

BALANCE CLINICS LLP
BALANCE SHEET AS AT 31 MARCH 2018

Amount in ₹.

| Particulars | | Notes | As at 31 March, 2018 | As at 31 March, 2017 | As at 01 April, 2016 |
|-------------|---|-------|----------------------|----------------------|----------------------|
| A | ASSETS | | | | |
| 1 | Non-current assets | | | | |
| | (a) Property, plant and equipment | 3 | 19,72,778 | 22,63,295 | 25,32,579 |
| | (b) Capital work-in-progress | | - | - | - |
| | (c) Intangible assets | 4 | 45,466 | 52,464 | 59,463 |
| | (d) Financial Assets | | | | |
| | (i) Investments | | - | - | - |
| | (ii) Loans | 5 | 2,32,500 | 2,32,500 | 2,32,500 |
| | (iii) Other financial assets | | - | - | - |
| | (e) Non current tax assets | | - | - | - |
| | (f) Deferred tax assets (Net) | | - | - | - |
| | (g) Other non-current assets | | - | - | - |
| | Total Non - Current Assets | | 22,50,744 | 25,48,259 | 28,24,541 |
| 2 | Current assets | | | | |
| | (a) Inventories | 7 | 3,17,759 | 1,69,721 | 5,03,735 |
| | (b) Financial Assets | | | | |
| | (i) Investments | | - | - | - |
| | (ii) Trade receivables | 8 | 16,20,476 | 1,11,728 | 95,955 |
| | (iii) Cash and cash equivalents | 9 | - | 1,58,805 | 64,242 |
| | (iv) Bank balances other than (iii) above | | - | - | - |
| | (v) Loans | | - | - | - |
| | (vi) Other financial assets | | - | - | - |
| | (c) Other current assets | 6 | 1,28,202 | 55,222 | 56,076 |
| | Total Current Assets | | 20,66,437 | 4,95,476 | 7,20,008 |
| | Total Assets (1+2) | | 43,17,181 | 30,43,735 | 35,44,549 |
| B | EQUITY AND LIABILITIES | | | | |
| 1 | Equity | | | | |
| | (a) Equity Share capital | 10 | 10,00,000 | 10,00,000 | 10,00,000 |
| | (b) Other Equity | 11 | (1,40,38,209) | (1,20,12,027) | (78,47,426) |
| | Total Equity | | (1,30,38,209) | (1,10,12,027) | (68,47,426) |
| 2 | Non-current liabilities | | | | |
| | (a) Financial Liabilities | | | | |
| | (i) Borrowings | | - | - | - |
| | (ii) Other financial liabilities | | - | - | - |
| | (b) Provisions | | - | - | - |
| | (c) Deferred tax liabilities (Net) | | 25,854 | 1,18,120 | 1,90,731 |
| | Total Non - Current Liabilities | | 25,854 | 1,18,120 | 1,90,731 |
| 3 | Current liabilities | | | | |
| | (a) Financial Liabilities | | | | |
| | (i) Borrowings | 12 | 1,45,87,299 | 1,24,72,790 | 78,49,894 |
| | (ii) Trade payables | 13 | 19,44,754 | 3,43,763 | 2,64,793 |
| | (iii) Other financial liabilities | 14 | 39,800 | - | - |
| | (b) Provisions | | - | - | - |
| | (c) Current tax liabilities (Net) | | - | - | - |
| | (d) Other current liabilities | 15 | 7,57,681 | 11,21,087 | 20,86,557 |
| | Total Current Liabilities | | 1,73,29,535 | 1,39,37,640 | 1,02,01,244 |
| | Total Liabilities (2+3) | | 1,73,55,389 | 1,40,55,761 | 1,03,91,975 |
| | Total Equity and Liabilities (1+2+3) | | 43,17,180 | 30,43,735 | 35,44,549 |

