

K V RADHAKRISHNA & CO

Chartered Accountants

No.12, 3rd Floor, Narang Chambers, Narasimha Raja Road, Bangalore- 560 002.
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INDEPENDENT AUDITOR'S REPORT

To the Members of Healux International Private Ltd

Opinion

We have audited the financials of **M/s Healux International Private Ltd** ("The Company"), which comprises the balance sheet as at 31st March 2021, and statement of profit and loss, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant 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 standalone financial statements give the information required by the 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 March 31, 2021 and loss and its cash flows for the year ended on that date.

Basis of Opinion

We conducted our audit in accordance with Standards of Auditing (SAs) specified under section 143(1) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of 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 standalone financial statements under the provisions of the Companies Act, 2013 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.

Emphasis of Matters

Attention is invited to Note 20.08, regarding pending reconciliation of trade payables, trade receivables, advance from Customers, loans & advances other current liabilities, adjustments if any will be recognised up on completion of reconciliation.

Our opinion is not modified in respect of the above matter.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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



Auditor's Responsibilities for the Audit of the Standalone 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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in Annexure I a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.

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



- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- (i) The Company does not have any pending litigations which would impact its financial position.
- (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company

For K V Radhakrishna & Co.
Chartered Accountants
FR No.: 003302S

Radhakrishna K.V.

Radhakrishna K.V
(Partner)
(Membership No.: 024554)
Place: Bangalore
Date: 11/10/2021
UDIN: 21024554AAAACI1301



ANNEXURE 1 REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE

We report that:

- 1) a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
b) In our opinion, the fixed assets are physically verified by the Management at reasonable intervals; no material discrepancies were noticed on such verification.
c) According to the information and explanations given to us, the Company does not own any land. Therefore, the provisions of clause 3(i)(c) of the Order are not applicable to the Company and hence not commented upon.
- 2) As explained to us, the inventories are physically verified by the management at reasonable intervals and no material discrepancies were noticed on physical verification.
- 3) According to the information and explanations given to us, the Company has not granted any loans to parties covered in the register maintained under section 189 of the Companies Act, 2013, thereby, clause 3(iii) of the Order are not applicable to the Company and hence not commented upon.
- 4) (a) The provisions of section 185 are not applicable to the Company as per Notification No. GSR 463(E) dated 05-06-2015 and hence compliance with the section has not been commented upon.
(b) According to the information and explanations given to us, the Company has not granted any loans as specified in the provisions of Section 186 of the Companies Act, 2013 and hence compliance with the section has not been commented upon.
- 5) The company has not accepted any deposit from the public.
- 6) According to the explanation and information given to us, maintenance of cost records under sub-section (1) of section 148 of Companies Act has not been prescribed by the Central Government.
- 7) (a) The Company is generally regular in depositing undisputed statutory dues including TDS, Income Tax, Provident Fund, Employee State Insurance and GST with the appropriate authorities. According to the information and explanations given to us, there were no amounts outstanding for more than six months as at the balance sheet date.
(b) According to information and explanations given to us, there are no disputed statutory dues/tax liabilities as at 31st March 2021.
- 8) According to information and explanations given to us, the Company has not defaulted in repayment of loans to financial institutions/banks. The Company has not borrowed any sum through debentures or from government.
- 9) According to the information and explanations given by the management, the Company has not raised any money way of initial public offer / further public offer / debt instruments hence, reporting under clause 3(ix) is not applicable to the Company and hence not commented upon.
- 10) During the checks carried out by us, no fraud by the company or any fraud on the company by its officers or employees has been noticed during the year.
- 11) The Company is a private company. Accordingly, the provisions of section 197 read with Schedule V to the Companies Act, 2013 are not applicable to the Company. Therefore, the



provisions of clause 3(xi) of the Order are not applicable to the Company and hence not commented upon

- 12) In our opinion, and according to information and explanations given to us, the Company is not a Nidhi company. Therefore, the provisions of clause 3(xii) of the Order are not applicable to the Company and hence not commented upon.
- 13) All the transactions with related parties are in compliance with sections 177 and 188 of the Companies Act 2013 and the details have been disclosed in the financial statements as required by the accounting standard.
- 14) According to the information and explanations given to us and on an overall examination of the balance sheet, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence, reporting requirements under clause 3(xiv) are not applicable to the company and, not commented upon.
- 15) According to information and explanation given to us, the Company has not entered into any non-cash transaction with director or person connected with him, during the year.
- 16) In our opinion and according to the information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For K V Radhakrishna & Co.
Chartered Accountants
FR No.: 003302S

Radhakrishna K.V.

Radhakrishna K.V
(Partner)
(Membership No.: 024554)
Place: Bangalore
Date: 11/10/2021



Healux International Private Limited

Regd Off: No. 45, 2nd Floor, P.S.R Arcade, 5th Main, OMBR Layout, Banswadi, Bangalore, 560 043

CIN: U51103KA2015PTC079281

BALANCE SHEET AS AT 31ST MARCH 2021

PARTICULARS	Note	As At 31-03-2021	As At 31-03-2020
EQUITY AND LIABILITIES:			
1. SHARE HOLDERS FUNDS:			
(a) Share Capital	3	1,30,25,000	1,30,25,000
(b) Reserves and Surplus	4	(1,26,31,988)	(71,09,417)
2. NON-CURRENT LIABILITIES:			
(a) Long Term Borrowings	5A & 5B	40,13,097	25,36,095
(b) Long Term Provisions	5C	11,05,096	-
3. CURRENT LIABILITIES:			
(a) Trade Payables			
i) total outstanding dues of micro enterprises and small enterprises;		79,35,962	90,96,979
ii) total outstanding dues of creditors other than micro enterprises and small enterprises		13,35,502	23,06,280
(b) Other Current Liabilities	6	2,95,82,200	2,35,57,187
(c) Short term Provision - Income Tax Provision		-	2,70,900
TOTAL		4,43,64,868	4,36,83,024
ASSETS			
1. NON CURRENT ASSETS:			
A. Property, Plant and Equipments			
i) Tangible assets	7A	25,79,873	34,56,521
ii) Intangible assets	7B	5,40,211	7,31,734
B. Deferred Tax Assets	8	41,78,318	22,80,167
C Long Term Loans and Advances	9	24,84,025	20,24,025
2. CURRENT ASSETS:			
a) Inventories	10	2,61,73,874	2,78,26,965
b) Trade Receivables	11	23,03,516	-
c) Cash and cash equivalents	12	20,74,010	46,05,176
d) Other Current Assets	13	40,31,041	27,58,435
TOTAL		4,43,64,868	4,36,83,024

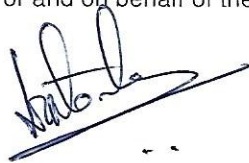
Notes forming part of the Financial Statements

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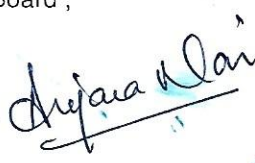
Place : Bangalore

Date : 11/10/2021

For and on behalf of the Board ,




David R Stanley
Managing Director
DIN: 01448131



Anjana Nair
Director
DIN: 07084801



As per our report of even date
For K V Radhakrishna & Co
Chartered Accountants
Firm Regn No: 003302S


Radhakrishna K V
Partner

MRN: 024554
UDIN: 21024554AAAACI1301

