to 09 February 2025)

**Category III: Fellow subsidiary**  
Ekopath Metropolis Lab Services Private Limited  
Amin's Pathology Laboratory Private Limited  
Metropolis Healthcare (Mauritius) Limited  
Metropolis Healthcare Lanka (Pvt) Limited  
DAPIC Metropolis Healthcare Private Limited (Formerly known as Metropolis Histoxpert Digital Services Private Limited)  
Metropolis Bramser Lab Services (Mtius) Limited  
Metropolis Healthcare Ghana Limited  
Metropolis Star Lab Kenya Limited  
Metropolis Healthcare (Tanzania) Limited  
Metropolis Healthcare Uganda Limited  
Metropolis Foundation  
Scientific Metropolis Pathology Private Limited (Formerly known as Metropolis Clinical Pathology Private Limited) (w.e.f. 25 December 2025)  
  
Core Diagnostic Private Limited (w.e.f. 21 March 2025)

**Category IV: Companies in which key management personnel or their relatives have significant influence (Other related parties)**  
Metropolis Health Products Retail Private Limited

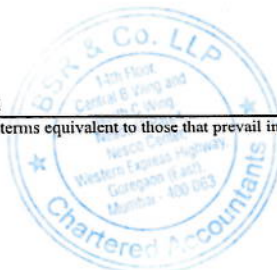
#### B) The transactions with the related parties are as follows:

Particulars	31 March 2025	31 March 2024
<b>1) Receipts of services</b>		
<i>Holding company</i>		
Metropolis Healthcare Limited	177.90	164.62
<i>Fellow Subsidiary</i>		
Amin's Pathology Laboratory Private Limited	26.06	-
<b>2) Interest Income (Related Party)</b>		
Metropolis Healthcare Limited	-	12.64
DAPIC Metropolis Healthcare Private Limited (Formerly known as Metropolis Histoxpert Digital Services Private Limited)	0.35	0.08

#### c) The related party balances outstanding at year end are as follows:

Particulars	31 March 2025	31 March 2024
<b>1) Loans &amp; Advances</b>		
<i>Holding Company ( Metropolis Healthcare Limited )</i>		
Advances	497.81	94.01
<i>Fellow Subsidiary ( Metropolis Histo-expert Digital Services Private Limited )</i>		
Interest Receivable	0.40	0.08
Loans	4.00	4.00
<b>1) Trade payables</b>		
<i>Fellow Subsidiary</i>		
Amin's Pathology Laboratory Private Limited	9.65	-

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



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# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued)

for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

### 34 Lease Accounting

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

- i Applied a single discount rate to a portfolio of leases of similar assets in similar economic environment with a similar end date.
- ii 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.
- iii Excluded the initial direct costs from the measurement of the right-of-use asset at the date of initial application.
- iv 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 and Loss Account under the heading "Depreciation and Amortisation Expense" and "Finance costs" respectively under Note No 28 and 28

3 The weighted average incremental borrowing rate applied to lease liabilities in FY 2024-25 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 2025

Particulars	(Rs In lakhs)	
	Category of ROU Patient Service Center/Lab or Both	Total
Balance as of April 1, 2023	118.99	118.99
Additions	33.78	33.78
Depreciation	(73.94)	(73.94)
<b>Balance as of 31 March 2024</b>	<b>78.83</b>	<b>78.82</b>
Balance as of April 1, 2024	78.83	78.83
Additions	35.91	35.91
Depreciation	(56.26)	(56.26)
<b>Balance as of 31 March 2025</b>	<b>58.48</b>	<b>58.48</b>

5 The following is the break-up of current and non-current lease liabilities as of 31 March 2025

Particulars	(Rs In lakhs)	
	31 March 2025	31 March 2024
Current Lease liabilities	26.08	57.68
Non-current lease liabilities	34.59	24.50
<b>Total</b>	<b>60.67</b>	<b>82.18</b>



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# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued) for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

### 34 Disclosure on Ind-As 116 Leases (Continued)

6 The following is the movement in lease liabilities :

Particulars	(Rs In lakhs)	
	31 March 2025	31 March 2024
Balance as of April 1, 2023	124.07	
Additions	29.23	
Finance cost accrued during the year	11.05	
Payment of lease liabilities	(82.17)	
<b>Balance as of 31 March 2024</b>	<b>82.18</b>	
Balance as of April 1, 2024	82.18	
Additions	35.91	
Finance cost accrued during the year	6.98	
Payment of lease liabilities	(64.40)	
<b>Balance as of 31 March 2025</b>	<b>60.67</b>	

