

LIFEZEN HEALTHCARE PRIVATE LIMITED
BALANCE SHEET AS AT 31 MARCH 2022

Amount in ₹.

Particulars		Notes	As at 31 March 2022	As at 31 March 2021
A	ASSETS			
1	Non-current assets			
	(a) Property, plant and equipment	3	35,076	42,443
	(b) Capital work-in-progress			
	(c) Intangible assets	4	30,150	60,321
	(d) Financial Assets			
	(e) Non current tax assets			
	(f) Deferred tax assets (Net)	5	1,39,761	1,39,595
	(g) Other non-current assets	6	-	-
	Total Non - Current Assets		2,04,987	2,42,359
2	Current assets			
	(a) Inventories	7	15,07,202	15,34,735
	(b) Financial Assets			
	(i) Trade receivables	8	1,59,37,193	1,38,80,326
	(ii) Cash and cash equivalents	9	-	-
	(iii) Bank balances other than (ii) above	10	4,01,355	23,650
	(v) Loans	11	3,25,000	3,95,000
	(c) Other current assets	6	92,878	1,72,334
	Total Current Assets		1,82,63,628	1,60,06,044
	Total Assets (1+2)		1,84,68,615	1,62,48,403
B	EQUITY AND LIABILITIES			
1	Equity			
	(a) Equity Share capital	12	2,00,00,000	2,00,00,000
	(b) Other Equity	13	(17,83,26,326)	(17,50,40,068)
	Total Equity		(15,83,26,326)	(15,50,40,068)
2	Non-current liabilities			
	(a) Financial Liabilities			
	(i) Other financial liabilities	14	45,14,083	52,03,545
	(b) Provisions	15	78,571	65,112
	(c) Deferred tax liabilities (Net)			
	Total Non - Current Liabilities		45,92,654	52,68,657
3	Current liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	16	5,76,84,905	5,76,84,905
	(ii) Trade payables	17	1,85,14,736	1,72,25,864
	(iii) Other financial liabilities	14	74,36,001	32,98,089
	(b) Provisions	15	5,67,668	4,90,088
	(c) Current tax liabilities (Net)			
	(d) Other current liabilities	18	8,79,98,978	8,73,20,869
	Total Current Liabilities		17,22,02,287	16,60,19,814
	Total Liabilities (2+3)		17,67,94,941	17,12,88,471
	Total Equity and Liabilities (1+2+3)		1,84,68,615	1,62,48,403
			-	-

See accompanying notes to the Standalone Financial Statements

1&2

In terms of our report attached

for T D JAIN AND D I SAKARIA

Chartered Accountants

Firm Registration No: 002491S

For and on behalf of the Board of Directors

Sd/-

Dhanpal I Sakaria

Partner

Membership No: 213666

Place: Bengaluru

Date: 14 May 2022

Sd/-

Shailesh Siroya

Director

Sd/-

Rohan Siroya

Director

UDIN: 22213666AIZPIO6688

LIFEZEN HEALTHCARE PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31 MARCH 2022

Amount in ₹.

Particulars	Notes	31st March 2022	31st March 2021
Income			
I Revenue from operations	19	1,11,94,457	1,23,29,863
II Other Income	20	11,93,850	-
III Total Income (I+II)		1,23,88,306	1,23,29,863
IV Expenses			
Purchase of Traded Goods	21	38,83,393	59,04,053
Changes in inventories of finished goods, stock in trade and work in progress	22	27,532	(7,11,418)
Employee benefits expense	23	82,92,603	76,25,711
Finance costs	24	45,423	88,300
Depreciation and amortization expense	25	37,532	53,470
Other expenses	26	34,80,229	39,22,896
Total Expenses (IV)		1,57,66,713	1,68,83,011
V Profit/(loss) before exceptional items and tax (I-IV)		(33,78,407)	(45,53,148)
VI Exceptional items		-	-
VII Profit/(loss) before tax		(33,78,407)	(45,53,148)
VIII Tax expenses			
Current tax			
Deferred tax		(165)	(9,770)
Total tax expenses		(165)	(9,770)
IX Profit / (loss) for the period		(33,78,242)	(45,43,378)
X Other Comprehensive Income			
A. (i) Items that will not be reclassified to profit or loss			
a. Re-measurements of the defined benefit plans		91,984	1,36,817
Total Other Comprehensive Income		91,984	1,36,817
XI Total Comprehensive Income for the period (IX+X)		(32,86,258)	(44,06,561)
XII Earnings per equity share-Basic & Diluted		(1.64)	(2.20)

