

VIRINCHI HEALTH CARE PVT LTD

BALANCE SHEET AS AT 31ST MARCH 2017

PARTICULARS	NOTE NO	As At 31/03/2017	As At 31/03/2016
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	3,01,00,000	3,00,00,000
(b) Reserves and Surplus	2	21,37,57,864	29,89,77,100
(2) Non-Current Liabilities			
(a) Long Term Borrowings	3	99,11,78,824	76,41,20,465
(b) Deferred Tax Liability		3,16,50,331	-
(c) Long Term Provisions	4	19,85,883	-
(3) Current Liabilities			
(a) Short Term Borrowings	5	7,64,91,078	-
(a) Trade Payables	6	4,87,35,535	-
(b) Short Term Provisions	7	4,12,24,744	54,58,187
Total		1,43,51,24,259	1,09,85,55,752
II. ASSETS			
(1) Non Current Assets			
(a) Fixed Assets			
Tangible Assets	8	1,22,25,11,957	27,00,79,867
Intangible Assets	8	3,53,043	-
(b) Capital Work In Progress	8	-	43,74,24,014
(c) Other Non Current Assets	9	20,48,467	4,40,360
(d) Long Term Loans and Advances	10	4,29,56,800	4,12,19,200
(2) Current Assets			
(a) Cash and Cash Equivalents	11	3,58,94,769	12,71,98,122
(b) Inventory		7,66,48,238	-
(b) Trade Receivables	12	97,66,636	-
(c) Short Term Loans and Advances	13	4,19,69,872	22,18,22,371
(d) Other Current Assets	14	29,74,478	3,71,818
Total		1,43,51,24,259	1,09,85,55,752

NOTES TO FINANCIAL STATEMENTS & SIGNIFICANT ACCOUNTING POLICIES

Notes referred to above form an integral part of the financial statements

As per Our Report of Even Date


For P. Murali & Co.

Chartered Accountants

Firm Registration No. 007257S

For and on behalf of the Board

Virinchi Healthcare Pvt Ltd


A Krishna Rao
Partner
Membership No. 020085




M. Santhi Priya
Director
DIN: 03114319


K Sri Kalyan
Director
DIN: 03137506

PLACE : HYDERABAD
DATE : 21ST MAY 2017

VIRINCHI HEALTHCARE PVT LTD
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st Mar 2017

Particulars	Note No	Year Ended 31/03/2017 Rs.	Year Ended 31/03/2016 Rs.
Revenue from operations	15	25,08,91,024	-
Other Income	16	29,38,701	-
Total Revenue		25,38,29,725	-
Expenses:			
Purchases	17	10,76,69,854	-
Changes in Inventory		(7,66,48,238)	-
Employee Benefit Expenses	18	7,20,10,381	-
Other Operating Expenses	19	5,13,32,751	-
Administrative Expenses	20	7,19,80,603	22,900
Finance Cost	21	3,79,67,841	-
Depreciation	8	4,30,85,438	-
Total Expenses		30,73,98,630	22,900
Profit Before Tax		(5,35,68,905)	(22,900)
Tax expense:			
(a) Current tax		-	-
(b) Deferred tax Liability/(Asset)		3,16,50,331	-
Profit/(Loss) for the Year		(8,52,19,236)	(22,900)
Earning per equity share:			
(1) Basic		(28)	
(2) Diluted		(28)	

NOTES TO FINANCIAL STATEMENTS & SIGNIFICANT ACCOUNTING POLICIES

Notes referred to above form an integral part of the financial statements

As per Our Report of Even Date

For and on behalf of the Board

For P. Murali & Co.,

Virinchi Healthcare Pvt Ltd

Chartered Accountants

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A Krishna Rao

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M. Santhi Priya

Director

DIN: 03114319

K Sri Kalyan

Director

DIN: 03137506

PLACE : HYDERABAD

DATE : 21ST MAY 2017

VIRINCHI HEALTHCARE PRIVATE LIMITED

Cash Flow Statement for the Year Ended 31-03-2017

Particulars	Current Year (Rs. In Lacs)	Previous Year (Rs. In Lacs)
A. Cash Flow from Operating Activities:		
Net Profit/ (Loss) before taxation and extraordinary items	(535.69)	(0.23)
<u>Adjustments for:</u>		
Depreciation	430.85	-
W/o. Expenses	-	-
Interest expenses	379.68	-
Operating Profit before Working Capital Changes	274.84	(0.23)
<u>Working Capital Changes</u>		
Trade and other receivables Including Inventory	874.89	(2,109.14)
Trade and Other payables	1,946.29	49.19
Cash Generated from Operations	3,096.03	(2,060.18)
Interest paid	379.68	-
Taxation for the year	316.50	-
Cash flow before extraordinary items		
Extraordinary items	-	-
Net Cash from Operating Activities	2,399.85	(2,060.18)
B. Cash Flow from Investing Activities:		
Purchase of Fixed Assets	(5,584.47)	(7,010.77)
Investment	-	-
Net Cash used in Investing Activities	(5,584.47)	(7,010.77)
C. Cash Flow From Financial Activities:		
Proceeds from Equity Shares	1.00	3,289.00
Net Proceeds from Long Term Borrowings	2,270.58	6,947.54
Net Cash used in Financing Activities	2,271.58	10,236.54
Net increase in cash and cash equivalents	(913.03)	1,165.59
Cash and Cash equivalents as at 01.04.2016	1,271.98	106.39
Cash and Cash equivalents as at 31.03.2017	358.95	1,271.98

As per Our Report of Even Date

For P. Murali & Co.

Chartered Accountants

Firm Registration No. 007257S



A Krishna Rao

Partner

Membership No. 020085



For and on behalf of the Board

Virinchi Healthcare Private Limited



M Santhi Priya

Director

DIN: 03114319



K Sri Kalyan

Director

DIN: 03137506

PLACE : HYDERABAD

DATE : 21ST MAY 2017

NOTE NO.1 SHARE CAPITAL

S.NO.	PARTICULARS	AS AT 31/03/2017		AS AT 31/03/2016	
		No. of Shares	Rs	No. of Shares	Rs
a	Share Capital				
	Authorised	32,50,000	3,25,00,000	30,00,000	3,00,00,000
	Issued, Subscribed and Paid Up Share capital	30,10,000	3,01,00,000	30,00,000	3,00,00,000
	Total Equity Share capital	30,10,000	3,01,00,000	30,00,000	3,00,00,000
b	A Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period:	Number of Shares		Number of Shares	
	Equity Shares of Rs.10Each, Fully paid up :				
	At the Beginning		30,00,000		10,000
	Issued During the Year		10,000		29,90,000
	At the end		30,10,000		30,00,000
c	Details of Shareholder holding more than 5% shares of the company:	% of Share Holding		% of Share Holding	
	Equity Shares of Rs. 10 each Held By M/s. Virinchi Ltd (Current Year: 30,10,000, Previous Year : 30,00,000)	100%		100%	



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NOTE NO. 2: RESERVES AND SURPLUS

S.NO.	PARTICULARS	AS AT 31/03/2017	AS AT 31/03/2016
		Rs.	Rs.
I	a) Securities Premium Reserve		
	As at the commencement of the year	29,90,00,000	-
	Add: Additions during the year	-	29,90,00,000
		29,90,00,000	29,90,00,000
	b) Surplus :		
	i) Opening Balance - Profit and Loss Account	(22,900)	-
Add: Transfer from Profit & Loss Account	(8,52,19,236)	(22,900)	
	(8,52,42,136)	(22,900)	
	Total Reserves and Surplus	21,37,57,864	29,89,77,100