7 The table below provides details regarding the contractual maturities of lease liabilities as of 31 March 2025 on an undiscounted basis:

Particulars	(Rs In lakhs)	
	31 March 2025	31 March 2024
Less than one year	26.08	26.71
One to five years	38.58	0.00
More than 5 years	-	-
<b>Total</b>	<b>64.66</b>	<b>26.71</b>

8 Impact of adoption of Ind AS 116 for the year ended 31 March 2025 is as follows:

Particulars	(Rs In lakhs)	
	31 March 2025	31 March 2024
Decrease in Other expenses by	(64.40)	(82.17)
Increase in Finance cost by	6.98	11.05
Increase in Depreciation by (excludes depreciation on reclassified assets)	56.26	73.94
<b>Net Impact on (Profit)/Loss</b>	<b>(1.16)</b>	<b>2.82</b>

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 475.09 lakhs for the year ended 31 March 2025 (31 March 2024 : 277.19 lakhs ).

11 The total cash outflow for leases for year ended 31 March 2025 is Rs. 64.40 lakhs (31 March 2024 : 86.72 Lakhs ).



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# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued) for the year ended 31 March 2025

(Currency : Indian Rupees in lakhs)

35 Commitments	31 March 2025	31 March 2024
Capital commitments:		
Estimated amount of contracts remaining to be executed on capital account not provided for	35.25	12.25
<b>Total</b>	<b>35.25</b>	<b>12.25</b>

36 Contingent liabilities not provided for	31 March 2025	31 March 2024
Income tax matters	64.20	-
<b>Total</b>	<b>64.20</b>	<b>-</b>

37 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.

38 Auditors' remuneration	31 March 2025	31 March 2024
Statutory audit fees	8.09	2.28
<b>Total</b>	<b>8.09</b>	<b>2.28</b>

### 39 Dues to micro and small enterprises - As per Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED' Act).

There are no micro & small enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at 31 March 2025 and 31 March 2024. 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 2025	31 March 2024
a. Principal and interest amount remaining unpaid	3.56	-
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	-	-

### 40 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 plans 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.
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 are 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.



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Centralab Healthcare Services Private Limited

Notes to the financial statements (Continued)  
for the year ended 31 March 2025

40 Employee benefits (Continued)

A. Amount recognised in the balance sheet	31 March 2025	31 March 2024
Present value of the obligation as at the end of the year	24.77	18.40
Fair value of plan assets as at the end of the year	-	-
<b>Net liability recognised in the balance sheet</b>	<b>24.77</b>	<b>18.40</b>
Out of which,		
Non-current portion	17.29	16.06
Current portion	7.48	2.34
<b>B. Change in projected benefit obligation</b>		
Projected benefit obligation at the beginning of the year	18.40	11.86
Current service cost	7.31	8.98
Interest cost	1.21	0.89
Actuarial loss	1.18	1.95
Benefits paid	(3.33)	(5.28)
<b>Projected benefit obligation at the end of the year</b>	<b>24.77</b>	<b>18.40</b>

	31 March 2025	31 March 2024
<b>D. Amount recognised in the statement of profit and loss</b>		
Current service cost	7.31	8.98
Interest cost	1.21	0.89
<b>Expenses recognised in the statement of profit and loss</b>	<b>8.52</b>	<b>9.88</b>
<b>E. Amount recognised in other comprehensive income</b>		
Due to Change in Demographic Assumptions	(2.61)	-
Due to Change in Financial Assumptions	0.58	0.58
Due to Experience	3.21	1.37
<b>Net actuarial loss/(Gain)</b>	<b>1.18</b>	<b>1.95</b>
<b>G. Assumptions used</b>	<b>31 March 2025</b>	<b>31 March 2024</b>
Discount rate	6.54%	7.52%
Long-term rate of compensation increase	6.00%	6.00%
Attrition rate	22.80%	5.00%
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 14 years (31st March, 2024: 13 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 2025		31 March 2024	
	Increase	Decrease	Increase	Decrease
Discount rate (1% movement)	(0.84)	0.91	(1.80)	2.17
Future salary growth (1% movement)	0.91	(0.85)	2.18	(1.84)
Employee Turnover (1% movement)	(0.22)	0.22	0.06	(0.10)

