SRAVATHI AI TECHNOLOGY PRIVATE LIMITED

Part - I - Balance Sheet

(All amount are in Indian Rupees in Thousands unless otherwise stated)

PARTICULARS	Note	As at 31-Mar-22	As at 31-Mar-21
ASSETS			
Non Current Assets			
(a) Property Plant & Equipment	2	4,625	5,647
(b) Right of Use Asset	3	267	1,336
(c) Financials Assets			
- Other financial assets	4	590	550
(d) Deferred Tax Asset(Net)	5	8,974	2,594
Total Non-Current Assets		**14,456**	**10,126**
Current Assets			
(a) Financial Assets			
i) Cash and Cash Equivalents	6	386	100
(b) Other Current Assets	7	2,270	1,450
Total Current Assets		**2,657**	**1,550**
TOTAL ASSETS		**17,113**	**11,676**
EQUITY AND LIABILITIES			
A) Equity			
(a) Equity Share Capital	8	1,000	1,000
(b) Other Equity	9	(24,695)	(6,430)
Total Equity		**(23,695)**	**(5,430)**
B) Liabilities			
Non-current liabilities			
(a) Financial Liabilities			
(i) Borrowings	10	37,704	13,469
(ii) Lease Liability	11	-	220
(ii) Others	12	-	-
(b)Provision	13	220	222
Total Non-Current Liabilities		**37,924**	**13,910**
Current Liabilities			
(a) Financial Liabilities			
(i) Trade Payables	14		
- total outstanding dues of micro enterprises and small enterprises		56	138
- total outstanding dues of creditors other than micro enterprises and small enterprises		289	260
(ii) Lease Liability	15	280	1,121
(b) Other Current Liabilities	16	1,996	1,518
(c) Provisions	17	262	158
Total Current Liabilities		**2,884**	**3,195**
TOTAL EQUITY & LIABILITIES		**17,113**	**11,676**

The accompanying notes are an integral part of the financial statements

As per our report of even date attached
for Bohara Bhandari Bung & Associates LLP
Chartered Accountants
Firm's registration No.008127S/S200013

CA.Yogesh R Bung
Partner
M.No: 143932

Place : Raichur
Date: 23-04-2022

Bohara Bhandari Bung And Associates LLP
Firm Regn.No. 008127S/ S-200013
Chartered Accountant

For and on behalf of Board of Directors

Keshav Bhutada
Director
DIN No. 08222057

Kishan Gurram
Managing Director
DIN No. 06869882

SRAVATHI AI TECHNOLOGY
Bangalore 560010

Place : Raichur
Date: 23-04-2022

SRAVATHI AI TECHNOLOGY PRIVATE LIMITED

Part - II - Statement of Profit and Loss

(All amount are in Indian Rupees in Thousands unless otherwise stated)

Particulars	Note	For the year ended 31-Mar-22	For the year ended 31-Mar-21
Income			
a) Revenue from operations	18	500	-
b) Other income	19	133	28
Total Income		**633**	**28**
Expenses			
a) Employee Benefits Expense	20	20,951	8,594
b) Depreciation and Amortisation Expense		2,584	1,255
c) Finance Cost	21	1,670	547
d) Other Expenses	22	5,212	2,142
Total expenses		**30,417**	**12,538**
Profit / (Loss) before exceptional items and tax		**(29,784)**	**(12,510)**
Tax expense			
i) Current Income tax		-	-
ii) Add: Deferred Tax		(7,674)	(3,471)
		(7,674)	(3,471)
Profit / (Loss) for the Period (A)		**(22,110)**	**(9,039)**
Other Comprehensive Income (B)			
A)Items that will not be reclassed profit or loss			
- Acturial Gain / (Loss) for defined benefit plan (net)		163	-
Total Comprehensive income for the year (A+B)		**(21,947)**	**(9,039)**
Earning per equity share			
Basic and Diluted EPS per share of Rs.10/- each	30	(0.22)	(0.09)

The accompanying notes form an integral part of the financial statements

As per our report of even date attached
for Bohara Bhandari Bung & Associates LLP
Chartered Accountants
Firm's registration No.008127S/S200013

CA.Yogesh R Bung
Partner
M.No: 143932

Place : Raichur
Date: 23-04-2022

Bohara Bhandari Bung And Associates LLP
CA
Firm Regn.No. 008127S/ S-200013
Chartered Accountant

For and on behalf of the Board of Directors

SRAVATHI AI TECHNOLOGY PVT. LTD.
Rajajinagar Bangalore 560010

Keshav Bhutada
Director
DIN No. 08222057

Kishan Gurram
Managing Director
DIN No. 06869882

Place : Raichur
Date: 23-04-2022

SRAVATHI AI TECHNOLOGY PRIVATE LIMITED

Cash Flow Statement for the year ended

(All amount are in Indian Rupees in Thousands unless otherwise stated)

Particulars	31.03.2022	31.03.2021
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax as per Statement of Profit and Loss	(29,784)	(12,510)
Less: Adjustments		
Notional Interest on Security deposits	40	28
Other Income	93	-
Unrealized Exchange Gain	-	-
	(29,917)	(12,538)
Add: Adjustments	-	-
Interest	1,670	547
Provision for Gratuity	111	174
Provision for Leave Encashment	131	56
Depreciation & Amortisation	2,584	1,255
Operating profit before working capital changes & Other Adjustments	(25,422)	(10,506)
Adjustments for Increase / (Decrease) in Operating Liabilities		
Trade Payables	(53)	399
Other Non-Current financial Liabilities	-	-
Other Financial Liabilities	-	-
Other Liabilities & Provisions	465	1,489
Adjustments for (Increase) / Decrease in Operating Receivables		
Inventories	-	-
Trade Receivables	-	-
Other Non-current Assets	-	(600)
Other Current Assets	(821)	(1,450)
	(25,831)	(10,668)
Add: Income Taxes (Net)	131	179
Net Cash flow from Operating activities	**(25,700)**	**(10,489)**
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Property, Plant & Equipment	(494)	(6,101)
Net cash flow (used in) Investing Activities	**(494)**	**(6,101)**
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Issue of Equity Shares	-	1,000
Issue of Compulsorily Convertible Preference Shares	27,600	16,500
Repayment of Lease Liabilities	(1,121)	(810)
Net cash flow from/(Used in) Financing Activities	**26,480**	**16,690**
Net Increase/(decrease)in Cash and Cash Equivalents	**286**	**100**
Cash & Cash Equivalents at the Beginning of the year	100	-
Cash & Cash Equivalents at the End of the year	**386**	**100**

Reconciliation of Cash and Cash equivalents as per statement of cash flows	31.03.2022	31.03.2021
Cash on Hand	-	-
Cash at Banks		
a) In Current Account	386	100
Total Cash and Cash Equivalents	**386**	**100**
	-	-

Reconciliation between Opening and closing balance sheet for liabilities arising from financing activities.	31.03.2022	31.03.2021
Opening Balance	13,469	-
Cash flows	27,600	16,500
Non-cash movement	(3,365)	(3,031)
Closing balance	**37,704**	**13,469**

As per our report of even date attached

For **Bohara Bhandari Bung & Associates LLP**

Chartered Accountants

Firm's registration No.008127S / S200013

CA.Yogesh R Bung

Partner

M.No: 143932

Place : Raichur

Date: 23-04-2022

Bohara Bhandari Bung And Associates LLP
CA
Firm Regn.No. 008127S/ S-200013
Chartered Accountant

For and on behalf of Board of Directors

SRAVATHI AI TECHNOLOGY PVT. LTD.
Rajajinagar Bangalore 560010

Keshav Bhutada

Director

DIN No. 08222057

Place/Camp : Raichur

Date: 23-04-2022

Kishan Gurram

Managing Director

DIN No. 06869882

SRAVATHI AI TECHNOLOGY PRIVATE LIMITED
(all amounts in Indian rupees in Thousands, except share data and where otherwise stated)

Statement of Changes in Equity for the year ended 31.03.2022

a. Equity Share Capital

Particulars	Total
Balance as at 01 April, 2020	**1,000**
Changes in equity share capital	-
Balance as at 31 March, 2021	**1,000**
Changes in equity share capital	
Balance as at 31 March, 2022	**1,000**

b. Other Equity

Particulars	Retained Earnings (Note No.7B(i)	FV of Pref Share Liability (Note No.7B(ii)	OCI Acturial Gain / (Loss) on Defined Benefit Plan	31.03.2022
Balance at the beginning of the Reporting period	(9,039)	2,609	-	**(6,430)**
Addition during the year	-	4,975	-	4,975
Total Comprehensive income for the year	(22,110)	-	163	(21,947)
Dividends	-	-	-	-
Deferred tax on FV of Pref Share liability	-	(1,293)	-	(1,293)
Transfer to retained earning	-	-	-	-
For the year	-	-	-	-
Balance at the end of the reporting period	**(31,149)**	**6,290**	**163**	**(24,695)**

Particulars	Retained Earnings (Note No.7B(i)	FV of Pref Share Liability (Note No.7B(ii)	OCI Acturial Gain / (Loss) on Defined Benefit Plan	31.03.2021
Balance at the beginning of the Reporting period	-	-	-	-
Addition during the year	-	3,487	-	3,487
Total Comprehensive income for the year	(9,039)	-	-	(9,039)
Dividends	-	-	-	-
Deferred tax on FV of Pref Share liability	-	(878)	-	(878)
Transfer to retained earning	-	-	-	-
For the year	-	-	-	-
Balance at the end of the reporting period	**(9,039)**	**2,609**	-	**(6,430)**

Note :-

i.Retained Earnings:

This Reserve represents the cumulative losses of the Company.

ii.FV of Pref share Liability:

a) This represents the fair value difference of Compulsorily Convertible Preference shares which have been designated as Financial liability. The same would be transferred to Retained earnings at the time of conversion of Pref shares into equity. The same have been disclosed net of taxes.

Bohara Bhandari Bung And Associates LLP
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SRAVATHI AI TECHNOLOGY PVT LTD
Rajajinagar Bangalore 560010

SRAVATHI AI TECHNOLOGY PRIVATE LIMITED
(All amount are in Indian Rupees in Thousands unless otherwise stated)

2. Property, Plant & Equipment

Particulars	Gross Block				Accumulated Depreciation				Net Block	
	As at 01/04/2021	Additions	Deletions	As at 31/03/2022	As at 01/04/2021	For the period	Deduction/ Adjustment	As at 31/03/2022	As at 31/03/2022	As at 31/03/2021
Tangible Assets										
i) Owned										
Air Condition	61	-	-	61	4	12	-	16	45	-
Eletrical Installation & Equipments	207	-	-	207	7	20	-	27	180	-
Computer & Periphical	4,364	494	-	4,857	393	1,331	-	1,724	3,133	54
Furniture & Fittings	1,390	-	-	1,390	45	136	-	181	1,210	195
Office Equipments	78	-	-	78	5	16	-	21	57	3,740
Total	**6,101**	**494**	**-**	**6,594**	**454**	**1,515**	**-**	**1,969**	**4,625**	**3,989**

Particulars	Gross Block				Accumulated Depreciation				Net Block
	As at 01/04/2020	Additions	Deletions	As at 31/03/2021	As at 01/04/2020	For the period	Deduction/ Adjustment	As at 31/03/2021	As at 31/03/2021
Tangible Assets									
i) Owned									
Air Condition	-	61	0	61	-	4	0	4	57
Eletrical Installation & Equipments	-	207	-	207	-	7	-	7	200
Computer & Periphical	-	4,364	-	4,364	-	393	-	393	3,971
Furniture & Fittings	-	1,390	-	1,390	-	45	-	45	1,345
Office Equipments	-	78	-	78	-	5	-	5	73
Total	**-**	**6,101**	**-**	**6,101**	**-**	**454**	**-**	**454**	**5,647**

3. Right of Use Assets

Particulars	Gross Block				Accumulated Depreciation				Net Block	
	As at 01/04/2021	Additions	Deletions	As at 31/03/2022	As at 01/04/2021	For the period	Deduction/ Adjustment	As at 31/03/2022	As at 31/03/2022	As at 31/03/2021
Building	2,137	-	-	2,137	801	1,068	-	1,870	267	1,336
Total	**2,137**	**-**	**-**	**2,137**	**801**	**1,068**	**-**	**1,870**	**267**	**1,336**

Particulars	Gross Block				Accumulated Depreciation				Net Block
	As at 01/04/2020	Additions	Deletions	As at 31/03/2021	As at 01/04/2020	For the period	Deduction/ Adjustment	As at 31/03/2021	As at 31/03/2021
Building	-	-	-	-	-	801	-	801	(801)
Total	**-**	**-**	**-**	**-**	**-**	**801**	**-**	**801**	**(801)**

Bohara Bhandari Bung And Associates LLP ★ Chartered Accountant ★ Firm Regn.No. 008127S/ S-200013

SRAVATHI AI TECHNOLOGY PVT LTD ★ Rajajinagar Bangalore 560010

SRAVATHI AI TECHNOLOGY PRIVATE LIMITED
(All amount are in Indian Rupees in Thousands unless otherwise stated)

4 Other Financial Assets

Particulars	31/03/2022	31/03/2021
Security Deposit (unsecured, considered good)		
i) Rental deposits	590	550
TOTAL	**590**	**550**

5 Deferred Taxes Asset (Net)

Particulars	31/03/2022	31/03/2021
Deferred Tax Liability		
Timing Differences under Income Tax Act	-1,613	-644
Deferred Tax Asset		
Unused tax losses	10,514	3,178
Other disallowable expenses	74	60
TOTAL	**8,974**	**2,594**

6 Cash and Cash Equivalents

Particulars	31/03/2022	31/03/2021
a) Cash on hand	-	-
b) Balance with banks in current account	386	100
TOTAL	**386**	**100**

7 Other Current Assets

Particulars	31/03/2022	31/03/2021
a) Pre-Paid Expense	205	118
b) GST - Input (Net) (Refer Note No. 32)	1,976	1,332
c) Advances to Supplier/ Receivables	40	-
TOTAL	**2,270**	**1,450**

Bohara Bhandari Bung And Associates LLP Firm Regn.No. 008127S/ S-200013 Chartered Accountant

SRAVATHI AI TECHNOLOGY PVT LTD Rajajinagar Bangalore 560010

SRAVATHI AI TECHNOLOGY PRIVATE LIMITED

(All amounts in Indian rupees in Thousands, except share data and where otherwise stated)

8 Equity Share Capital

Particulars	As at 31.03.2022	As at 31.03.2021
Authorised share Capital		
Equity shares		
100000(C.Y) Equity Share of Rs. 10/- each par value , 100000 (P.Y) Equity shares of Rs.10/- Each Par Value	1,000	1,000
	1,000	1,000
Issued subscribed & fully paid up		
Equity shares		
100000 Equity Share of Rs. 10/- each par value	1,000	1,000
TOTAL	**1,000**	**1,000**

(a) Reconciliation of the number of shares.

Particulars	As at 31.03.2022		As at 31.03.2021	
	Nos	Amount	Nos	Amount
Shares outstanding at the beginning of the year	1,00,000	1,000	-	-
Equity Shares				
Shares issued during the year	-	-	1,00,000	1,000
Equity Shares				
Shares outstanding at the end of the year	**1,00,000**	**1,000**	**1,00,000**	**1,000**

(b) Equity Shareholders holding more than 5% shares in the Company

Particulars	As at 31.03.2022		As at 31.03.2021	
	Nos	% of Holding	Nos	% of Holding
1) Shilpa Corporate Holding Pvt Ltd	55000	55	55000	55
2) Dr. Kishan Gurram	28000	28	28000	28
3) Dr. Deepak Agrawal	7000	7	7000	7

Rights and Restrictions attached to Equity Shares

The Company has issued Equity shares having face value of Rs.10/- per share. Each Share Holder is eligible for one vote per share. In case dividend is proposed by the Company it will be subject to the approval of the Board of Directors. In the event of liquidation, the equity share holders are eligible to receive balance assets remaining after repayment to all the preferential share capital holders, in the in proportion to their equity holding.

(c) Details of Shareholding of Promoters

Shares held by promoters at the end of the year			% Change during the year
Particulars	As at 31.03.2022		
	Nos	% of Holding	
1) Vegil Labs Private Limited	55000	55.00	-
2) Dr. Kishan Gurram	28000	28.00	-

Shares held by promoters at the end of the year			% Change during the year
Particulars	As at 31.03.2021		
	Nos	% of Holding	
1) Shilpa Pharma Lifesciences Priavte Limited (Shilpa Corporate Holding Pvt Ltd)	55000	55.00	-
2) Dr. Kishan Gurram	28000	28.00	-

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SRAVATHI AI TECHNOLOGY PVT LTD ★ Rajajinagar Bangalore 560010

SRAVATHI AI TECHNOLOGY PRIVATE LIMITED
(All amount are in Indian Rupees in Thousands unless otherwise stated)

9 Other Equity

Particulars	31/03/2022	31/03/2021
Retained Earnings		
Opening Balance	(6,430)	-
Add: Profit For the Period	(22,110)	(9,039)
Add: FV of Pref Share Liability	3,681	2,609
Add: OCI Acturial Gain / (Loss) on Defined Benefit Plan	163	-
TOTAL	**(24,695)**	**(6,430)**

10 Borrowings (Refer Note No. 32)

Particulars	31/03/2022	31/03/2021
0.1% Non Cumulative, Non participating, compulsory Convertible Pref. Share Capital	37,704	13,469
TOTAL	**37,704**	**13,469**

11 Other Non-current Lease Liabilities

Particulars	31/03/2022	31/03/2021
a) Lease Liability	0	220
TOTAL	**0**	**220**

12 Others Non-current liabilities

Particulars	31/03/2022	31/03/2021
a) Application Money pending for allotment	-	-
TOTAL	-	-

13 Provisions

Particulars	31/03/2022	31/03/2021
Provision for Employee Benefits		
a) Provision for Gratuity	135	174
b) Provision for Leave Encashment	85	48
TOTAL	**220**	**222**

14 Trade Payables (Refer Note No. 32)

Particulars	31/03/2022	31/03/2021
a) Total outstanding dues of creditors other than micro enterprises and small enterprises	56	138
b) Trade Payables -others	289	260
TOTAL	**345**	**399**

15 Lease Liability

Particulars	31/03/2022	31/03/2021
Lease Liability	280	1,121
TOTAL	**280**	**1,121**

16 Other Current Liabilities

Particulars	31/03/2022	31/03/2021
a) Tax deduction at Source	310	179
b) Professional Tax payable	4	4
c) Salary / Stipend Payable	1,641	1,242
d) Unclaimed Salary / Bonus	42	93
TOTAL	**1,996**	**1,518**

17 Provisions

Particulars	31/03/2022	31/03/2021
Provision for Employee Benefits		
a) Provision for Leave Encashment	70	8
b) Provident Fund	138	117
c) Provision for Gratuity	18	1
Other Provisions	0	0
a) Provision For Audit Fee	36	28
b) Provision For Expenses	-	5
TOTAL	**262**	**158**

Bohara Bhandari Bung And Associates LLP ★ Chartered Accountant ★ Firm Regn.No. 008127S/ S-200013

SRAVATHI AI TECHNOLOGY PVT LTD Rajajinagar Bangalore 560010

SRAVATHI AI TECHNOLOGY PRIVATE LIMITED
(All amount are in Indian Rupees in Thousands unless otherwise stated)

18 Revenue from Operations

Particulars	31/03/2022	31/03/2021
a) Sale of Services	500	-
TOTAL	**500**	**-**

19 Other Income

Particulars	31/03/2022	31/03/2021
a) Notional Interest on Security Deposit	40	28
b) Others	93	-
TOTAL	**133**	**28**

20 Employee Benefits Expense

Particulars	31/03/2022	31/03/2021
a) Salaries & Wages	19,864	7,707
b) Contribution To Provident Fund/ Other Fund	810	327
c) Staff Welfare Expenses	167	386
TOTAL	**20,951**	**8,594**

21 Finance Cost

Particulars	31/03/2022	31/03/2021
a) Notional Interest on Leases Liability	61	91
b) Interest on Pref Share liability	1,610	455
TOTAL	**1,670**	**547**

22 Other expenses

Particulars	31/03/2022	31/03/2021
a) Power And Fuel	90	-
b) Repairs & Maintenance	-	-
i)Buildings	-	-
ii)Machinery	-	-
i) Others	183	244
c) Payment to Auditors (Refer Note No. 23)	70	30
d) Research & Development Expenses	774	-
e) Transportation Charges	14	-
f) Insurance Charges	5	1
g) Professional & Consultancy	2,173	770
h) Rates & Taxes	316	364
i) Books and Subscription	745	633
j) Miscellaneous Exp	179	72
k) Printing and Stationery	32	26
l) Consumables	631	-
TOTAL	**5,212**	**2,142**

23 Payment to Statutory Auditors *

Particulars	31/03/2022	31/03/2021
a) Statutory Audit	55	30
b) IT Returns	15	-
TOTAL	**70**	**30**

* Excluding GST

SRAVATHI AI TECHNOLOGY PVT LTD Rajajinagar Bangalore 560010

Bohara Bhandari Bung And Associates LLP Firm Regn.No. 008127S/ S-200013 Chartered Accountant