See accompanying notes to the Standalone Financial Statements

In terms of our report attached

For and on behalf of the Board of Directors

For T D JAIN & D I SAKARIA
Chartered Accountants


T D JAIN
Partner

M.M.No: 012034
Firm Registration No: 002491S




Director


Director

Place: Bengaluru
Date: 29.05.2018

BALANCE CLINICS LLP
STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31 MARCH 2018

| | | Amount in ₹. | |
|---|-------|--------------------|--------------------|
| | Notes | 31 March 2018 | 31 March 2017 |
| I Revenue from operations | 16 | 35,96,532 | 10,51,955 |
| II Other Income | | - | - |
| III Total Income (I+II) | | 35,96,532 | 10,51,955 |
| IV Expenses | | | |
| Cost of material consumed | 17 | 23,20,619 | 3,87,890 |
| Changes in inventories of finished goods, stock in trade and work in progress | 18 | (1,48,038) | 3,34,014 |
| Employee benefits expense | 19 | 21,26,218 | 25,32,415 |
| Finance costs | 20 | 22,207 | 10,78,354 |
| Depreciation and amortization expense | 21 | 2,97,516 | 2,76,282 |
| Other expenses | 22 | 10,96,459 | 6,80,211 |
| Total Expenses (IV) | | 57,14,981 | 52,89,166 |
| V Profit/(loss) before exceptional items and tax (I-IV) | | (21,18,449) | (42,37,211) |
| VI Exceptional items | | - | - |
| VII Profit/(loss) before tax | | (21,18,449) | (42,37,211) |
| VIII Tax expenses | | | |
| Current tax | | - | - |
| Less: MAT Credit Entitlement | | - | - |
| Net Current Tax | | - | - |
| Excess/Short provision | | | |
| Deferred tax | | (92,267) | (72,611) |
| Total tax expenses | | (92,267) | (72,611) |
| IX Profit / (loss) for the period | | (20,26,182) | (41,64,601) |
| X Other Comprehensive Income | | | |
| A. (i) Items that will not be reclassified to profit or loss | | - | - |
| a. Re-measurements of the defined benefit plans | | | |
| b. Equity instruments through Other comprehensive income | | | |
| (ii) Income tax relating to items that will not be reclassified to profit or loss | | - | - |
| B. (i) Items that will be reclassified to profit or loss | | - | - |
| (ii) Income tax relating to items that will be reclassified to profit or loss | | - | - |
| Total Other Comprehensive Income | | - | - |
| XI Total Comprehensive Income for the period (IX+X) | | (20,26,182) | (41,64,601) |
| XII Earnings per equity share-Basic & Diluted | | (20.26) | (41.65) |

See accompanying notes to the Standalone Financial Statements
In terms of our report attached

For and on behalf of the Board of Directors

For T D JAIN & D I SAKARIA
Chartered Accountants

T D JAIN
Partner
M.M.No: 012034
Firm Registration No: 002491S



Place: Bengaluru
Date: 29.05.2018

Director

Director

BALANCE CLINICS LLP

Statement of changes in equity for the year ended 31 March, 2018

| Particulars | Capital Contribution | Other Equity | | | | | | Total Other Equity | Total Equity |
|--|----------------------|----------------------------|-----------------|---------------|----------------------------|--------------------------------|---|--------------------|---------------|
| | | Reserves & Surplus | | | Other Comprehensive Income | | | | |
| | | Securities premium reserve | General Reserve | Surplus | Retained earnings | Equity Instruments through OCI | Remeasurements of the net defined benefit plans | | |
| Capital Contribution at 01 April, 2016 | 10,00,000 | - | - | (78,47,426) | - | - | - | (78,47,426) | (68,47,426) |
| Changes in capital during the year | - | - | - | - | - | - | - | - | - |
| Profit for the year | - | - | - | (41,64,601) | - | - | - | (41,64,601) | (41,64,601) |
| Other Comprehensive income | - | - | - | - | - | - | - | - | - |
| Balance at 31 March, 2017 | 10,00,000 | - | - | (1,20,12,027) | - | - | - | (1,20,12,027) | (1,10,12,027) |
| Changes in capital during the year | - | - | - | - | - | - | - | - | - |
| Profit for the year | - | - | - | (20,26,182) | - | - | - | (20,26,182) | (20,26,182) |
| Other Comprehensive income | - | - | - | - | - | - | - | - | - |
| Balance at 31 March, 2018 | 10,00,000 | - | - | (1,40,38,209) | - | - | - | (1,40,38,209) | (1,30,38,209) |