I. Expected future cash flows

Particulars	Less than a year	Between 1-2 years	Between 2-5 years	Over 5 years	Total
31 March 2025					
Defined benefit obligations (Gratuity)	5.37	3.36	9.87	13.93	32.52
<b>Total</b>	<b>5.37</b>	<b>3.36</b>	<b>9.87</b>	<b>13.93</b>	<b>32.52</b>
31 March 2024					
Defined benefit obligations (Gratuity)	2.34	1.54	1.98	45.61	51.47
<b>Total</b>	<b>2.34</b>	<b>1.54</b>	<b>1.98</b>	<b>45.61</b>	<b>51.47</b>

(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. 26.38 Lakhs (31 March 2024: Rs 13.56 Lakhs)

41 Segment Reporting

Based on the nature of the business and line of products/ services, there is only one reportable segment - Pathology service. Therefore there is no other reportable segment for the Company, in accordance with the requirements of Indian Accounting Standard 108- 'Operating Segments', notified under the Companies (Indian Accounting Standard) Rules, 2015.

41(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 2025	31 March 2024
Contract asset	-	-
Contract liabilities (Advance from Customer and deferred revenue)	-	-
<b>Opening balance</b>	<b>5.27</b>	<b>-</b>
Movement during the Year	7.77	5.27
<b>Closing balance</b>	<b>13.04</b>	<b>5.27</b>



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# Centralab Healthcare Services Private Limited

## Notes to the financial statements (Continued) for the year ended 31 March 2025

### 41(b) Reconciliation of revenue from contracts with customer

	31 March 2025	31 March 2024
Revenue from contract with customer as per the contract price	2,565.12	1,755.82
Adjustment made to contract price on account of :-		
Discount /Rebates		
a) Sales Return /Credits/Reversals	23.96	18.06
Revenue from operations	2,541.16	1,737.76

### 42 Disclosure under section 186 (4) of the Companies Act, 2013

Name of the Companies	Purpose for which the loan is proposed to	Interest rate (in %)	Balance as at		Movement during the year (Given/repaid)	
			31 March 2025	March 31, 2024	31 March 2025	31 March 2024
<b>Subsidiaries</b>						
Metropolis Histocxpert Digital services Private Limited	Working Capital	8.80%	5.00	5.00		

### 43 Ratio Analysis

Ratio	Numerator	Denominator	31 March 2025	31 March 2024	% change	Reason for variance
Current ratio	Current Assets	Current Liabilities	3.72	1.37	235%	
Debt- Equity Ratio	Total Debt	Shareholder's Equity	-	-	0%	
Debt Service Coverage ratio	Earnings for debt service = Net profit after taxes + Non-cash operating expenses	Debt service = Interest & Lease Payments + Principal Repayments	-	-	0% Note 1	
Return on Equity ratio	Net Profits after taxes - Preference Dividend	Average Shareholder's Equity	0.13	0.40	-27% Note 6	
Inventory Turnover ratio	Cost of goods sold	Average Inventory	6.55	6.00	55% Note 2	
Trade Receivable Turnover Ratio	Net credit sales = Gross credit sales - sales return	Average Trade Receivable	2.11	3.89	-178% Note 3	
Trade Payable Turnover Ratio	Net credit purchases = Gross credit purchases - purchase return	Average Trade Payables	1.36	5.05	-369% Note 4	
Net Capital Turnover Ratio	Net sales = Total sales - sales return	Working capital = Current assets - Current liabilities	6.44	13.67	-723% Note 5	
Net Profit ratio	Net Profit	Net sales = Total sales - sales return	23%	14.42%	8%	
Return on Capital Employed	Earnings before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	23%	35.15%	-12%	
Return on Investment	Interest (Finance Income)	Investment	0%	0.00%	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 Fixed assets etc.
- 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
- Note 6 Increase in employee cost and rent due to expansion.



*[Handwritten signature]*



## Centralab Healthcare Services Private Limited

### Notes to the financial statements (Continued)

for the year ended 31 March 2025

- 44 **Compliance with approved Scheme(s) of Arrangements**  
The company did not have any such arrangements in the current year.
- 45 **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.
- 46 **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) Registration of charges or satisfaction with Registrar of Companies
  - (c) Relating to borrowed funds:
    - i. Wilful 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
  - (d) Compliance with number of layer of companies

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:  
Date:

For and on behalf of the Board of Directors  
Centralab Healthcare Services Private Limited  
CIN - U85110KA2011PTC057920



Aditya Shinde  
Additional Director  
DIN: 10838352  
Place :  
Date:

Ameera Shah  
Director  
DIN : 09151786  
Place :  
Date:

