

# KHANDELWAL JAIN & CO.

## CHARTERED ACCOUNTANTS

Website: www.kjco.net • E-mail: kjco@kjco.net

6-B&C, Pil Court, 6th Floor,  
111, M. Karve Road, Churchgate,  
Mumbai - 400 020.  
Tel.: (+91-22) 4311 5000  
Fax : 4311 5050

12-B, Baldota Bhavan, 5th Floor,  
117, M. Karve Road, Churchgate,  
Mumbai - 400 020.  
Tel.: (+91-22) 4311 6000  
Fax : 4311 6060

### INDEPENDENT AUDITOR'S REPORT

To the Members of  
Kopran Laboratories Limited

#### Report on the Audit of the Financial Statements

#### Opinion

We have audited the accompanying financial statements of **Kopran Laboratories Limited** ('the Company'), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as 'Financial Statements').

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 ('the Act') in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, the profit 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 ('SA') specified under section 143(10) of the Act. Our responsibilities under those Standards 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 (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules made 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.



**Information Other than the Financial Statements and Auditor's Report Thereon**

The Board of Directors ('Company Management') is responsible for the other information. The other information comprises the information included in the Board report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Management Responsibility for the Financial Statements**

The Board of Directors is 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 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, read with the Companies (Accounting Standards) Rules, 2021.

This responsibility also includes maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of the appropriate accounting policies; making judgements 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 fair 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, 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 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 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; and
- 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.

**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 sub-section (11) of Section 143 of the Act, we give in the **Annexure A** a statement on the matters specified in paragraphs 3 and 4 of the Order.
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 of the accompanying financial statements;
  - 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, Statement of Profit and Loss, the Cash Flow Statement and Statement of Changes in Equity dealt with by this report are in agreement with the books of account;
  - d) The aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2021;
  - e) On the basis of the written representations received from the Directors as on March 31, 2022 taken on record by the Management, none of the Director is disqualified as on March 31, 2022 from being appointed as a Board of Directors in terms of Section 164 (2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in **Annexure B**;
  - g) With respect to the matter to be included in the Auditor's Report under section 197(16) of the Act, as amended. In our opinion and to the best of our information and according to the explanations given to us, the provisions of section 197 are not applicable to the Company;





- h) According to the information and explanations given to us, and based on our review of the books of accounts, there are no observations or comments on financial transactions or matters which have any adverse effect on the functioning of the Company;
- i) With respect to the other matters to be included in the Auditor's Report in accordance with Rules 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, 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 on its financial position except as disclosed under Note 25 of the financial statements.
  - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at March 31, 2022;
  - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv) Management has represented to us that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, 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, whether, 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;
  - v) Management has represented to us that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ('Funding Parties'), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ('Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;



vi) Based on our audit procedure conducted that are considered reasonable and appropriate in the circumstances, nothing has come to our attention that cause us to believe that the representation given by the management under paragraph (2) (i) (iv) & (v) contain any material misstatement.

vii) The Company has not declared or paid any dividend during the year.

For **KHANDELWAL JAIN & CO**  
**CHARTERED ACCOUNTANTS**

ICAI Firm Registration no. 105049W



**ALPESH WAGHELA**  
**PARTNER**

Membership No.: 142058



Place: Mumbai

Date: August 27, 2022

UDIN: 22142058AQOHJZ8964

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## ANNEXURE A TO INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS OF THE KOPRAN LABORATORIES LIMITED FOR THE YEAR ENDED MARCH 31, 2022

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

- i) a) The Company is maintaining proper records showing full particulars including quantitative details and situation of its Property, Plant and Equipment.
- b) The Property, plant and equipment have been physically verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion, the frequency of verification of the property, plant and equipment is reasonable having regard to the size of the Company and the nature of its assets.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of all the immovable properties disclosed in the financial statements are held in the name of the company.
- d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no revaluation has been done by the Company of its property, plant and equipment 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, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- ii) a) The inventory has been physically verified by the management. In our opinion, the frequency of verification is reasonable. No material discrepancies were noticed on physical verification done by the management between the physical stock and book records.





- b) According to the information and explanations given to us, the Company has not been sanctioned working capital limit exceeding five crore rupees in aggregate, therefore the sub-clause (b) of clause (ii) of paragraph 3 of the Order is not applicable to the Company.
- iii) The Company has not provided any loans or advances in the nature of loans or stood guarantee, or provided security to any other entity or made any investment during the year, and hence reporting under clause (iii) of paragraph 3 of the Order is not applicable.
- iv) In our opinion and according to the information and explanation given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act, with respect to the loans and investment made, as applicable.
- v) The Company has not accepted any deposits during the year from the public within the meaning of the provisions of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules made thereunder and accordingly, clause (v) of paragraph 3 of the Order is not applicable to the Company.
- vi) We are informed that no cost records are required to be maintained by the Company under Section 148(1) of the Companies Act, 2013 and accordingly, clause (vi) of paragraph 3 of the Order is not applicable to the Company.
- vii) In respect of Statutory dues:
- a) According to the information and explanations given to us, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax, Goods and Service Tax, Cess and other material statutory dues wherever applicable, with the appropriate authorities during the year and there are no statutory dues outstanding for a period of more than six months from the date they became payable.
- b) According to the information and explanation given to us, there are no cases of non-deposit of disputed Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax, Goods and Service Tax and Cess with the appropriate authority, except the following:

Name of the statute	Nature of the Dues	Period	Amount of Liability (Gross) (Rs)	Forum
Goods and Service Tax	Sales Tax	F.Y.2013-14	20,436,421	Deputy Commissioner of Sales Tax

**Note** - As informed to us, during 2022-23, Company has received the order reducing the above demand to Nil.





- viii) According to the information and explanations given to us and management representation which we have relied upon, there are no unrecorded transactions which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961). Consequently, the requirement of clause (viii) of paragraph 3 of the Order is not applicable to the Company.
- ix)
- a) In our opinion and according to the information and explanation given to us the Company has not defaulted in repayment of loans or borrowings from banks, financial institutions or other lenders.
  - b) In our opinion and according to the information and explanation given to us the Company is not declared as wilful defaulter by any bank or financial institution or other lender.
  - c) According to the information and explanation given to us and on the basis of the examination of the books of accounts of the Company, term loans were applied for the purpose for which the loans were obtained.
  - d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
  - e) According to the information and explanations given to us and based on the records of the Company examined by us, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiary, associates or joint venture and accordingly, reporting under this clause is not applicable.
  - f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies. Hence, the requirement to report on clause (ix)(f) of the paragraph 3 of order is not applicable to the Company.
- x)
- a) The Company has not raised money by way of initial public offer or further public offer (including debt instruments) and hence, reporting under sub-clause (a) of clause (x) of paragraph 3 of the Order is not applicable to the Company.
  - b) In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year and hence reporting under sub-clause (b) of clause (x) of paragraph 3 of the Order is not applicable to the Company.



xi)

- a) Based on the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the year.
- b) In our opinion and according to the information and explanations given to us, report under section 143(12) of the Companies Act as prescribed under rule 13 of the Companies (Audit and Auditors) Rules, 2014 with Central Government has not been filed by the Auditors in form ADT-4.
- c) As informed to us by the management which we have relied upon, there were no whistle-blower complaints received by the Company.

xii) According to the information and explanations given to us and on the basis of examination of books of account and records of the Company, we report that the Company is not a Nidhi Company within the meaning of Section 406 of the Act. Accordingly, reporting under paragraph 3(xii)(a) to (c) of the Order is not applicable to the Company.

xiii) In our opinion and according to the information and explanations given to us, all transactions entered into by the Company, with the related parties are in compliance with section 188 of the Act, where applicable and requisite details have been disclosed in the financial statements, as required by the applicable accounting standard. Further, according to the information and explanations given to us, the Company is not required to constitute an audit committee under section 177 of the Act.

xiv) As per the information and explanations given by the management and on the basis of our examination of the records of the Company, internal audit is not applicable to the company. Therefore, reporting under clause (xiv) of the of paragraph 3 of the Order is not applicable to the Company.

xv) In our opinion and according to the information and explanations given to us and management representation which we have relied upon, the Company has not entered into any non-cash transaction with the directors or persons connected with him and covered under Section 192 of the Act and hence, reporting under clause (xv) of the paragraph 3 of the Order is not applicable to the Company.

xvi)

- a) Based on information and explanation given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and hence, sub-clause (a), (b) and (c) of clause (xvi) of paragraph 3 of the Order is not applicable to the Company.





- b) As represented by the management which we have relied upon, the Group does not have any Core Investment Company (CIC) as per the definition contained in the Core Investment Companies (Reserve Bank) Directions, 2016 and hence, reporting under clause (xvi)(d) of the order is not applicable.
- xvii) The Company has not incurred cash losses in the current financial year or in the immediately preceding financial year.
- xviii) There is no resignation by the statutory auditor of the Company during the year and accordingly, no comments are offered under this clause.
- xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, 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)
- a) There are no unspent amounts towards Corporate Social Responsibility (CSR) requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.
- b) Based on the management representation which we have relied upon, there are no ongoing projects of the Company. Accordingly, reporting under clause 3(xx)(b) of the Order is not applicable for the year.

For **KHANDELWAL JAIN & CO**  
**CHARTERED ACCOUNTANTS**  
ICAI Firm Registration no. 105049W

  
**ALPESH WAGHELA**  
**PARTNER**  
Membership No.: 142058



Place: Mumbai  
Date: August 27, 2022

# KHANDELWAL JAIN & CO.

## CHARTERED ACCOUNTANTS

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### ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS OF KOPRAN LABORATORIES LIMITED

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

### Report on the Internal Financial Controls over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the Internal Financial Control over financial reporting of **Kopran Laboratories Limited** ('the Company') as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year then ended.

#### Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting 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 (the 'Guidance Note') issued by the Institute of Chartered Accountants of India ('ICAI'). 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 over financial reporting with reference to these financial statements based on our audit. We conducted our audit in accordance with the Guidance Note issued by ICAI and the Standards on Auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. 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 over financial reporting with reference to these financial statements was 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 system over financial reporting with reference to these financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these 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 system over financial reporting with reference to these financial statements.

#### **Meaning of Internal Financial Controls Over Financial Reporting with Reference to These Financial Statements**

A company's internal financial control over financial reporting with reference to these financial statements is a process designed to 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 control over financial reporting with reference to these financial statements includes 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 Over Financial Reporting with Reference To These Financial Statements**

Because of the inherent limitations of internal financial controls over financial reporting with reference to these 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 over financial reporting with reference to these financial statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.



**Opinion**

In our opinion, the Company generally has, in all material respects, adequate internal financial controls over financial reporting with reference to these financial statements and such internal financial controls over financial reporting with reference to these financial statements were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by ICAI.

For **KHANDELWAL JAIN & CO**  
**CHARTERED ACCOUNTANTS**

ICAI Firm Registration no. 105049W

*Alpesh*

**ALPESH WAGHELA**  
**PARTNER**

Membership No.: 142058



Place: Mumbai

Date: August 27, 2022



**KOPRAN LABORATORIES LIMITED**  
**BALANCE SHEET AS AT 31st MARCH, 2022**

(₹ in Lakhs)

Particulars	Note	March 31, 2022	March 31, 2021
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholder's Funds</b>			
Share Capital	2	150.00	150.00
Reserves and Surplus	3	2,841.82	2,240.69
<b>Non-Current Liabilities</b>			
Long-Term Borrowings	4	703.10	622.13
Long Term Provisions	5	126.77	133.92
<b>Current Liabilities</b>			
Short Term Borrowings	6	1.40	-
Trade Payables	7		
(i) Total outstanding dues to micro enterprises and small enterprises		2.50	3.07
(ii) Total outstanding dues to creditors other than micro enterprises and small enterprises		766.77	606.08
Other Current Liabilities	8	555.74	403.47
Short Term Provisions	9	37.86	25.42
<b>Total</b>		<b>5,185.95</b>	<b>4,184.77</b>
<b>Assets</b>			
<b>Non Current Assets</b>			
Property, Plant and Equipment			
- Property, Plant and Equipment	10	1,788.42	1,318.85
Intangible Assets			
Non Current Investments	11	19.35	19.35
Deferred Tax Assets (net)		74.11	52.44
Long term Loans and Advances	12	404.59	404.30
<b>Current Assets</b>			
Inventories	13	954.25	816.43
Trade Receivables	14	940.72	806.42
Cash and Bank Balances	15	635.99	402.76
Short-Term Loans and Advances	16	313.88	288.84
Other Current Assets	17	54.63	75.37
<b>Total</b>		<b>5,185.95</b>	<b>4,184.77</b>

Significant Accounting Policies and Notes to Accounts

1 to 33

As per our report of even date

For Khandelwal Jain & Co.

Chartered Accountants

ALPESH WAGHELA

PARTNER

Membership No. 142058



For and on behalf of the Board of Directors

  
VARUN SOMANI  
MANAGING DIRECTOR  
DIN No. 00015384

  
ADARSH SOMANI  
DIRECTOR  
DIN No. 00192609

Place : Mumbai

Date : 27/08/2022

## KOPRAN LABORATORIES LIMITED

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR APRIL, 2021 TO MARCH, 2022

(₹ in Lakhs)

Particulars	Note	Year Ended	
		March 31, 2022	March 31, 2021
<b>INCOME</b>			
Revenue from Operations	18	5,386.88	3,536.36
Other Income	19	61.49	43.38
<b>Total Income</b>		<b>5,448.37</b>	<b>3,579.74</b>
<b>EXPENDITURE</b>			
Cost of Materials Consumed	20	2,862.59	1,636.30
Employee Benefit Expense	21	735.54	670.95
Financial Costs	22	115.71	89.19
Depreciation and Amortization Expense	10	151.44	117.61
Other Expenses	23	842.64	515.56
<b>Total Expenses</b>		<b>4,707.92</b>	<b>3,029.61</b>
<b>Profit Before Tax</b>		<b>740.45</b>	<b>550.13</b>
<b>Tax Expense</b>			
Current Tax		161.00	125.00
Deferred Tax		(21.68)	(18.02)
Taxation for Earlier year		-	2.64
<b>Profit After Tax</b>		<b>601.13</b>	<b>440.50</b>
<b>Earning per equity share: (Nominal Value Rs. 10)</b>	24		
Basic and Diluted		30.06	22.03
<b>Significant Accounting Policies and Notes to Accounts</b>	<b>1 to 33</b>		

As per our report of even date  
For Khandelwal Jain & Co.  
Chartered Accountants

*Alpesh Waghela*

ALPESH WAGHELA  
PARTNER  
Membership No. 142058



For and on behalf of the Board of Directors

*Varun Somani*  
VARUN SOMANI  
MANAGING DIRECTOR  
DIN No. 00015384

*Adarsh Somani*  
ADARSH SOMANI  
DIRECTOR  
DIN No. 00192609

Place : Mumbai  
Date : 27/08/2022



**KOPRAN LABORATORIES LIMITED**  
**CASH FLOW STATEMENT AS AT 31ST MARCH, 2022**

	(₹ in Lakhs)	
Particulars	31-Mar-22	31-Mar-21
<b>A. Cash Flows from Operating Activities</b>		
Profit Before Tax	740.45	550.13
Adjustments for:		
Depreciation	151.44	117.61
Diminution in Value of Investment	-	-
Finance Cost	115.71	89.19
Interest Income	(25.28)	(11.38)
Loss on Sale of Fixed Assets	-	-
<b>Operating Cash Flows before Working Capital Adjustments</b>	<b>982.32</b>	<b>745.55</b>
Adjustments for:		
Increase/Decrease in Long Term Provision	(7.15)	(3.46)
Decrease/Increase in Trade Payables	160.12	(46.89)
Increase/Decrease in Other Current Liabilities	130.49	(235.17)
Decrease/Increase in Short Term Provisions	12.44	14.70
Increase in Long Term Loans & Advances	(0.29)	6.80
(Increase) / Decrease in Inventories	(137.82)	(152.39)
(Increase) / Decrease in Receivables	(134.30)	716.40
(Increase) / Decrease in Short Term Loans & Advances	(25.04)	(52.55)
(Increase) / Decrease in Other Current Assets	(379.26)	(137.47)
<b>Cash Generated from Operations</b>	<b>601.51</b>	<b>855.53</b>
Direct taxes paid	(139.22)	(116.90)
Taxation for Earlier year	-	(2.64)
<b>Net Cash Flows from Operating Activities</b>	<b>462.29</b>	<b>735.98</b>
<b>B. Cash Flows from Investing Activities</b>		
Interest Income	25.28	11.38
Purchase of Fixed Assets	(621.01)	(230.97)
Sale of Fixed Assets	-	15.00
<b>Net Cash Flows from Investing Activities</b>	<b>(595.73)</b>	<b>(204.59)</b>
<b>C. Cash Flows from Financing Activities</b>		
Finance Cost	(115.71)	(89.19)
Increase/Decrease in Borrowings	82.38	(269.75)
Loss in sales of Fixed Assets	-	6.17
<b>Net Cash Flows from Financing Activities</b>	<b>(33.33)</b>	<b>(352.78)</b>
<b>Net Increase / (Decrease) in Cash &amp; Cash Equivalents</b>	<b>(166.78)</b>	<b>178.61</b>
<b>Cash &amp; Cash Equivalents</b>		
As at the Beginning	188.96	10.35
As at the Ending	22.19	188.96
<b>Net Increase / (Decrease) in Cash &amp; Cash Equivalents</b>	<b>(166.78)</b>	<b>178.61</b>

As per our report of even date  
For Khandelwal Jain & Co.  
Chartered Accountants

**ALPESH WAGHELA**  
PARTNER  
Membership No. 142058



For and on behalf of the Board of Directors

*(Signature)*

**VARUN SOMANI**      **ADARSH SOMANI**  
MANAGING DIRECTOR      DIRECTOR  
DIN No. 00015384      DIN No. 00192609

Place : Mumbai  
Date : 27/08/2022

**KOPRAN LABORATORIES LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

(₹ in Lakhs)

2 Share Capital		As at 31 March 2022		As at 31 March 2021	
Particulars		Number	Amount in Rs	Number	Amount in Rs
<b>Authorised</b>					
Equity shares of Rs. 10/- each		20.00	200.00	20.00	200.00
		<b>20.00</b>	<b>200.00</b>	<b>20.00</b>	<b>200.00</b>
<b>Issued, Subscribed &amp; Paid up</b>					
Equity shares of Rs. 10/- each fully paid up		15.00	150.00	15.00	150.00
		<b>15.00</b>	<b>150.00</b>	<b>15.00</b>	<b>150.00</b>

(₹ in Lakhs)

2.1 Reconciliation of Number of Shares		As at 31 March 2022		As at 31 March 2021	
Particulars		Number	Amount in Rs	Number	Amount in Rs
Opening Balance		15.00	150.00	5.00	50.00
Closing Balance		15.00	150.00	5.00	50.00

- 2.2 Rights, Preferences and Restrictions attached to Shares**  
The Company has only one class of shares referred to as equity shares having a par value of Rs.10/- per share. Each holder of equity shares is entitled to dividend and one vote per share

2.3 Details of Shareholders holding more than 5% Shares in the Company		As at 31 March 2022		As at 31 March 2021	
Shareholders Name		No. of Shares	% holding	No. of Shares	% holding
M/s Oriental Enterprises		319,500	21.30%	319,500	21.30%
M/s Kopran Lifestyle Ltd. (Formerly known as Ridhi Sidhi Equif.Ltd.)		280,200	18.68%	280,200	18.68%
M/s Sarvamangal Mercantile Co Ltd		84,000	5.60%	84,000	5.60%
M/s. Meenal Metalizing Pvt.Ltd.		287,700	19.18%	287,700	19.18%
M/s Sorabh Trading Pvt Ltd		240,300	16.02%	240,300	16.02%

- 2.4 Share Held by Promoters at the end of the year**

Sr No	Promoter Name	No. of Shares	% of Total Shares
1	Sarvamangal Mercantile Co. Ltd.	84000	5.60%
2	M/s Oriental Enterprises	319500	21.30%
3	Meenul Metalizing Pvt Ltd	287700	19.18%
4	Suhrid Susheel Somani	6450	0.43%
5	KOPRAN LIFESTYLE LIMITED	280200	18.68%
6	BOTTLE CLOSURE INDIA PVT LTD	24000	1.60%
7	SORABH TRADING PVT LTD	240300	16.02%
8	G.CLARIDGE & COMPANY LIMITED	60000	4.00%
9	VANDANA SOMANI	9630	0.64%
10	MR ADARSH SOMANI	9660	0.64%
11	S. K. Somani & Co.	35100	2.34%
12	SKYLAND SECURITIES PVT LTD	37200	2.48%
13	BIGFLEX ENTERPRISES PRIVATE LIMITED	30000	2.00%

- 3 Reserves and Surplus**

(₹ in Lakhs)

Particulars	As at	
	31st Mar 2022	31st Mar 2021
Surplus in Statement of Profit and Loss	2,240.69	1,900.18
Opening Balance	601.13	440.50
Add: Net Surplus Transferred from Statement of Profit and Loss	-	100.00
Less :Bonus Shares Issue	2,841.82	2,240.69
Total		





**KOPRAN LABORATORIES LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

**4 Long Term Borrowings**

Particulars	As at	
	31st Mar 2022	31st Mar 2021
<b>Unsecured</b>		
Director Loan	433.00	448.50
<b>Secured</b>		
Term Loan for Equipment Yes Bank Ltd.	217.58	-
Term Loan for Equipment CBI	52.52	-
Term Loan for Equipment DHFL	-	54.16
Term Loan for equipment ECL Finance Ltd.(Edelweiss)	-	50.39
Term Loan for equipment Profectus Capital Pvt.Ltd.	-	58.18
Vehicle Loan	-	10.89
<b>Total</b>	<b>703.10</b>	<b>622.13</b>

- 4.1 Term Loan from YES BANK against mortgage of Medical Equipment, The Loan is repayable as FY 2022-23 Rs.1,37,80,003/-, FY 2023-24 Rs. 1,52,45,325/-, FY 2024-25 Rs. 65,12,676/-  
Term Loan from CBI against mortgage of Medical Equipment, The Loan is repayable as FY 2022-23 Rs.83,58,872/-, FY 2023-24 Rs. 52,51,962/-  
Term Loan from DHFL against mortgage of Medical Equipment, The Loan is repayable as FY 2022-23 Rs.7,31,943/-  
Term Loan from ECL against mortgage of Medical Equipment, The Loan is repayable as FY2022-23 Rs. 47,42,120/-  
Term Loan from PCPL against mortgage of Medical Equipment, The Loan is repayable as FY2022-23 Rs. 10,43,877/-
- 4.2 Vehicle Loans from Kotak Mahindra Prime Ltd. are secured by hypothecation of vehicles. The loan is repayable as FY 2022-23 Rs. 10,88,661/-.

**5 Long Term Provisions**

Particulars	As at	
	31st Mar 2022	31st Mar 2021
Provision for Employee Benefits	83.67	88.57
Gratuity (Refer Note 31)	43.10	45.35
Leave Encashment (Refer Note 31)	126.77	133.92
<b>Total</b>		

**6 Short Term Borrowings**

Particulars	As at	
	31st Mar 2022	31st Mar 2021
<b>Secured</b>		
Cash Credit from CBI	1.40	-
<b>Total</b>	<b>1.40</b>	<b>-</b>

- 6.1 Cash credit facility availed from CBI is secured by hypothecation of Finished Goods & Receivables (present & future), Collateral Security by mortgage of Vishal Investment Gala No.307,308,409 and guaranteed by director/ promoter jointly and severally.
- 6.2 Term Loan facility availed from CBI is secured by mortgage of Medical Equipment on Reagent Rental Basis.

**7 Trade Payables**

Particulars	As at	
	31st Mar 2022	31st Mar 2021
Trade Payables (including Acceptances)		
(i) Total outstanding dues to micro enterprises and small enterprises	2.50	3.07
(ii) Total outstanding dues to creditors other than micro enterprises and small enterprises	766.77	606.08
<b>Total</b>	<b>769.27</b>	<b>609.15</b>

  

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	2.50				2.50
(ii) Others	749.57	5.31	2.80	9.09	766.77
(iii) Disputed dues to					0
- MSME					0
- Others					0

**8 Other Current Liabilities**

Particulars	As at	
	31st Mar 2022	31st Mar 2021
Current Maturities of Long-term Borrowings	297.45	231.11
Interest accrued but not due on Borrowings	2.99	2.95
Advance from Customers	23.62	12.30
Deposit	12.50	12.50
Payables for Expenses	82.16	50.05
Employee Related Dues Payables	48.42	40.81
Statu	58.97	45.90
Curr	29.62	7.84
<b>Total</b>	<b>555.74</b>	<b>403.47</b>

**9 Short Term Provisions**

Particulars	As at	
	31st Mar 2022	31st Mar 2021
Provision for Employee Benefits	32.03	22.04
Gratuity (Refer Note 31)	5.83	3.38
Leave Encashment (Refer Note 31)	37.86	25.42
<b>Total</b>		



**KOPRAN LABORATORIES LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

**10 : PROPERTY, PLANT AND EQUIPMENT**

Description	GROSS BLOCK				DEPRECIATION					NET BLOCK	
	As at	Additions	Deletion	As at	Up to	Adjustments	For the year	Deduction	Up to	As at	As at
	31/03/2021			31/03/2022	31/03/2021			during the year	31/03/2022	31/03/2022	31/03/2021
<b>Tangible Assets</b>											
Diagnostic Equipments	1,560.37	615.00	-	2,175.37	341.59		133.84	-	475.42	1,699.95	1,218.79
Computers	42.71	2.43		45.14	37.36		1.96		39.33	5.81	5.34
Motor Car	150.91	-		150.91	64.25		13.76		78.01	72.90	86.65
Office Equipments	20.65	2.99		23.65	16.78		1.22		18.00	5.65	3.87
Air Conditioner	9.21	-		9.21	7.88		0.33		8.20	1.01	1.34
Furniture and Fixture	12.12	0.59		12.71	9.27		0.34		9.60	3.10	2.86
<b>Total</b>	<b>1,795.98</b>	<b>621.01</b>	<b>-</b>	<b>2,416.98</b>	<b>477.12</b>	<b>-</b>	<b>151.44</b>	<b>-</b>	<b>628.56</b>	<b>1,788.42</b>	<b>1,318.85</b>
<b>Previous Year</b>	<b>1,595.00</b>	<b>230.97</b>	<b>3.00</b>	<b>1,795.98</b>	<b>368.35</b>	<b>-</b>	<b>117.61</b>	<b>8.83</b>	<b>477.12</b>	<b>1,318.85</b>	<b>1,226.65</b>





**KOPRAN LABORATORIES LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

**11 Non Current Investments (Valued at Cost)**

(₹ in Lakhs)

Particulars	As at				
	31st Mar 2022			31st Mar 2021	
	No. of Shares	Amount in Rs.	Amount in Rs.	No. of Shares	Amount in Rs.
Long Term - Non Trade - Unquoted Equity Shares					
Parijat Shipping & Finale Ltd of Rs.10/-each fully paid up	878,520	-	19.35	878,520	19.35
Long Term - Non Trade - Quoted Equity Shares					
Sarvamangal Mercantile Co Ltd of Rs.10/-each fully paid up	18,000	90,000		18,000	NIL
Less : Provision in diminution in value of Investment		90,000	NIL		
<b>Total</b>			<b>19.35</b>		<b>19.35</b>

Aggregate Market Value of Quoted Investments

NIL

NIL

**Note** - In respect of Company's investment in Parijat Shipping & Finale Ltd., the investee company has negative net worth as at March 31, 2021 and March 31, 2020. However, considering the future plans of the investee company and valuation report of the expert, management considers the diminution in value of investment as temporary in nature and hence, no provision for diminution in value of this investment is made in the books of accounts.

**12 Long Term Loans and Advances**  
(Unsecured Considered Good)

(₹ in Lakhs)

Particulars	As at	
	31st Mar 2022	31st Mar 2021
Deposits	403.97	403.97
Other Loans & Advances	0.62	0.33
<b>Total</b>	<b>404.59</b>	<b>404.30</b>

**13 Inventories**

(₹ in Lakhs)

Particulars	As at	
	31st Mar 2022	31st Mar 2021
Medical Equipments and Reagents	950.11	812.29
Shares	4.14	4.14
<b>Total</b>	<b>954.25</b>	<b>816.43</b>

**14 Trade Receivables**  
(Unsecured, Considered Good)

(₹ in Lakhs)

Particulars	As at	
	31st Mar 2022	31st Mar 2021
Others- Less than six months	840.94	590.89
Others- More than six months	99.78	215.53
<b>Total</b>	<b>940.72</b>	<b>806.42</b>

Particulars	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		
(i) Undisputed Trade receivables — considered good	840.94	25.00	19.34	41.33	14.11		940.72
(ii) Undisputed Trade Receivables — considered doubtful							
(iii) Disputed Trade Receivables considered good	0	0	0	-	0		0
(iv) Disputed Trade Receivables considered doubtful	0	0	0	-	0		0

**15 Cash and Cash Bank Balances**

(₹ in Lakhs)

Particulars	As at	
	31st Mar 2022	31st Mar 2021
Cash & Cash Equivalents		
Cash on Hand	0.52	0.09
Balances with Banks in Current Accounts	18.41	185.88
Imprest Cash	3.25	3.00
Others		
Margin Money*	613.80	213.80
<b>Total</b>	<b>635.99</b>	<b>402.76</b>

\*Margin Money in the form of deposits with banks maturing after 12 months are classified as Non-Current.(Refer Note 12)

**16 Short Term Loans and Advances**  
(Unsecured, Considered Good)

(₹ in Lakhs)

Particulars	As at	
	31st Mar 2022	31st Mar 2021
Deposits	252.13	243.68
Other Loans & Advances	15.96	17.94
Balance with Statutory/Government Authorities	45.80	27.23
<b>Total</b>	<b>313.88</b>	<b>288.84</b>

**17 Other Current Assets**  
(Unsecured, Considered Good)

(₹ in Lakhs)

Particulars	As at	
	31st Mar 2022	31st Mar 2021
Interest accrued but not due on fixed deposits*	28.29	16.87
Prepaid Expenses	10.26	3.92
Advances to Creditors	9.38	45.58
Advances recoverable in cash or kind	6.71	9.00
<b>Total</b>	<b>54.63</b>	<b>75.37</b>

\*Interest Accrued on Margin Money with banks after 12 months from Balancesheet date are classified as Non-Current (Refer Note 12)



**KOPRAN LABORATORIES LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

**18 Revenue from Operations**

(₹ in Lakhs)

Particulars	Year Ended	
	31st Mar 2022	31st Mar 2021
Sales	5,317.64	3,470.16
<b>Other Operating Income</b>		
Service Charges (TDS Rs. 7,81,559.96, P.Y. Rs.2,74,627/-)	68.34	60.50
Commission	0.90	5.70
<b>Total</b>	<b>5,386.88</b>	<b>3,536.36</b>

**19 Other Income**

(₹ in Lakhs)

Particulars	31st Mar 2022	31st Mar 2021
Interest (TDS Rs.2,52,777/-, P.Y.Rs.85,181/-)	25.28	11.38
Royalty (TDS Rs.60,000/- P.Y.60,000/-)	12.00	12.00
Exchange Gain	20.44	11.00
Sundry Balances w/back	0.16	7.84
Insurance Claim received	-	1.16
Bad Debts Recovered	2.80	
Discount received	0.80	-
<b>Total</b>	<b>61.49</b>	<b>43.38</b>

**20 Cost of Materials**

(₹ in Lakhs)

Particulars	31st Mar 2022	31st Mar 2021
Opening Stock	816.43	664.04
Add: Purchases	3,000.41	1,788.70
	3,816.84	2,452.74
Less : Closing Stock	954.25	816.43
<b>Total</b>	<b>2,862.59</b>	<b>1,636.30</b>

**21 Employee Benefit Expense**

(₹ in Lakhs)

Particulars	31st Mar 2022	31st Mar 2021
Salaries, Wages and Bonus	668.65	615.04
Contribution to Provident and Other Fund	36.91	30.58
Staff Welfare Expense	29.98	25.33
<b>Total</b>	<b>735.54</b>	<b>670.95</b>





**KOPRAN LABORATORIES LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

**22 Finance Cost**

(₹ in Lakhs)

Particulars	Year Ended	
	31st Mar 2022	31st Mar 2021
Interest Expense	79.93	74.50
Loan Processing Charges	4.34	0.45
Bank Charges	31.44	14.24
<b>Total</b>	<b>115.71</b>	<b>89.19</b>

**23 Other Expenses**

(₹ in Lakhs)

Particulars	Year Ended	
	31st Mar 2022	31st Mar 2021
Rent, Rates & Taxes	81.24	45.05
Statutory Audit Fees	1.50	1.05
Tax Audit Fees/ICDS/ITR	0.80	0.25
Advertisement	2.40	0.09
CSR Expenses	12.73	10.05
General & Labour Charges	10.89	6.65
Repairs & Maintenance	82.99	74.12
Electricity Charges	10.39	10.70
Conference and Training Expenses	7.25	11.87
Commission on Sales	93.04	52.27
Sales Promotion Expenses	3.15	2.15
Packing, Freight and Forwarding	77.83	66.47
Printing and Stationery	4.39	4.15
Postage, Telegram and Telephone	14.98	7.77
Travelling and Conveyance	214.36	108.84
Legal and Professional Fees	109.31	61.82
Installation Charges	10.19	9.76
Bad debts	40.04	4.81
Loss on sale of Fixed Assets	-	6.17
GST Dues	-	7.51
License Fees	9.67	4.94
Sundry Balance W/off	11.03	-
Miscellaneous Expenses	44.49	19.10
<b>Total</b>	<b>842.64</b>	<b>515.56</b>

**24 Earnings per Equity Share**

(₹ in Lakhs)

Particulars	Year Ended	
	31st Mar 2022	31st Mar 2021
Number of Equity Shares	20	20
Weighted average number of Equity Shares	20	20
Face Value per share	10	0
Profit After Tax available to Equity Shareholders	601	441
Basic and Diluted Earning Per Share	30.06	22.03



**1. SIGNIFICANT ACCOUNTING POLICIES**

**1.1. Basis of Preparation of Financial Statements**

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis, Pursuant to Section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014. Accounting policies have been consistently applied.

**1.2 Use of Estimates**

The preparation of the financial statements in conformity with GAAP requires the management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent assets and liabilities as at the date of the financial statements and reported amounts of income and expenses during the period. Examples of such estimates include provisions for doubtful debts, future obligations under employee retirement benefit plans, income taxes, post-sales customer support and the useful lives of Property, Plant and Equipment and intangible assets. The difference between the actual result and estimate are recognised in the period in which results are known or materialised.

**1.3. Revenue Recognition**

- i. Sale comprises of sale of goods net of trade discounts.
- ii. Service charges and Commission income is recognized as and when accrued in terms of the agreement with the customer over the period of the contract.

**1.4 Property, Plant and Equipment and Depreciation**

- i. All Property, Plant and Equipment are stated at cost of acquisition or construction less accumulated depreciation and impairment loss, if any.
- ii. Effective 1<sup>st</sup> April 2014, the Company depreciates its Property, Plant and Equipment over the useful life as per Schedule II of The Companies Act, 2013 except in case of Building Improvements which are depreciated over the estimated useful life of 10 years.
- iii. Depreciation on Property, Plant and Equipment added/disposed off during the period is provided for on pro-rata basis with reference to date of installation /put to use/ date of sale.





**KOPRAN LABORATORIES LTD.**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

**1.5. Investments**

- i. Investments are classified into Current Investment and Long Term Investments.
- ii. Long Term Investments are carried at cost. Provision for diminution is made only if, in the opinion of the management, such a decline is other than temporary.

**1.6. Inventories**

Inventory including shares are valued at lower of cost or net realisable value.

**1.7 Impairment of Assets**

The Property, Plant and Equipment are reviewed for impairment at each balance sheet date. In case of any such indication, the recoverable amount of these assets is determined and if such recoverable amount of the asset or cash generating unit to which the assets belongs is less than its carrying amount, the impairment loss is recognised by writing down such assets to their recoverable amount. An impairment loss is reversed if there is change in the recoverable amount and such loss either no longer exists or has decreased.

**1.8 Foreign Currency Transactions**

- i. Foreign currency transactions are recorded at the exchange rate prevailing on the date of transaction.
- ii. All monetary foreign currency assets/liabilities are translated at the rates prevailing on the date of balance sheet.
- iii. Exchange difference arising on settlement/conversion is adjusted to Statement of Profit & Loss.

**1.9 Employee Benefits**

**1. Short Term Employee Benefits**

Short Term Employees Benefits are recognized as an expense at the undiscounted amount in the Statement of Profit & Loss of the year in which the related services are rendered.



**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

**2. Post Employment Benefits**

**i. Provident Fund**

The Company contributes monthly at a determined rate. These contributions are remitted to the Government administered fund and are charged to Statement of Profit & Loss account on accrual basis.

**ii. Gratuity**

Liability in respect of gratuity is determined using the projected unit credit method with actuarial valuations as on the balance sheet date and gains/losses are recognized immediately in the Statement of Profit & Loss.

**iii Leave Encashment**

Liability in respect of leave encashment is determined using the projected unit credit method with actuarial valuations as on the balance sheet date and gains/losses are recognized immediately in the Statement of Profit & Loss.

**1.10 Borrowing Cost**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

**1.11 Earnings per Share**

In accordance with the Accounting Standard 20 (AS – 20) "Earnings Per Share" issued by the Institute of Chartered Accountants of India, basic / diluted earnings per share is computed using the weighted average number of shares outstanding during the period.

**1.12 Income Tax**

Provision for current tax is made on the basis of estimated taxable income for the current accounting year in accordance with the Income Tax Act, 1961. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences, subject to the consideration of prudence. Deferred tax assets and liabilities are measured using the tax rates enacted or substantively enacted by the balance sheet date. The carrying amount of deferred tax asset / liability is reviewed at each balance sheet date.