See accompanying notes to the Standalone Financial Statements

In terms of our report attached

For T D JAIN & D I SAKARIA
Chartered Accountants

T D JAIN
Partner

M.M.No: 012034

Firm Registration No: 002491S

Place: Bengaluru

Date: 29.05.2018

For and on behalf of the Board of Directors

[Signature]
Director

[Signature]
Director



3. Property, plant and equipment

| Particulars | Buildings | Plant and Machinery | Furniture and Fittings | Office Equipments | Electrical Installations | Computers | Vehicles | Tangibles Total |
|---------------------------------|-----------|---------------------|------------------------|-------------------|--------------------------|-----------|----------|-----------------|
| <i>Cost/Deemed Cost</i> | | | | | | | | |
| At 01 April, 2016 | | 14,48,773 | 8,17,038 | 2,66,768 | | | | 25,32,579 |
| Additions | | | | | | | | - |
| Deductions | | | | | | | | - |
| Other adjustments* | | | | | | | | - |
| At 31 March, 2017 | - | 14,48,773 | 8,17,038 | 2,66,768 | - | - | - | 25,32,579 |
| Additions | | | | | | | | - |
| Deductions | | | | | | | | - |
| Other adjustments | | | | | | | | - |
| At 30 March, 2018 | - | 14,48,773 | 8,17,038 | 2,66,768 | - | - | - | 25,32,579 |
| Accumulated depreciation | | | | | | | | |
| Depreciation expense | - | 1,07,234 | 92,666 | 69,384 | | | | 2,69,284 |
| Deductions | | | | | | | | - |
| At 31 March, 2017 | - | 1,07,234 | 92,666 | 69,384 | - | - | - | 2,69,284 |
| Depreciation expense | | 1,07,234 | 92,666 | 90,617 | | | | 2,90,517 |
| Deductions | | | | | | | | - |
| At 30 March, 2018 | - | 2,14,468 | 1,85,332 | 1,60,001 | - | - | - | 5,59,801 |
| Net book value | | | | | | | | |
| At 31 March, 2018 | - | 12,34,305 | 6,31,705 | 1,06,767 | - | - | - | 19,72,778 |
| At 31 March, 2017 | - | 13,41,539 | 7,24,372 | 1,97,384 | - | - | - | 22,63,295 |
| At 1 April, 2016 | - | 14,48,773 | 8,17,038 | 2,66,768 | - | - | - | 25,32,579 |



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BALANCE CLINICS LLP

Notes to the financials statements for the year ended 31 March, 2018

All amounts in ₹. unless otherwise stated

| 4. Intangible assets | | |
|---|-------------------|-------------------|
| Intangibles | Computer Software | Intangibles Total |
| Cost/deened Cost | | |
| At 01 April,2016 | 59,463 | 59,463 |
| Additions | - | |
| Deductions | | |
| At 31 March, 2017 | <u>59,463</u> | <u>59,463</u> |
| Additions | - | - |
| Deductions | - | - |
| At 31 March, 2018 | <u>59,463</u> | <u>59,463</u> |
| Accumulated amortization and impairment | | |
| Depreciation expense | 6,998 | 6,998 |
| Deductions | - | - |
| At 31 March, 2017 | <u>6,998</u> | <u>6,998</u> |
| Depreciation expense | 6,998 | 6,998 |
| Deductions | - | - |
| At 31 March, 2018 | <u>6,998</u> | <u>6,998</u> |
| Book value | | |
| At 31 March, 2018 | 45,466 | 45,466 |
| At 31 March, 2017 | 52,464 | 52,464 |
| At 1 April,2016 | 59,463 | 59,463 |



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| 5. Loans (Unsecured) | 31 March, 2018 | | 31 March, 2017 | | 01 April, 2016 | |
|------------------------------|-----------------|----------|-----------------|----------|-----------------|----------|
| | Non Current | Current | Non Current | Current | Non Current | Current |
| Security Deposits | 2,32,500 | - | 2,32,500 | - | 2,32,500 | - |
| | <u>2,32,500</u> | <u>-</u> | <u>2,32,500</u> | <u>-</u> | <u>2,32,500</u> | <u>-</u> |
| Considered good | 2,32,500 | - | 2,32,500 | - | 2,32,500 | - |
| Considered doubtful | - | - | - | - | - | - |
| Rental deposit related party | - | - | - | - | - | - |