(All amount are in Indian Rupees in Thousands unless otherwise stated)

24 Employee Benefits

I) Defined Contribution Plan	Year ended	Year ended
Particulars	**31st March, 2022**	**31st March, 2021**
Provident Fund	810	327
Total	**810**	**327**

II) DEFINED BENEFIT PLAN (GRATUITY)		
Movement of Present value of the Defined Benefit Obligation	**Year ended 31st March, 2022**	**Year ended 31st March, 2021**
i) Change in Defined Benefit Obligation		
Obligations at Period Beginning	**174**	-
Service Cost	98	174
Interest on Defined Benefit Obligation	13	-
Benefits Settled	-	-
Actuarial (Gain)/Loss	(132)	-
Obligations at Period End	**153**	**174**
ii) Change in Plan Assets		
Plans Assets at Period Beginning, at Fair value	-	-
Expected Return on Plan Assets	-	-
Actuarial Gain/(Loss)	132	-
Employer Contribution	-	-
Benefits Payout	-	-
Plans Assets at Period End, at Fair Value	**132**	-
iii) Reconciliation of Present Value of the Obligation and the Fair Value of the Plan Assets:		
Closing PBO	153	174
Closing Fair value of Plan Assets	-	-
Closing Funded Status	(153)	(174)
Unrecognised actuarial (Gains)/Losses		
Net Asset/(Liability) Recognized in the Balance Sheet	**(153)**	**(174)**
iv) Expenses Recognised in the P & L Account		
Service Cost	98	174
Interest Cost	13	-
Expected Return on Plan Assets	-	-
Actuarial (Gain)/Loss	(132)	-
Net Gratuity Cost	**(21)**	**174**
C. Principal Actuarial Assumptions		
Interest Rate		
Discount rate (based on the market yields available on Government bond at the accounting date with a term that matches that of the Liabilities)	7.32%	7.21%
Expected rate of return on assets	0%	0%
Salary escalation (taking into account inflation, seniority, promotion and other relevant factors)	12%	10%
Attrition rate of employees	43%	10%
Retirement age of employees (Years)	60	60

Actuarial gain/loss is recognised immediately. The estimates of salary increase,inflation, promotion, Seniority etc is taken into account for the purpose of calculating the provision for gratuity liability based on acturial valuation. The Company has unfunded scheme for payment of gratuity to all eligible employees calculated at specific no. of days (ranging from 15 days to 1 month) of the last drawn salary depending upon tenure of service for each year of completed service subject to minimum of five years payable at the time of separation upon superannuation or on exit otherwise.

Bohara Bhandari Bung And Associates LLP ★ Chartered Accountant ★ Firm Regn.No. 008127S/ S-200013

SRAVATHI AI TECHNOLOGY PVT LTD ★ Rajajinagar Bangalore 560010

Sensitivity Analysis

The Sensitivity of the defined bendefit obligation to changes in the weighted principal assumptions are as

	Year ended 31.03.2022		
Particulars	Increase/(decrease) in DBO	Liability	Increase/(decrease) in DBO
Discount rate	-3.80%	147	(6)
Discount rate	4.00%	159	6
Salary growth rate	4.40%	159	7
Salary growth rate	-4.20%	146	(6)
Attrition rate	-2.90%	148	(4)
Attrition rate	3.00%	157	5

Sensitivity analysis of significant actuarial assumptions is computed by varying one actuarial assumptions used for the valuation of defined benefit obligation by 100 basis points, keeping all other actuarial assumptions constant.

	Year ended 31.03.2021		
Particulars	Increase/(decrease) in DBO	Liability	Increase/(decrease) in DBO
Discount rate	-9.69%	157	(17)
Discount rate	11.79%	195	21
Salary growth rate	11.18%	194	19
Salary growth rate	-9.40%	158	(16)
Attrition rate	-5.55%	164	(10)
Attrition rate	6.22%	185	11

Sensitivity analysis of significant actuarial assumptions is computed by varying one actuarial assumptions used for the valuation of defined benefit obligation by 100 basis points, keeping all other actuarial assumptions constant.

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25 **Fair value measurment hierarchy:**

Particulars	Carrying Amount			
31/03/2022	**FVTPL**	**FVTOCI**	**Amoritised Cost**	**Total**
Financial Assets				
Non-current investments	-	-	-	-
Current investment	-	-	-	-
Trade receivable	-	-	-	-
Cash & bank balance	-	-	386	386
Other fianacial assets	-	-	590	590
	-	**-**	**976**	**976**
Financial Liability.				
Non-current Financial Liability	-	-	-	-
- Borrowings	37,704	-	-	37,704
- Others	-	-	-	-
Current Liability				
- Trade payables	-	-	345	345
- Other financial liabilities	280	-	-	280
	37,984	**-**	**345**	**38,329**
31-03-2021				
Financial Assets				
Non-current investments	-	-	-	-
Current investment	-	-	-	-
Trade receivable	-	-	-	-
Cash & bank balance	-	-	100	100
Other fianacial assets	-	-	550	550
	-	**-**	**650**	**650**
Financial Liability.				
Non-current Financial Liability	0	-	-	-
- Borrowings	13,469	-	-	13,469
- Others	220	-	-	220
Current Liability	-	-	-	-
- Trade payables	-	-	399	399
- Other financial liabilities	1,121	-	-	1,121
	14,809	**-**	**399**	**15,208**

Level 1: Hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments, traded bonds, ETFs and mutual funds that have quoted price. The fair value of all equity instruments (including bonds) which are traded in the stock exchanges is valued using the closing price as at the reporting period. The mutual funds are valued using the closing NAV

Level 2: The fair value of financial instruments that are not traded in an active market (for example, traded bonds, over-the counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level3. This is the case for unlisted equity securities, contingent consideration and indemnification asset included in level 3.