**NOTES FORMING PART OF THE FINANCIAL STATEMENTS****1.13 Prior Period Items**

Prior period expenses/income is accounted under the respective heads. Material items, if any, are disclosed separately by way of a note.

**1.14 Provisions & Contingent Liabilities**

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

**1.15 Other Accounting Policies**

These are consistent with the generally accepted accounting practices.

**25. Contingent Liabilities not provided for and Capital Commitment:**

(₹ in Lakhs)		
Particulars	Amount as on March 31,2022	Amount as on March 31,2021
Bank Guarantee	431.74	483.08
Sales Tax *	204.36	NIL

- The Company have received a revised order post balance-sheet date reducing the said demand to NIL.



**KOPRAN LABORATORIES LTD.****NOTES FORMING PART OF THE FINANCIAL STATEMENTS****26. Accounting Ratios**

			(₹ in Lakhs)
Sr. No.	Particulars	Amount Rs.	Ratio's
1	<b>Current Ratio</b>		
	<u>Current Assets</u>	2,899.47	2.13
	Current Liabilities	1,364.27	
2	<b>Debt Equity Ratio</b>		
	<u>Total Debt</u>	1,260.24	0.42
	Shareholder's Equity	2,991.82	
3	<b>Debt Service Coverage Ratio</b>		
	<u>Earning available for debt service</u>	868.27	2.10
	Debt Service	413.33	
4	<b>Return On Equity Ratio</b>		
	<u>Net Profits after Taxes-Preference Dividend</u>	601.13	20.09%
	Average Shareholder's Equity	2,991.82	
5	<b>Inventory Turnover Ratio</b>		
	<u>Cost of Goods Sold</u>	2,862.59	3.23
	Average Inventory	885.34	
6	<b>Trade Receivable Turnover Ratio</b>		
	<u>Net Credit Sales</u>	5,386.88	6.17
	Average Accounts Receivable	873.57	
7	<b>Trade Payable Turnover Ratio</b>		
	<u>Net Credit Purchases</u>	3,000.41	4.35
	Average Trade Payable	689.21	
8	<b>Net capital Turnover Ratio</b>		
	<u>Net Sales</u>	5,386.88	3.51
	Average Working Capital	1,535.20	





**KOPRAN LABORATORIES LTD.****NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

9	<b>Net profit Ratio</b>		
	<u>Net profit</u>	601.13	11.16%
	<u>Net Sales</u>	5,386.88	
10	<b>Return on Capital Employed</b>		
	<u>Earning before Interest and Taxes</u>	856.16	22.40%
	<u>Capital Employed (Total Assets – Current Liabilities)</u>	3,821.68	

27. The breakup of Deferred Tax Assets components as at 31.03.2022 is as under:

(₹ in Lakhs)

Deferred Tax (Liabilities) /Assets		As on 31.03.2022	As on 31.03.2021
a.	Property, Plant and Equipment	(77.84)	(58.63)
b.	Others	41.43	43.90
<b>Deferred Tax Asset (Net)</b>		<b>(36.41)</b>	<b>(14.73)</b>

28. CIF value of Imports during the year:

(₹ in Lakhs)

Currency	Amount in Foreign Currency	Amount Rs.
CHF	137,688	111.64
EUR	761,282	667.52
JPY	63,964,109	433.99
USD	199,679	150.65
<b>Total</b>	<b>65,062,757</b>	<b>1,363.79</b>

29. The Company's main business is trading of medical equipments and related materials.

All other activities revolve around the main business. Further, the entire income is earned within India. As such, there are no separate reportable segments as per the AS 17 'Segment Reporting'.

30. Under in Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) which came into force from 2nd October 2006, certain disclosure are required to be made relating to Micro, Small and Medium Enterprises. On the basis of the information and records available with the Company, the above disclosures are made under 'Trade Payables' (note 7) in respect of amounts due to the Micro, Small Enterprises as defined in Micro, Small and Medium Enterprises Development Act, 2006, which have registered with the competent authorities. There is no payment beyond 45 days pending so NIL Interest.



**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

Particulars	(₹ in Lakhs)	
	31.03.2022 (Rupees)	31.03.2021 (Rupees)
The amounts remaining unpaid to micro and small suppliers		
- Principal	2.50	3.07
- Interest	NIL	NIL
The amount of interest paid by the buyer as per the Micro Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006)	NIL	NIL
The amounts of the payments made to micro and small suppliers beyond the appointed day during each accounting year	NIL	NIL
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006.	NIL	NIL
The amount of interest accrued and remaining unpaid at the end of each accounting year.	NIL	NIL
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the paid to the small enterprise for the purpose of disallowance as a deductible expenditure under the MSMED Act, 2006	NIL	NIL

**31. Employee Benefits:****Gratuity (Unfunded)**

Particulars	(₹ in Lakhs)	
	31.03.2022 (Rupees)	31.03.2021 (Rupees)
<b>i) Change in Benefit Obligation</b>		
Projected Benefit Obligations (PBO) at the beginning of the year	110.61	107.19
Interest Cost	7.60	7.39
Service Cost	6.61	7.03
Pat Service Cost	(7.77)	(1.33)
Benefits Paid	1.35	9.67
Actuarial (gain) loss on obligations	115.70	110.61
PBO at the end of the year		
<b>ii) Fair Value of Plan Assets</b>		





**KOPRAN LABORATORIES LTD.****NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

Fair Value of Plan Assets at beginning of the year	-	-
Expected Return on Plan Assets	-	-
Contributions	-	-
Benefits paid	-	-
Gain / (loss) on Plan Assets	-	-
Fair Value of Plan Assets at the end of the year		
<b>iii) Change in Plan Assets</b>		
Fair Value of Plan Assets at the beginning of the year	-	-
Actual return on Plan Assets	-	-
Contributions	-	-
Benefits paid	-	-
Fair Value of Plan Assets at the end of the year	-	-
<b>iv) Funded Status</b>	<b>(115.70)</b>	<b>(110.61)</b>
<b>v) Limits of Corridor not considered since total actuarial gain/loss is being recognised</b>		
Actuarial (loss) for the year – Obligation	1.35	9.67
Actuarial gain (loss) for the year – Plan Assets	-	-
Sub-Total	1.35	9.67
Actuarial loss recognised	(1.35)	(9.67)
Unrecognised actuarial gains (losses) at the end of the year	-	-
<b>vi) The Amounts to be recognised in Balance Sheet and Income Statement and the related analysis</b>		
Present Value of Obligation		
Fair Value of Plan Assets	115.70	110.61
Difference	-	-
Unrecognised Actuarial gains(losses)	115.70	110.61
Unrecognised Transitional Liability	-	-
Liability Recognised in Balance Sheet	-	-
	115.70	110.61
<b>vii) Net Periodic Cost</b>		
Current Service Cost	6.61	7.03
Interest Cost	7.60	7.39
Expected Return on Plan Assets	-	-
Net Actuarial (gain) loss recognised in the year	1.35	9.67
Past Service Cost		
Expenses Recognised in the Income Statement	12.86	4.75
<b>viii) Movements in the liability recognised in the Balance Sheet</b>		
Opening Net Liability	110.61	107.19