See accompanying notes to the Standalone Financial Statements

1&2

In terms of our report attached
for T D JAIN AND D I SAKARIA

Chartered Accountants
Firm Registration No: 002491S

For and on behalf of the Board of Directors

Sd/-

Dhanpal I Sakaria

Partner
Membership No: 213666

Place: Bengaluru
Date: 14 May 2022

UDIN: 22213666AIZPIO6688

Sd/-

Shailesh Siroya

Director

Rohan Siroya

Director

5	Deferred Tax	31 March, 2022	31 March, 2021
	Deferred tax Liability		
	Origination and reversal of temporary differences	-10,00,000	1,39,595
	Total	-10,00,000	1,39,595
6	Other current assets	31 March, 2022	
		Non Current	Current
		31 March, 2021	
		Non Current	Current
	Advances for expenses	-	-
	Other Advances	-	80,077
	Balances with statutory & Govt authorities	-	92,257
	Total	-	92,878
		-	1,72,334
7	Inventories	31 March, 2022	31 March, 2021
	(valued at lower of cost or net realizable value)		
	Finished goods	15,07,202	15,34,735
	Total	15,07,202	15,34,735
8	Trade receivables	31 March, 2022	31 March, 2021
	Secured, considered good		
	Unsecured, considered good- Drs	1,59,37,193	1,38,80,326
	Doubtful		
	Less: Provision for doubtful receivables	-	-
	Total	1,59,37,193	1,38,80,326
9	Cash and cash equivalents	31 March, 2022	31 March, 2021
	Cash on hand	-	58,538
	Total	-	58,538
10	Bank balances other than Cash and cash equivalents	31 March, 2022	31 March, 2021
	Bank Balances	4,01,355	23,650
	Total	4,01,355	23,650
11	Loans	31 March, 2022	31 March, 2021
	Security Deposits	3,25,000	3,25,000
	Loans to employees	-	70,000
	Total	3,25,000	3,95,000

12 Equity Share capital	31 March, 2022	31 March, 2021
Issued, subscribed and fully paid up shares: (31 March, 2021: 20,00,000) Equity shares of ₹. 10 each	2,00,00,000	2,00,00,000
Total	2,00,00,000	2,00,00,000

A. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period	31 March 2022		31 March 2021	
	Numbers	₹.	Numbers	₹.
Equity shares				
At the beginning of the period	20,00,000	2,00,00,000	20,00,000	2,00,00,000
Issued during the period	-	-	-	-
Outstanding at the end of the period	20,00,000	2,00,00,000	20,00,000	2,00,00,000

B. Terms / rights attached to equity shares

The company has only one class of equity shares having par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share. The company declared and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

During the year ended 31 March 2022, the amount of per share dividend recognised as distributions to equity shareholders was ₹. Nil (31 March 2021: Nil)

In the event of liquidation of the company, the equity shareholders are eligible to receive the remaining assets of the company, after distribution of all preferential amounts in proportion to their shareholding.

C. Details of shareholders holding more than 5% shares in the company

Name of Shareholder	31 March 2022		31 March 2021	
	Numbers	% Holding	Numbers	% Holding
Equity Shares of Rs. 10 each fully paid Bal Pharma Limited	19,80,000.00	99.45	19,80,000.00	99.45

13 Other Equity	31 March, 2022	31 March, 2021
General Reserve	-	-
Surplus	-17,50,40,068	-17,50,40,068
Add/(less): Profit / (loss) for the year	-32,86,258	
Total	-17,83,26,326	-17,50,40,068

14 Other financial liabilities	31 March, 2022		31 March, 2021	
	Non Current	Current	Non Current	Current
Deposits received from Customers	45,14,083	-	52,03,545	-
Creditors for expenses	-	74,36,001	-	32,98,089
Lease liability	-	-	-	-
Book overdraft on issue of cheques	-	-	-	-
Total	45,14,083	74,36,001	52,03,545	32,98,089