Valuation technique used to determine fair value:

1. The use of quoted market prices or dealer quotes for similar instruments.
2. The fair value of interest rate swaps is calculated as the present value of the estimated future cash flows based on observable yield curves.
3. The fair value of forward foreign exchange contracts and principal swap is determined using forward exchange rates at the balance sheet date

1. Financial Risk Management

The Company's activities expose it to a variety of financial risks such as Market Risk, Credit Risk and Liquidity Risk. The Company focuses on minimizing potential adverse effect on its financial performance.

(A) Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The changes in the values of fianacial assets /liability may result from change in the foreign currency exchange rates (Foreign Currency Risk), change in interest rates (Cash flow & interest rate risk), and change in price of investments (Price Risk).

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(i) Foreign Currency Risk

The Company does not operate internationally. Additionally, it is not exposed to foreign exchange risk through importing raw materials nor has Forward/hedge agreements.

Particulars	31.03.2022		
	USD	EURO	YEN
Financial Assets			
Trade receivables	-	-	-
Cash and cash equivalents	-		-
Financial liabilities			
Trade payables	-	-	-
Other current financial liabilities	-	-	-
	-	-	-

Sensitivity analysis

Sensitivity analysis of 1% change in exchange rate at the eanding of the reporting period net of hedges.

Particulars	Impact on Profit & Loss	Impact on other component of equity
	31.03.2022	31.03.2022
USD -Sensitivity		
Increase by 1% Gain	-	-
Decrease by 1% (loss)	-	-
Euro -Sensitivity		
Increase by 1% Gain	-	-
Decrease by 1%(loss)	-	-
YEN -Sensitivity		
Increase by 1% Gain	-	-
Decrease by 1%(loss)	-	-

Particulars	31.03.2021		
	USD	EURO	YEN
Financial Assets			
Trade receivables	-	-	-
Cash and cash equivalents	-		-
Financial liabilities			
Trade payables	-	-	-
Other current financial liabilities	-	-	-
	-	-	-

Sensitivity analysis

Sensitivity analysis of 1% change in exchange rate at the eanding of the reporting period net of hedges.

Particulars	Impact on Profit & Loss	Impact on other component of equity
	31.03.2021	31.03.2021
USD -Sensitivity		
Increase by 1% Gain	-	-
Decrease by 1% (loss)	-	-
Euro -Sensitivity		
Increase by 1% Gain	-	-
Decrease by 1%(loss)	-	-
YEN -Sensitivity		
Increase by 1% Gain	-	-
Decrease by 1%(loss)	-	-

(ii) Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of the financial instruments will fluctuate because of changes in market interest rates. In order to optimize the Company's position with regards to interest expenses/ income and to manage the interest rate risk, the Company manage its interest rate risk by having portfolio of fixed / variable interest rate on long / short term borrowings. The analysis is prepared assuming the amount of liablity outstanding at the end of the reporting period is average weighted balance of the respective reporting period.

According to the Company, interest rate risk exposure is only for floating rate borrowings. Since we don't have floating rate borrowing and hence this disclosure is not applicable for the year ended March 31, 2022.

(iii) Price Risk

Company does not have any exposure to price risk, as there is no market based equity instrument made by the Company.

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(B) Credit Risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The credit risk is arises from its operation activity primarly from trade receivable and from its financial activity . Customer credit risk is controlled by analysis of credit limit and credit worthness of the customer on a continuous basis to whom the credit has been granted. Company does not have any Receivable during the Financial Year.

(C)Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations of its financial liability.The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for paying liability when they are due, under normal and stressed condition without incurring losses and risk.

Maturity profile of loans and financial liabilities as on March 31, 2022

Particilars	On Demand	< 01 Year	1 to 5 years	> 05 Years
Short term borrowing	-	-	-	-
Long term borrowings	-	-	37,704	-
Trade payable	-	345	-	-
TOTAL	-	**345**	**37,704**	-

Maturity profile of loans and financial liabilities as on March 31, 2021

Particilars	On Demand	< 01 Year	1 to 5 years	> 05 Years
Short term borrowing	-	-	-	-
Long term borrowings	-	-	13,469	-
Trade payable	-	399	-	-
TOTAL	-	**399**	**13,469**	-

26 **Capital Management**

The Company's objectives when managing capital are to

i) Safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders.

ii) Maintain an optimal capital structure to reduce the cost of capital.