| 6. Other assets | 31 March, 2018 | | 31 March, 2017 | | 01 April, 2016 | |
|--|----------------|-----------------|----------------|---------------|----------------|---------------|
| | Non Current | Current | Non Current | Current | Non Current | Current |
| Pre-paid expenses | - | - | - | 12,514 | - | 6,774 |
| Balances with statutory & Govt authorities | - | 1,28,202 | - | 42,708 | - | 49,302 |
| | <u>-</u> | <u>1,28,202</u> | <u>-</u> | <u>55,222</u> | <u>-</u> | <u>56,076</u> |

| 7. Inventories | 31 March, 2018 | 31 March, 2017 | 01 April, 2016 |
|---|-----------------|-----------------|-----------------|
| <i>(valued at lower of cost and net realizable value)</i> | | | |
| Finished goods | 3,17,759 | 1,69,721 | 5,03,735 |
| Total | <u>3,17,759</u> | <u>1,69,721</u> | <u>5,03,735</u> |



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8. Trade Receivables

| Current | 31 March, 2018 | 31 March, 2017 | 01 April, 2016 |
|--|------------------|-----------------|----------------|
| Secured, considered good | - | - | - |
| Unsecured, considered good | 16,20,476 | 1,11,728 | 95,955 |
| Doubtful | - | - | - |
| Less: Provision for doubtful receivables | - | - | - |
| Total | 16,20,476 | 1,11,728 | 95,955 |

The credit period on sales of goods ranges from 0 to 60 days with or without security.

In determining the allowances for credit losses of trade receivables, the Company has used a practical expedient by computing the expected credit loss allowance for trade receivables based on a provision matrix. The provision matrix takes into account historical credit loss experience and is adjusted for forward looking information. The expected credit loss allowance is based on the ageing of the receivables that are due and rates used in the provision matrix.

9. Cash and bank balances

| Cash and cash equivalents | 31 March, 2018 | 31 March, 2017 | 01 April, 2016 |
|---------------------------|----------------|-----------------|----------------|
| Balances with banks | | | |
| current accounts | - | 1,08,805 | 28,203 |
| Cash on hand | | 50,000 | 36,039 |
| | - | 1,58,805 | 64,242 |
| Total | - | 1,58,805 | 64,242 |



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BALANCE CLINICS LLP

Notes to the financial statements for the year ended 31 March, 2018
All amounts in ₹, unless otherwise stated

| 10. Capital Contribution | | | | | | |
|---------------------------------|------------------|--------------|------------------|--------------|------------------|--------------|
| | 31 March, 2018 | | 31 March, 2017 | | 01 April, 2016 | |
| Capital Contribution | 10,00,000 | | 10,00,000 | | 10,00,000 | |
| Total | 10,00,000 | | 10,00,000 | | 10,00,000 | |
| Details of Capital Contribution | | | | | | |
| | 31 March, 2018 | | 31 March, 2017 | | 01 April, 2016 | |
| | Amount | % of holding | Amount | % of holding | Amount | % of holding |
| Bal Pharma Limited | 8,00,000 | 80% | 8,00,000 | 80% | 8,00,000 | 80% |
| Shailesh Siroya | 2,00,000 | 20% | 2,00,000 | 20% | 2,00,000 | 20% |

| 11. Other Equity | | | |
|---|----------------------|----------------------|--------------------|
| | 31 March, 2018 | 31 March, 2017 | 01 April, 2016 |
| Securities premium account | | | |
| Retained Earnings | | | |
| General Reserve | | | |
| Surplus | (1,40,38,209) | (1,20,12,027) | (78,47,426) |
| Other Comprehensive Income | | | |
| Equity Instruments through other comprehensive income | - | - | - |
| Remeasurements of the net defined benefit plans | - | - | - |
| Total | (1,40,38,209) | (1,20,12,027) | (78,47,426) |