15 Provisions	31 March, 2022		31 March, 2021	
	Non Current	Current	Non Current	Current
Provision for employee benefits				
Provision for gratuity	4,26,407	35,371	3,92,353	36,531
Provision for Leave Encashment	1,41,261	43,200	97,735	28,581
Total	5,67,668	78,571	4,90,088	65,112

16 Borrowings	31 March, 2022	31 March, 2021
Zero Coupon Debentures	5,76,84,905	5,76,84,905
Total	5,76,84,905	5,76,84,905

17 Trade payables	31 March, 2022	31 March, 2021
Total outstanding dues of micro enterprises and small enterprises		
Total outstanding dues of creditors other than micro enterprises and small enterprises	1,85,14,736	1,72,25,864
Total	1,85,14,736	1,72,25,864

18 Other current liabilities	31 March, 2022	31 March, 2021
Advance from customers	-	-
Statutory liabilities	4,47,313	1,87,207
Other Advances		
- Bal Pharma Ltd	8,19,31,686	7,96,48,735
Other Current Liabilities	56,19,979	74,84,927
Total	8,79,98,978	8,73,20,869

LIFEZEN HEALTHCARE PRIVATE LIMITED
Notes to Financial Statements for the year ended 31 March 2022.... continued

19	Revenue from operations	31 March, 2022	31 March, 2021
	Sale of Products	1,11,94,457	1,23,29,863
	Total	1,11,94,457	1,23,29,863
20	Other Income	31 March, 2022	31 March, 2021
	Provisions no longer written back	11,93,850	37,800
	Misc Income	-	-
	Total	11,93,850	37,800
21	Purchase of Traded Goods	31 March, 2022	31 March, 2021
	Traded Goods	38,83,393	59,04,053
		38,83,393	59,04,053
22	Changes in inventories of finished goods, stock in trade and work in progress	31 March, 2022	31 March, 2021
	Inventories at the end of the year		
	Finished Goods	15,07,202	15,34,735
		15,07,202	15,34,735
	Inventories at the beginning of the year		
	Finished goods	15,34,735	8,23,316
		15,34,735	8,23,316
		27,532	-7,11,418
23	Employee benefits expense	31 March, 2022	31 March, 2021
	Salaries, wages and bonus	77,22,676	71,03,512
	Contribution to provident and other fund	3,86,905	3,21,160
	Gratuity expense	1,24,877	1,27,653
	Leave Encashment Expenses	58,145	61,386
	Training Expenses	-	3,000
	Staff welfare expense	-	9,000
	Total	82,92,603	76,25,711

LIFEZEN HEALTHCARE PRIVATE LIMITED

Notes to Financial Statements for the year ended 31 March 2022.... continued

24 Finance costs	31 March, 2022	31 March, 2021
Interest		
-Banks	2,215	7,738
-Others	43,208	80,562
Total	45,423	88,300

25 Depreciation and amortization expense	31 March, 2022	31 March, 2021
Depreciation of property, plant and equipment	37,532	53,470
Amotisation of intangible assets	-	-
Total	37,532	53,470

26 Other expenses	31 March, 2022	31 March, 2021
Advertisement and selling Expenses	1,53,751	1,96,000
Traveling and conveyance Expenses	7,16,749	3,48,774
Rates & Taxes	5,82,511	8,18,617
Freight Outwards	11,605	90,180
Communication Costs	16,940	42,218
Discount Paid	4,78,560	86,987
Legal & Professional charges	50,200	939
Books & Periodicals	-	2,500
Printing & Stationery	1,20,411	8,300
Insurance	2,750	2,380
Waste Removal Charges	7,425	1,68,980
Subscription & Membership	1,49,359	61,714
Rent	10,26,000	12,85,830
Repairs & Maintenance:		
- others R&M	57,968	28,500
Commission on sales	-	6,16,608
Professional fees	6,000	87,000
Payment to Auditors		
Audit fee	1,00,000	75,000
Other Expenses	-	2,370
Total	34,80,229	39,22,896