Consistent with others in the industry, the Company monitors capital on the basis of the following gearing ratio:

Net debt (total borrowings net of cash and cash equivalents) divided by total 'equity' (as shown in the balance sheet)

Particlars	31.03.2022	31.03.2021
Net Debt	37,704	13,469
Total Equity	(23,695)	(5,430)
Debt Equity Ratio	**(1.59)**	**(2.48)**

27 **Leases**

a) The Carrying value of right of use assets at the end of the reporting period by class

Particulars	31.03.2022	31.03.2021
i) Buildings		
Opening balance	1,336	-
Lease entered during the year	-	2,137
Amortised during the year	1,068	801
Balance as at March 31, 2021	**267**	**1,336**

b) Movement of Lease Liability during the year

Particulars	31.03.2022	31.03.2021
Opening balance	1,340	-
Additions	-	2,059
Add: Interest accrued for the year	61	91
Less: Payment of Lease Liabilities	1,121	810
Balance at the year end	**280**	**1,340**

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b) Maturity Analysis of Lease Liabilities

Maturity analysis – contractual undiscounted cash flows	31.03.2022	31.03.2021
Less than one year	284	1,121
One to five years	-	284
More than five years	-	-
Total undiscounted lease liabilities at 31 March 2021	284	1,404
Lease liabilities included in the statement of financial position at 31 March 2021		
a) Non-current	-	220
b) Current	280	1,121

C) Amount recognised in Profit and Loss Account

Particulars	31-03-2021	31-03-2021
Interest on Lease liabilities	61	91
Amortisation of ROU	1,068	801

28 Movement of Deferred tax Assets / Liability

Particulars	As at 31.03.2020	Charge/ (Credit) to Profit & Loss account	Through OCI	As at 31.03.2021
Deferred Tax Liability (Net) in relation to:				
Property, plant and equipment, and intangible assets	132	(50)	-	**82**
Liabilties FV through PL A/c	(763)	(926)	-	**(1,689)**
Leases Liablity (Net)	(13)	8	-	**(6)**
Deferred Tax Liability (Net)	**(644)**	**(969)**	-	**(1,613)**
Deffered Tax Asset (Net) in relation to;				-
Loss as per IT Act	3,178	7,336	-	**10,514**
Other disallowance expenses	60	14	-	**74**
Liabilities FV through PL A/c	-	-	-	-
Deffered Tax Asset (Net)	**3,238**	**7,349**	-	**10,587**
Net Deferred Tax (Liability) / Asset	**2,594**	**6,381**	-	**8,974**

Particulars	As at 31.03.2020	Charge/ (Credit) to Profit & Loss account	Through OCI	As at 31.03.2021
Deferred Tax Liability (Net) in relation to:				
Property, plant and equipment, and intangible assets		132	-	**132**
Liabilties FV through PL A/c		(763)	-	**(763)**
Leases Liablity (Net)		(13)	-	**(13)**
Deferred Tax Liability (Net)	-	**(644)**	-	**(644)**
Deffered Tax Asset (Net) in relation to;				
Loss as per IT Act	-	3,178	-	**3,178**
Other disallowance expenses		60	-	**60**
Liabilities FV through PL A/c	-	-	-	-
Deffered Tax Asset (Net)	-	**3,238**	-	**3,238**
Net Deferred Tax (Liability) / Asset	-	**2,594**	-	**2,594**

29 Contingent Liabilities

Particulars	31.03.2022	31.03.2021
a) Bank Guarantees./ Corporate Guarantee	-	-
b) Letter of Credit.	-	-
c) Claims aginst the Company not acknowledege as debts.	-	-
d) Estimate amount of contract remain to be executed on account of capital commitments not provided for. (Capital Commitments)	-	-
TOTAL	-	-

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30 **Earning Per Share**

Particulars	31.03.2022	31.03.2021
Net Profit after taxes	(21,947)	(9,039)
Weighted Average No of Equity shares	1,00,000	1,00,000
Face Value	10	10
Basic & Diluted EPS	(0.22)	(0.09)

31 In the opinion of the Board, all assets other than Property, Plant & Equipments and non current investments, have a realisable value in the ordinary course of business which is not different from the amount at which it is stated.

32 Balances of Trade payables / Long Term Borrowings/ Deposits and balance of GST are subject to confirmation/Reconciliation.

33 **Disclosure required under Clause 13 of Micro, Small and Medium Enterprise Development('MSMED') Act, 2006**

Particulars	As at 31st March,2022	As at 31st March,2021
a. Principal and interest amount remaining unpaid	56	138
b. Interest due thereon remaining unpaid (Note No,02 below)	-	-
c. Interest paid by the Company in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day	-	-
d. Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified under the Micro, Small and Medium Enterprises Act, 2006	-	-
e. Interest accrued and remaining unpaid	-	-
f. Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises	-	-

1.The above disclosures are provided by the Company based on the information available with the Company in respect of the registration status of its vendors/suppliers

2. Company has not provided interest on MSME dues as per the terms agreed with supplier.

34 The Operating Segments have been reported in a manner consistent with the internal reporting provided to the Board of directors, who are the Chief Operating Decision Makers. They are responsible for allocating resources and assessing the performance of operating segments. Accordingly, the reportable segment is only one segment i.e. manufacture and sale of Pharmaceutical products. Hence, segment reporting is not applicable.

35 The company has issued 4,41,000 Compulsory Convertible Non-Cumulative Non-Participate Preference shares having a face value of Rs.100 each. The Preference share shall carry a coupon rate of 0.01%. The tenure of Preference Share shall be ranging from 3 year to 6 year period and since they are redemable in nature the same has been classified as Borrowing under financial Liabilities.