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| 12. Borrowings | | | |
|--|--------------------|--------------------|------------------|
| | 31 March, 2018 | 31 March, 2017 | 01 April, 2016 |
| Loans from Holding Company Bal Pharma Limited | 1,45,87,299 | 1,24,72,790 | 78,49,894 |
| Total | 1,45,87,299 | 1,24,72,790 | 78,49,894 |
| The above amount includes | | | |
| Secured borrowings | - | - | - |
| Unsecured borrowings | 1,45,87,299 | 1,24,72,790 | 78,49,894 |

| 13. Trade Payables | | | |
|--|------------------|-----------------|-----------------|
| | 31 March, 2018 | 31 March, 2017 | 01 April, 2016 |
| Total outstanding dues of micro enterprises and small enterprises | 19,44,754 | 3,43,763 | 2,64,793 |
| Total outstanding dues of creditors other than micro enterprises and small enterprises | 19,44,754 | 3,43,763 | 2,64,793 |
| Total | 19,44,754 | 3,43,763 | 2,64,793 |

| 14. Other financial liabilities | | | |
|------------------------------------|----------------|----------------|----------------|
| | 31 March, 2018 | 31 March, 2017 | 01 April, 2016 |
| Others | 39,800 | - | - |
| Book overdraft on issue of cheques | 39,800 | - | - |
| Total | 39,800 | - | - |

| 15. Other current liabilities | | | |
|-------------------------------|-----------------|------------------|------------------|
| | 31 March, 2018 | 31 March, 2017 | 01 April, 2016 |
| Provision for contingencies | 200 | 1,15,866 | 7,211 |
| Provision for doubtful debts | 7,57,481 | 10,05,221 | 20,79,346 |
| Total | 7,57,681 | 11,21,087 | 20,86,557 |



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BALANCE CLINICS LLP

Notes to the financials statements for the year ended 31 March, 2018

All amounts in ₹. unless otherwise stated

| 16. Revenue from operations | | 31 March, 2018 | 31 March, 2017 |
|-----------------------------|--|--------------------|------------------|
| Sale of Products | | 1,73,40,078 | 10,51,955 |
| Other operating income | | - | - |
| Total | | 1,73,40,078 | 10,51,955 |

| 17. Purchase of Traded Goods | | 31 March, 2018 | 31 March, 2017 |
|------------------------------|-----|------------------|-----------------|
| Traded Goods | | 23,20,619 | 3,87,890 |
| Total | A+B | 23,20,619 | 3,87,890 |

| 18. (Increase)/decrease in Inventories of finished goods and work-in-process | | 31 March, 2018 | 31 March, 2017 |
|--|--|-------------------|-----------------|
| Inventories at the end of the year | | | |
| Finished goods - Garments | | 3,17,759 | 1,69,721 |
| | | 3,17,759 | 1,69,721 |
| Inventories at the beginning of the year | | | |
| Finished goods - Garments | | 1,69,721 | 5,03,735 |
| | | 1,69,721 | 5,03,735 |
| | | (1,48,038) | 3,34,014 |



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| 19. Employee benefit expense | 31 March, 2018 | 31 March, 2017 |
|--|------------------|------------------|
| Salaries, wages and bonus | 21,07,154 | 24,89,024 |
| Contribution to provident and other fund | 320 | 120 |
| Staff welfare expense | 18,744 | 43,271 |
| Total | 21,26,218 | 25,32,415 |

| 20. Finance costs | 31 March, 2018 | 31 March, 2017 |
|-------------------|----------------|------------------|
| Interest | | |
| -Banks | | |
| -Others | 5,057 | 10,75,582 |
| Bank charges | 17,150 | 2,772 |
| Total | 22,207 | 10,78,354 |

| 21. Depreciation and amortization expense | 31 March, 2018 | 31 March, 2017 |
|---|-----------------|-----------------|
| Depreciation of property, plant and equipment | 2,90,517 | 2,69,284 |
| Amotisation of intangible assets | 6,998 | 6,998 |
| Total | 2,97,516 | 2,76,282 |

| 22. Other expenses | 31 March, 2018 | 31 March, 2017 |
|------------------------------------|------------------|-----------------|
| Clinical Items - Treatment | 55,844 | 47,032 |
| Testing & Diagnostic Expenses | 83,229 | 96,802 |
| Repairs & Maintenance: | | |
| - Others R&M | 69,363 | 79,712 |
| Advertisement and selling Expenses | 4,81,890 | 34,060 |
| Traveling and conveyance Expenses | 2,515 | 4,040 |
| Communication Costs | 36,569 | 47,222 |
| Legal & Professional charges | - | 2,500 |
| Printing & Stationery | 16,295 | 29,231 |
| Rent | 3,47,280 | 3,30,744 |
| Other Expenses | 3,474 | 8,868 |
| Total | 10,96,459 | 6,80,211 |



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