Particulars	Furniture and Fittings	Office Equipments	Computers	Tangibles Total
Cost/Deemed Cost				
purchase cost	33,814	97,377	2,47,277	3,78,468
Rate	9.50%	19.00%	31.67%	
Scrap	1,691	4,869	12,364	
At 01 April, 2021	33,814	97,377	2,47,277	3,78,468
Additions	-	-	-	-
Disposals	-	-	-	-
At 31 March, 2022	33,814	97,377	2,47,277	3,78,469
At 01 April, 2021	12,754	88,930	2,34,342	3,36,025
Depreciation expense	3,212	3,579	572	7,362
Deductions				-
At 31 March, 2022	15,966	92,508	2,34,913	3,43,393
Net book value				
At 31 March, 2022	17,848	4,869	12,364	35,076
At 01 April, 2021	21,060	8,447	12,935	35,076

4 Intangible assets

Particulars	Computer Software	Intangibles Total
At 01 April 2021	2,06,143	2,06,143
Additions	-	-
Deductions	-	-
At 31 March, 2022	2,06,143	2,06,143
At 01 April, 2021	1,45,823	1,45,823
Depreciation Expense	30,170	30,170
Deductions	-	-
Other adjustments	-	-
At 31 March, 2022	1,75,993	1,75,993
Net book value		
At 31 March, 2022	30,150	30,150
At 01 April, 2021	60,320	60,320

LIFEZEN HEALTHCARE PRIVATE LIMITED

Notes to Financial Statements for the year ended 31 March 2022.... continued

27 Auditor's Remuneration excluding Tax	31-Mar-22	31-Mar-21
As auditor		
- for Statutory audit	-	75,000
- for Taxation matters	-	-
- for Limited Review	-	-
In other capacity	-	-
Other services (certification fees)	-	-
Reimbursement of expenses	-	-
Total	-	75,000

28 Disclosure with respect to Micro, Small and Medium Enterprises

The Ministry of Micro, Small and Medium Enterprises has issued an office memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum in accordance with the 'Micro, Small and Medium Enterprises Development Act, 2006' (the MSMED Act). Accordingly, The company is still in the process of collecting information by communicating with parties to determine whether they fall under the MSMED Act 2006.

29 Leasing Arrangements

The company's significant leasing arrangements are in respect of operating leases for premises (office, stores, godowns, residential, guest houses, etc.) These are cancelable operating leases and these lease agreements are normally renewed on expiry. The aggregate lease rental payable are charged as rent under note No. 24

LIFEZEN HEALTHCARE PRIVATE LIMITED

Notes to Financial Statements for the year ended 31 March 2022.... continued

30 Employee benefits

In accordance with applicable Indian laws, the Company provides for gratuity, a defined benefit retirement plan (Gratuity Plan). The Gratuity Plan provides a lump sum payment to vested employees, at retirement or termination of employment, an amount based on the respective employee's last drawn salary and the number of years of employment with the Company.

The following tables summarise the components of net benefit expense recognised in the statement of profit and loss and the funded status and amounts recognised in the balance sheet for gratuity benefit.

Particulars	Gratuity		Leave Encashment	
	As at 31 March	As at 31 March	As at 31 March	As at 31 March 2021
Changes in present value of defined benefit obligations during the year				
Present Value of Defined Benefits at the beginning of the year	4,28,884	3,84,374	1,26,317	1,18,605
Service cost	94,269	1,00,131	78,408	52,894
Past Service Cost		-		
Interest on defined benefit obligation	30,708	27,521	9,209	8,492
Benefits settled		-	-	-
Actuarial (gain) / loss	-91,984	-83,142	-29,472	-53,675
	4,61,877	4,28,884	1,84,462	1,26,316
Reconciliation of present value of the obligation and the fair value of the plan assets:				
Present Value of Defined Benefits at the end of the year	4,61,778	4,28,884	1,84,462	1,26,316
Fair value of plan assets at the end of the year	-	-	-	-
	4,61,778	4,28,884	1,84,462	1,26,316
Net Liability - Current	35,371	36,531	43,200	28,581
Net Liability - Non Current	4,26,407	3,92,353	1,41,262	97,735
Expenses recognised in Statement of Profit or Loss during the year				
Current Service cost	94,169	1,00,131	78,408	51,857
Past Service Cost	-	-	-	-
Interest cost on defined benefit (net)	30,708	27,521	9,209	16,387
Expected return on plan assets	-	-	-	-
	1,24,877	1,27,652	87,617	68,244