**KOPRAN LABORATORIES LTD.****NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

Expense as above	12.86	4.75
Benefit paid	(7.77)	(1.33)
Closing Net Liability	115.70	110.61
<b>ix) Assumptions :-</b>		
Discount Rate	7.27%	6.87%
Rate of increase in Compensation levels	6.00%	6.00%
<b>x) Rate of Employee Turnover</b>	1.00%	1.00%

**Compensated Absences (Unfunded)**

Particulars	(₹ in Lakhs)	
	31.03.2022 (Rupees)	31.03.2021 (Rupees)
<b>i) Change in Benefit Obligation</b>		
Projected Benefit Obligations (PBO) at the beginning of the year	48.73	40.91
Interest Cost	3.35	2.82
Service Cost	1.21	1.87
Benefits Paid	(1.41)	(0.39)
Actuarial (gain) loss on obligations	2.94	3.52
PBO at the end of the year	48.93	48.73
<b>ii) Fair Value of Plan Assets</b>		
Fair Value of Plan Assets at the beginning of the year	-	-
Expected Return on Plan Assets	-	-
Contributions	-	-
Benefits paid	-	-
Gain / (loss) on Plan Assets	-	-
Fair Value of Plan Assets at the end of the year	-	-
<b>iii) Change in Plan Assets</b>		
Fair Value of Plan Assets at the beginning of the year	-	-
Actual return on Plan Assets	-	-
Contributions	-	-
Benefits paid	-	-
Fair Value of Plan Assets at the end of the year	-	-
<b>iv) Funded Status</b>	-	-
<b>v) Limits of Corridor not considered since total actuarial gain/loss is being recognised as on 31.03.21</b>		





**KOPRAN LABORATORIES LTD.****NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

Actuarial (loss) for the year – Obligation	2.94	3.52
Actuarial gain (loss) for the year – Plan Assets	-	-
Sub-Total	2.94	3.52
Actuarial loss recognised	(2.94)	(3.52)
Unrecognised actuarial gains (losses) at the end of the year	-	-
<b>vi) The Amounts to be recognised in Balance Sheet and Income Statement and the related analysis</b>		
Present Value of Obligation	48.93	48.73
Fair Value of Plan Assets	-	-
Difference	48.93	48.73
Unrecognised Actuarial gains(losses)	-	-
Unrecognised Transitional Liability	-	-
Liability Recognised in Balance Sheet	48.93	48.73

<b>vii) Net Periodic Cost</b>		
Current Service Cost	1.21	1.87
Interest Cost	3.35	2.82
Expected Return on Plan Assets	-	-
Net Actuarial (gain) loss recognised in the year	2.94	3.52
Expenses Recognised in the Income Statement	1.61	8.20
<b>viii) Movements in the liability recognised in the Balance Sheet</b>		
Opening Net Liability	48.73	40.91
Expense as above	1.61	8.20
Benefit paid	(1.41)	(0.39)
Closing Net Liability	48.93	48.73
<b>ix) Assumptions :-</b>		
Discount Rate	7.27%	6.87%
Rate of increase in Compensation levels	6.00%	6.00%
<b>x) Rate of Employee Turnover</b>	1.00%	1.00%

32. As per the requirement of AS-18 'Related Party Disclosures' issued by the Institute of Chartered Accountants of India, as notified by Companies (Accounting Standard Rules 2006), following are the list of related party with transaction occurred during the Year. (This information is compiled by the management on the basis of information available and is relied upon by the auditors.)



**KOPRAN LABORATORIES LTD.****NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

- i) Key Management Personnel
- a) Mr. Varun Somani  
b) Mr. Adarsh Somani
- ii) Relative of Key Management Personnel (KMP)
- a) Mr. Surendra Somani  
b) Mr. Rajendra Somani  
c) Mrs. Namrata Somani  
d) Mrs. Nupur Somani  
e) Mrs. Vandana Somani  
f) Mrs. Mridula Somani
- iii) Enterprise having Significant Influence
- a) Sarvamangal Mercantile Co Ltd
- iv) Enterprise over which either KMP or their relative have Significant Influence
- a) Kopran Limited  
b) Oricon Enterprises Limited.

**Transactions with Related Parties**

Sr. No.	Name of Related party	Transaction during the Period	(₹ in Lakhs)
			Amt (Rs.)
1	Mr. Surendra Somani	Salary & Perks	NIL (NIL)
2	Mr. Varun Somani	Salary & Perks	88.50 (80.70)
		Commission	25.00 (NIL)
		Loan Taken	35.00 (NIL)
		Loan Repaid	8.00 (NIL)
3	Mr. Adarsh Somani	Loan Taken	NIL (NIL)
		Loan Repaid	45.00 (105.00)
4	Mrs. Namrata Somani	Loan Taken	7.50 (NIL)
		Loan Repaid	5.00 (NIL)
5	Kopran Limited	Loan Taken	NIL





**KOPRAN LABORATORIES LTD.**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

			(NIL)
		Exp. Charges Paid	0.16
			(0.37)

**Outstanding Balances**

Sr. No.	Name of Related party	Outstanding Balances	Amt (Rs.)
1	Mr.Varun Somani	Loan Outstanding	132.00 (105.00)
2	Mr.Adarsh Somani	Loan Outstanding	114.50 (159.50)
3	Mrs. Namrata Somani	Loan Outstanding	1,86.50 (184.00)
4	Oricon Enterprises Ltd.	Payable	2.80 (2.80)

33. Previous year figures are regrouped and rearranged wherever considered necessary.

As per our report of even date  
For KHANDELWAL JAIN & CO  
Chartered Accountants

*Alpesh Waghele*  
ALPESH WAGHELA  
PARTNER  
M. No. 142058



For and on behalf of Board of Directors

*Varun Somani*  
VARUN SOMANI  
MANAGING DIRECTOR  
DIN No. 00015384

*Adarsh Somani*  
ADARSH SOMANI  
DIRECTOR  
DIN No. 00192609

Place: Mumbai  
Date :27/08/2022