NOTE NO. 3 : LONG TERM BORROWINGS

S.NO.	PARTICULARS	AS AT 31/03/2017	AS AT 31/03/2016
		Rs.	Rs.
I	Long Term Borrowings		
	Secured		
	a) Term Loans:		
	From Banks		
	M/s. Canara Bank, IF Branch, Hyderabad	28,79,99,468	28,73,17,971
	M/s. Central Bank of India, Koti, Hyderabad	22,24,68,015	19,67,46,012
	M/s. Oriental Bank of Commerce, Ameerpet, Hyderabad	94890012	9,28,02,317
	M/s. Lakshmi Vilas Bank, Marredpally, Secunderabad	8,10,01,301	7,91,98,500
	Less: Principal Repayable in next 12 Months	(2,37,36,000)	-
	(Hypothecation of Machinery such as Medical equipment, Furniture and Fixtures, Office Equipment, Air Conditioners, Collateral Security of Land and Buildings, Personal Guarantee of Promoters of Holding Companies and Corporate guarantee of Holding company) (Collateral property and Corporate Guarantee details given in Note 30)		
Reliance Term Loans	3,51,59,149	-	
Less: Principal Repayable in next 12 Months	(1,16,91,279)		
(Hypothecation of Medical equipment and personal guarantee of promoters of holding company)			
b) Other Loans and Advances			
Un-Secured Loans from related parties	30,50,88,158	10,80,55,665	
	Total Long Term Borrowings	99,11,78,824	76,41,20,465

Current maturities of long term debts. See note no 5

NOTE NO. 4 : LONG TERM PROVISIONS

S.NO.	Particulars	AS AT 31/03/2017	AS AT 31/03/2016
		Rs.	Rs.
I	a) Provisions for employee benefits		
	- Provision for Gratuity	19,85,883	-
	Total Long Term Provisions	19,85,883	-



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NOTE NO. 5 : SHORT TERM BORROWINGS			
S.NO.	Particulars	AS AT 31/03/2017	AS AT 31/03/2016
		Rs.	Rs.
	a) Loans repayable on demand		
	From Banks		
	Secured		
	(Hypothecation against stock and trade receivables)	4,10,63,799	-
	Current maturities of long term debts:		
	Consortium Bank	2,37,36,000	-
	Equipment Finance	1,16,91,279	-
	Total Short Term Borrowings	7,64,91,078	-

NOTE NO. 6 : TRADE PAYABLES			
S.NO.	Particulars	AS AT 31/03/2017	AS AT 31/03/2016
		Rs.	Rs.
I	a) Trade Payables	4,87,35,535	-
	Total Trade Payables	4,87,35,535	-

NOTE NO. 7 SHORT TERM PROVISIONS			
S.NO.	PARTICULARS	AS AT 31/03/2017	AS AT 31/03/2016
		Rs.	Rs.
I	a) Provisions For Expenses		
	Salaries Payable	1,10,45,285	19,46,669
	Rent Payable	22,86,648	6,87,257
	Audit Fee	78,750	22,900
	Electricity Charges Payable	23,24,771	-
	Telephone Charges Payable	46,833	-
	Consultancy Charges Payable	1,13,33,215	9,22,500
	Interest Charges Payable	74,64,488	-
	b) Others		
	Statutory Liabilities		
	PT Payable	1,26,850	-
	PF Payable	37,48,430	-
	Luxury Tax	85,468	-
	ESI	2,25,598	-
	TDS	24,58,408	18,78,861
	Total Short Term Provisions	4,12,24,744	54,58,187



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NOTE NO. 8: FIXED ASSETS SCHEDULE

Sl. No.	Particulars	Gross Block				Depreciation/Amortization			Net Block as on 31.03.2017	Net Block as on 31.03.2016
		As on 01.04.2016	Additions during the year	Transfers	As on 31.03.2017	Dep. As on 01.04.2016	Dep. For the year 2016-17	Total Depreciation		
1	Building	-	75,10,73,938		75,10,73,938	-	1,14,84,955	1,14,84,955	73,95,88,983	-
2	Electrical Equipment	4,54,37,579	4,08,34,306		8,62,71,885	-	37,11,379	37,11,379	8,25,60,506	4,54,37,579
3	Furniture & Fixtures	7,63,07,962	3,66,43,719		11,29,51,681	-	49,68,484	49,68,484	10,79,83,197	7,63,07,962
4	Hospital Equipment	14,37,59,167	15,39,85,322		29,77,44,489	-	2,11,74,327	2,11,74,327	27,65,70,162	14,37,59,167
5	Plant & Machinery	15,35,500	87,77,037		1,03,12,537	-	8,98,514	8,98,514	94,14,023	15,35,500
6	Office Equipment	29,74,519	10,34,973		40,09,492	-	3,53,982	3,53,982	36,55,510	29,74,519
7	Vehicles	65,140			65,140	-	5,115	5,115	60,025	65,140
8	Computer Hardware		31,40,194		31,40,194	-	4,60,644	4,60,644	26,79,550	-
9	Computer Software		3,81,081		3,81,081	-	28,038	28,038	3,53,043	-
	TOTAL	27,00,79,867	99,58,70,571	-	1,26,59,50,438	-	4,30,85,438	4,30,85,438	1,22,28,65,000	27,00,79,867
10	Capital Work in Progress	43,74,24,014		43,74,24,014						43,74,24,014
	Total	70,75,03,881	99,58,70,571	43,74,24,014	1,26,59,50,438	-	4,30,85,438	4,30,85,438	1,22,28,65,000	70,75,03,880



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NOTE NO. 9 OTHER NON CURRENT ASSETS

S.NO.	PARTICULARS	AS AT 31/03/2017	AS AT 31/03/2016
		Rs.	Rs.
I	Unamortised Expenses	20,48,467	4,40,360
	Total Other Non Current Assets	20,48,467	4,40,360

NOTE NO. 10 LONG TERM LOANS AND ADVANCES

S.NO.	PARTICULARS	AS AT 31/03/2017	AS AT 31/03/2016
		Rs.	Rs.
I	Deposit Rent Deposit	4,29,56,800	4,12,19,200
	Total Long Term Loans and Advances	4,29,56,800	4,12,19,200

NOTE NO. 11 : CASH AND CASH EQUIVALENTS

S.NO.	PARTICULARS	AS AT 31/03/2017	AS AT 31/03/2016
		Rs.	Rs.
I	a) Balances with banks : Current Accounts	8,97,410	3,08,72,819
	b) Cash on hand	7,46,788	9,653
	Sub Total	16,44,198	3,08,82,472
II	Other Bank Balances On Deposit Accounts 12 Months from date of deposit	3,42,50,570	9,63,15,650
	Sub Total	3,42,50,570	9,63,15,650
	Total Cash and Cash Equivalents	3,58,94,769	12,71,98,122

NOTE NO. 12 : TRADE RECEIVABLES

S.NO.	PARTICULARS	AS AT 31/03/2017	AS AT 31/03/2016
		Rs.	Rs.
I	Outstanding for a period exceeding six months from the date they are due for payment		
	Other Receivables: Unsecured, Considered Good	97,66,636	-
	Total Trade Receivables	97,66,636	-



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NOTE NO. 13 : SHORT TERM LOANS AND ADVANCES

S.NO.	PARTICULARS	AS AT 31/03/2017	AS AT 31/03/2016
		Rs.	Rs.
I	Unsecured		
	Other Loans and Advances	4,19,69,872	22,18,22,371
	Total Short Term Loans and Advances	4,19,69,872	22,18,22,371

NOTE NO.14 : OTHER CURRENT ASSETS

S.NO.	PARTICULARS	AS AT 31/03/2017	AS AT 31/03/2016
		Rs.	Rs.
	Salary and Travel Advances	1,28,018	-
	Prepaid Insurance	32,993	-
	Other Receivables (TDS)	27,34,038	3,71,818
	Vat Input Credit	79,428	-
	Total Other Current Assets	29,74,477	3,71,818

NOTE NO. 15 : REVENUE FROM OPERATIONS

S.NO.	Particulars	Year Ended 31/03/2017	Year Ended 31/03/2016
	Revenue from Operations		
	(a) Revenue from Services	20,34,77,160	-
	(b) Pharmacy Sale	4,74,13,864	-
	Total Revenue from Operations	25,08,91,024	-

NOTE NO. 16 : OTHER INCOME

S.NO.	Particulars	Year Ended 31/03/2017	Year Ended 31/03/2016
	Interest Income	29,38,701	-
	Total Revenue from Operations	29,38,701	-

NOTE NO. 17 : PURCHASE OF STOCK IN TRADE

S.NO.	Particulars	Year Ended 31/03/2017	Year Ended 31/03/2016
	Pharmacy Purchases	10,76,69,854	-
	Total Trade Purchases	10,76,69,854	-



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NOTE NO. 18 : EMPLOYEE BENEFIT EXPENSES

S.NO.	Particulars	Year Ended 31/03/2017	Year Ended 31/03/2016
	(a) Salaries & Wages	5,42,45,460	-
	(b) Contribution to Employees	90,05,451	-
	(c) Staff Welfare Exp	87,59,470	-
	Total Employee Benefit Expenses	7,20,10,381	-

NOTE NO. 19 : OTHER OPERATING EXPENSES

S.NO.	Particulars	Year Ended 31/03/2017	Year Ended 31/03/2016
	(a) Power & Fuel	2,58,84,900	-
	(b) Rent	2,39,85,426	-
	(c) Repairs and other Maintenance	7,57,063	-
	(d) Insurance	6,19,112	-
	(e) Payment to Auditors:		
	(i) As Auditor	86,250	22,900
	Total Other Operating Expenses	5,13,32,751	5,13,32,751

NOTE NO. 20 : ADMINSTRATIVE EXPENSES

S.NO.	Particulars	Year Ended 31/03/2017	Year Ended 31/03/2016
	(a) Telephone, Postage and Others	68,61,448	-
	(b) Marketing and Business Promotion Expenses	25,40,791	-
	(c) Travelling Expenses	33,50,996	-
	(d) Office Maintenance	29,95,472	-
	(e) Printing & Stationery Expenses	43,158	-
	(f) Rates & Taxes	80,58,394	-
	(g) Consultancy Charges	4,81,30,344	-
	Total Administrative Expenses	7,19,80,603	-

NOTE NO. 21 : FINANCE COST

S.NO.	Particulars	Year Ended 31/03/2017	Year Ended 31/03/2016
	Finance Cost	3,79,67,841	-
	Total Finance Cost	3,79,67,841	-



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A. SIGNIFICANT ACCOUNTING POLICIES:

1. General:

- These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis, exception for certain tangible assets which are being carried at revalued amounts. Pursuant to Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014, till the standards of accounting or any addendum thereto are prescribed by Central Government in consultation and recommendation of the National Financial Reporting Authority, the existing Accounting Standards notified under the Companies Act 1956, shall continue to apply. Consequently these financial statements have been prepared to comply in all material aspects with the accounting standards notified under section 211(3C) of Companies Act, 1956 [Companies (Accounting Standards) Rules, 2006, as amended] and other relevant provisions of the Companies Act, 2013.

All the assets and liabilities have been classified as current and noncurrent as per the companies' normal operating cycle and other criteria set out in schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalent, the company has ascertained its operating cycle to be 12 months for the purpose of current - noncurrent classification of assets and liabilities.

• Use of Estimates

The preparation of Financial Statements in conformity with Generally Accepted Accounting Principles (GAAP) in India requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liabilities on the date of financial statements and reported amounts of income and expenses during the period.

2. Cash and Cash Equivalents

Cash comprises Cash on hand and Demand Deposits with Banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

Cash Flow Statement

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

3. Tangible and Intangible Assets

i) Tangible Fixed Assets

Tangible fixed assets are carried at the cost of acquisition or construction, less accumulated depreciation and impairment, if any. The cost of fixed assets includes taxes (other than those subsequently recoverable from tax authorities), duties, freight and other directly attributable costs related to the acquisition or construction of the respective assets. Direct costs are capitalized until fixed assets are ready for use.

ii) Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment loss, if any. Profit or Loss on disposal of intangible assets is recognized in the Statement of Profit and Loss



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iii) Capital work-in-progress

Projects under which assets are not ready for their intended use and other capital work-in-progress are carried at cost, comprising direct cost, related incidental expenses and attributable interest.

4. Depreciation and Amortization:

- i. Effective 1st April, 2014, Company depreciates the Fixed Assets over the useful life in the manner prescribed in Schedule II of The Companies Act, 2013 as against the earlier practice of depreciating at the rates prescribed in Schedule XIV of The Companies Act 1956.
- ii. Depreciation for additions to Fixed Assets of the Company is provided as per Schedule II of the Companies Act, 2013 on pro-rata basis.

5. Revenue Recognition:

- i) Income from Healthcare Services is recognised on completed service contract method. The hospital collections of the Company are net of discounts, payments to doctors. Revenue also includes the value of services rendered pending final billing in respect of in-patients undergoing treatment.
- ii) Pharmacy Sales are recognised when the risk and reward of ownership is passed to the customer and are stated net of returns, discounts and exclusive of VAT wherever applicable.
- iii) Interest income is recognised on a time proportion basis taking into account the principal amount outstanding and the rate applicable.
- iv) Dividend income is recognised as and when the owner's right to receive payment is established.

6. Investments

Investments are classified into current and long-term investments. Investments that are readily realizable and intended to be held for not more than a year from the date of acquisition are classified as current investments. All other investments are classified as long-term investments.

Long term investments are stated at cost and provision for diminution is made if the decline in value is other than temporary in nature. Current investments are stated at lower of cost and fair value determined on the basis of each category of investments.

Cost of overseas investment comprises the Indian Rupee value of the consideration paid for the investment translated at the exchange rate prevalent at the date of investment.

7. Earnings per Share

The Basic and Diluted Earnings Per Share (EPS) is computed by dividing the net profit after tax for the year by weighted average number of equity shares outstanding during the year.

8. Taxes on Income

To provide Current tax as the amount of tax payable in respect of taxable income for the period, measured using the applicable tax rates and tax laws.

To provide deferred tax on timing differences between taxable income and accounting income subject to consideration of prudence, measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Not to recognize Deferred tax assets on unabsorbed



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depreciation and carry forward of losses unless there is virtual certainty that there will be sufficient future taxable income available to realize such assets.

9. Provisions, Contingent Liabilities and Contingent Assets

The company creates the provisions where there is a present obligation as a result of past event that probably requires an outflow of resources and a reliable estimate can be made for the amount of the obligation. A disclosure for contingent liability will be made when there is a possible obligation or present obligation that may, but probably, will not required the outflow of resources. Where, there is a possible obligation or present obligation in respect of which the likelihood of outflow of resources is remote, no provisions or disclosures will be made.



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NOTE 22**Directors Remuneration****(Rs)**

Particulars	As at 31/03/2017	As at 31/03/2016
Directors remuneration	NIL	NIL

NOTE 23:

Particulars	As at 31/03/2017	As at 31/03/2016
Auditors remuneration	86,250	22,900

NOTE 24: Earning per Share

The earning considered in ascertaining the companies earning per share comprise net profit after tax. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the year.

Particulars	2016-17	2015-16
Profit available for the equity share holders	(8,52,19,236)	(22,900)
No. of equity shares outstanding for EPS Basic	30,10,000	30,00,000
No. of equity shares outstanding of EPS-Diluted	30,10,000	30,00,000
Basic	(28.31)	(0.01)
Diluted	(28.31)	(0.01)

NOTE 25:

There are no dues to SSI Units outstanding for more than 45 days.

NOTE 26:**Deferred Tax Asset/ Liability:**

Particulars.	As at 31.3.2017	As at 31.3.2016
a) Opening Balance	-	-
ADD. Deferred tax liability	3,16,50,331	-
Total	3,16,50,331	-



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NOTE 27:**Related Party Transactions.**

All related party transactions that were entered into during the financial year were on arm's length basis and were in the ordinary course of business. There are no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of Company at large.

a) Key Management Personnel:

S.NO.	NAME	Designation
1	SANTHI PRIYA MYANA	Director
2	SRI KALYAN KOMPELLA	Director

The followings are the Related Party Transactions:

Particulars	Nature of transaction	Current year (Rs)	Previous year (Rs)
Related parties	Unsecured loans	30,50,88,158	10,80,55,665

NOTE: 28:**Disclosure on specified bank notes:**

During the year, the company has specified bank notes (SBNs) or the other denomination notes as defined in the MCA notification, G.S.R 308(E), dated 30th March 2017. The details of SBNs held and transacted during the period from 8th November 2016 to 30th December 2016, the denomination wise SBNs and other notes as per the notification are as follows:

Particulars	(RS)		
	SBNs	Other denomination notes	Total
Closing cash in hand as on 8 th November 2016	-	19,03,500	19,03,500
ADD: Permitted receipts	-	1,11,00,192	1,11,00,192
LESS: Permitted payments	-	9,00,000	9,00,000
LESS: Amount deposited in banks	-	1,08,47,000	1,08,47,000
Closing cash in hand as on 30 th December 2016	-	12,56,692	12,56,692



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NOTE 29:

Confirmations were not obtained from debtors/creditors as to the balances receivable from/payable to them as at year end.

NOTE:30

Details of collateral security, Corporate guarantee and Personal Guarantee for Long term borrowings (ref : Note 3) :

- 7 Acres 36 Guntas of freehold Industrial Land located at sy No'103 Lakshmakkapally, Mulugu Mandal, Medak District in the name of M/s. Vivo Biotech Ltd
- 3 Acres 39 guntas of freehold industrial land located at SyNo,104 - Lakshmakkapally, Mulugu Mandal, Medak District in the name of M/s Vivo Bio tech Ltd
- 7Acres 5 Guntas of freehold industrial land located at syNo.159, Janwada Village, Shankerpally Mandal, Ranga Reddy District in the name of Mr. Viswanath Kompella
- Plot No. 76 & 77, Balamrai Co-operative Housing Society, Mahendra Hills, East Marredpally. Secunderabad-26 in the Name of Mr.Viswanath Kompella
- Plot No 78, Balamrai Co-operative Housing Society, Mahendra Hills, East Marredpally. Secunderabad-26 in the Name of Mr.Viswanath Kompella
- Plot No. 88 Balamrai Co-operative Housing Society, Mahendra Hills. East Marredpally. Secunderabad-26, in the Name of Mr.Viswanath Kompella
- Open non-agricultural land admeasuring 2 Acres 31 Guntas at S.No 438 P, Devar Yamjal, Hakimpet, Shameerpet Mandal, R.R Dist in the name of Virinchi Limited.
- Commercial Flat admeasuring 27,100 Sq.ft, Flat No 308-A, Ashoka Metropolitan(Virinchi Hospitals), Road No.1,Opp: Road No.12, Banjara Hills, Hyderabad, in the name of M/s.Virinchi Limited.
- Residential House, land admeasuring 324.44 Sq.Yards at Plot No 227, Balamrai Society, Mahendra Hills, West Maredpally, Secunderabad, in the name of M/s. Iragavarapu Constructions Pvt Ltd.
- Open Plot admeasuring 400 Sq.Yards at Plot No.7B, S.No.522, Ashoka Colony, Kapra, Keesara Mandal, R.R.District, in the name of Smt.Madhavi latha Kompella.

Corporate Guarantee: M/s.Virinchi Limited
M/s.Vivo Bio Tech Limited

Personal Guarantee: Mr. Viswanath Kompella
Mrs. Madhavi Latha Kompella

NOTE 31:

Previous year's figures have been regrouped wherever necessary.



Note 32:

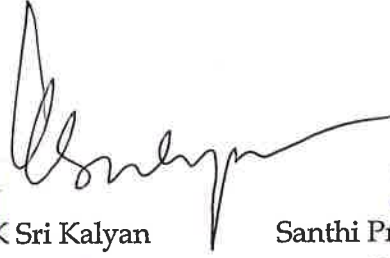
The figures have been rounded off to the nearest rupee.

As per our report of even date
For P. Murali & Co.,
Chartered Accountants
Firm No: 007257S

For and on behalf of the Board of Directors
Virinchi Healthcare Private Limited



A. Krishna Rao
Partner
Membership No. 020085



K Sri Kalyan
Director



Santhi Priya Myana
Director

Place: Hyderabad
Date: 21/05/2017