LIFEZEN HEALTHCARE PRIVATE LIMITED

Notes to Financial Statements for the year ended 31 March 2022.... continued

Remeasurements - Due to Demographic Assumptions	-	-	-	-
Remeasurements - Due to Financial Assumptions	-3,503	-11,592	-1,727	-2,976
Remeasurements - Due to Experience Adjustments	-88,481	-71,550	-27,745	-50,698
Rates and Taxes	-	-	-	-
(Return) on Reimbursement Rights	-	-	-	-
Changes in Asset Ceiling / Onerous Liability	-	-	-	-
	-91,984	-83,142	-29,472	-53,674

Maturity Profile of Defined Benefit Plan

	35,371	36,531	20,040	13,240
Between 2 and 5 years	94,386	1,27,706	53,634	41,174
Between 6 and 9 years	1,14,092	95,474	44,119	31,840
For 10 years and above	2,17,929	1,69,174	66,669	40,063

Sensitivity Analysis for significant assumptions

Salary Escalation - Up by 1%	8.08%	8.02%	7.16%	6.98%
Salary Escalation - Down by 1%	-7.17%	-7.11%	6.26%	-6.14%
Attrition Rates - Up by 1%	0.17%	0.01%	1.13%	0.96%
Attrition Rates - Down by 1%	-0.27%	-0.10%	-1.26%	-1.07%
Discount Rates - Up by 1%	-7.34%	-7.28%	-6.64%	-6.51%
Discount Rates - Down by 1%	8.38%	8.32%	7.69%	7.50%

Assumptions

Discount rate	7.29%	7.16%	7.16%	7.65%
Estimated rate of return on plan assets	0.00%	0.00%	0.00%	0.00%
Salary increase	5.00%	5.00%	5.00%	5.00%
Attrition Rate	11.82%	11.82%	11.28%	11.82%
Retirement age	60 years	60 years	60 years	60 years

LIFEZEN HEALTHCARE PRIVATE LIMITED

Notes to Financial Statements for the year ended 31 March 2022.... continued

31 Related Party Disclosures

Parent Company

Bal Pharma Limited

Enterprise over which the Managing Director of the Company exercises joint control with other directors

Balance Clinics LLP

Particulars	Category	As at 31 March	As at 31 March 2021
i) Details of P&L transactions			
Sales to			
Bal Pharma Limited	A	8,06,498	6,58,370
Balance Clinics LLP	B	52,50,809	26,59,463
Total		60,57,307	33,17,833
Purchase from			
Bal Pharma Limited	A	21,04,494	32,12,636
Total		21,04,494	-
Rent Paid to			
Bal Pharma Limited	A	10,26,000	10,08,000
ii) Amount outstanding as at the balance sheet date			
Trade Receivables			
Bal Pharma Limited	A	28,01,129	29,18,137
Balance Clinics LLP	B	49,76,852	32,04,303
Trade Payables			
Bal Pharma Limited	A	2,37,97,955	2,07,65,698
Balance Clinics LLP	B	-	-

LIFEZEN HEALTHCARE PRIVATE LIMITED

Notes to Financial Statements for the year ended 31 March 2022.... continued

Advances payable in Cash or Kind

Bal Pharma Limited	A	8,22,81,686	7,96,48,735
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Rental deposits with

Bal Pharma Limited	A	3,00,000	3,00,000
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32 Balances of Trade Receivables, trade Payables, loans and Advances, Receivables and Payables are subject to confirmation.

33 The company has reclassified previous year figures to confirm to current year's classification.

34 The Financial Statements of the Company indicates that the capital deficiency further increased as at March 31, 2022 because of its continuing net losses from operations. In response to this matter, the management has restructuring plans that continues to strengthen its strategy to expand its market in order for the Company to increase its sales and eventually generate profit. The Company is confident that with infusion of additional funds, introduction of new brands and renewed marketing, the companies can be revived and the company will be able to recover from losses in the succeeding years. Accordingly, the accompanying Company's financial statements have been prepared assuming that the Company will continue as a going concern which contemplates the realization of assets and the settlement in the normal course of business.