40 Previous year figures have been reclassed / regrouped where ever necessary.

As per our report of even date attached
for **Bohara Bhandari Bung And Associates LLP**
Chartered Accountants
(Firm's Regn No.008127S/S-200013)

Bohara Bhandari Bung And Associates LLP ★ Chartered Accountant Firm Regn.No. 008127S/ S-200013

CA.Yogesh R Bung
Partner
M.No: 143932

Place : Raichur
Date: 23-04-2022

For and on behalf of Board of Directors

Keshav Bhutada
Director
DIN No. 08222057

Kishan Gurram
Managing Director
DIN No. 06869882

SRAVATHI AI TECHNOLOGY PVT. LTD. ★ Rajajinagar Bangalore 560010

Place : Raichur
Date: 23-04-2022

SRAVATHI AI TECHNOLOGY PRIVATE LIMITED
(All amount are in Indian Rupees in Thousands unless otherwise stated)

36 Trade Payables aging schedule

Sl. No	Particulars	Outstanding for following periods from due date of payment				
		Less than 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	2022
(i)	MSME	56	-	-	-	56
(ii)	Others	289	-	-	-	289
(iii)	Disputed Dues - MSME	-	-	-	-	-
(iv)	Disputed Dues - Others	-	-	-	-	-
	Total	345	-	-	-	345

-1.00

Sl. No	Particulars	Outstanding for following periods from due date of payment				
		Less than 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	2021
(i)	MSME	138	-	-	-	138
(ii)	Others	260	-	-	-	260
(iii)	Disputed Dues - MSME	-	-	-	-	-
(iv)	Disputed Dues - Others	-	-	-	-	-
	Total	399	-	-	-	399

Bohara Bhandari Bung And Associates LLP
CA
Firm Regn.No.
008127S/
S-200013
Chartered Accountant

SRAVATHI AI TECHNOLOGY PVT LTD
Rajajinagar
Bangalore
560010

SRAVATHI AI TECHNOLOGY PRIVATE LIMITED
(All amount are in Indian Rupees in Thousands unless otherwise stated)

37 Analytical Ratios

S.No	Particulars	Numerator	Denominator	31-Mar-22	31-Mar-21	variance %	Reasons for Variance of above 25 %
37.01	Current Ratio (no. of times)	Current Assets	Current Liabilities	0.92	0.49	90%	on account of significant increase in current assets during the current year.
37.02	Debt Equity ratio (no. of times)	Total Debt	Shareholder's Equity	(1.59)	(2.48)	-36%	Variance is primarily on account of considereable increase in the losses and preferential shares allotments made during the year.
37.03	Debt service coverage ratio (no. of times)	Earnings available for debt service	Debt Service	-	-	-	-
37.04	Return on Equity Ratio (%)	Net Profits after taxes	Average Shareholder's Equity	1.51	1.66	-9%	-
37.05	Inventory turnover ratio (no. of times)	Cost of goods sold (or) sales	Average Inventory	-	-	-	-
37.06	Trade Receivables turnover ratio (no. of times)	Net Credit Sales	Average trade receivables	-	-	-	-
37.07	Trade payables turnover ratio (no. of times)	Net Credit Purchases	Average trade payables	14.02	5.37	161%	Variance is primarily on account of significant increase in net credit purchases.
37.08	Net capital turnover ratio (no. of times)	Net Sales	Average Working Capital	(0.30)	-	-100%	On account of Non existence of sales in the FY 2020-21.
37.09	Net profit ratio (%)	Net Profits after taxes	Net Sales	-4389%	-	-100%	On account of Non existence of sales in the FY 2020-21.
37.10	Return on Capital employed (%)	Earning before interest and taxes	Capital Employed	(1.98)	(1.41)	40%	On account of massive increase in loss incurred during the year.

Bohara Bhandari Bung And Associates LLP
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Rajajinagar Bangalore 560010

SRAVATHI AI TECHNOLOGY PRIVATE LIMITED
(All amount are in Indian Rupees in Thousands unless otherwise stated)

38 Additional Regulartory information

38.01 Title deeds of immovable properties
The Company does not hold any immovable property during the year.

38.02 Valuation of Property Plant & Equipment, intangible asset
The Company has not revalued its property, plant and equipment or intangible assets or both during the current or previous year.

38.03 Loans or advances to specified persons
No loans or advances in the nature of loans are granted to promoters, directors, KMPS and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person, that are repayable on demand or without specifying any terms or period of repayment.

38.04 Details of benami property held
No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

38.05 Borrowing secured against current assets
The Company has no borrowings from banks on the basis of any security of current or other assets.

38.06 Wilful defaulter
The Company has not been declared wilful defaulter by any bank or financial institution or other lender.

38.07 Relationship with struck off companies
The Company has no transactions with the companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 1956.

38.08 Registration of charges or satisfaction with Registrar of Companies (ROC)
There are no charges or satisfaction yet to be registered with Registrar of Companies (ROC) beyond the statutory period.

38.09 Compliance with number of layers of companies
The Company has complied with the number of layers prescribed under the Section 2(87) of the Companies Act, 2013 read with Companies (Restriction on number of layers) Rules, 2017.

38.10 Compliance with approved scheme(s) of arrangements
The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

38.11 Utilisation of borrowed funds and share premium
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 person or entity, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

38.12 Undisclosed Income
There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded previously in the books of account.

38.13 Details of crypto currency or virtual currency
The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

38.14 Utilisation of borrowings availed from banks and financial institutions
No borrowings obtained by the company from banks and financial institutions.

The accompanying notes are an integral part of the financial statements
As per our report of even date attached

for Bohara Bhandari Bung & Associates LLP
Chartered Accountants
Firm's registration No.008127S/S200013

Bohara Bhandari Bung And Associates LLP
Firm Regn.No. 008127S/ S-200013
Chartered Accountant

CA.Yogesh R Bung
Partner
M.No: 143932

Place : Raichur
Date: 23-04-2022

For and on behalf of Board of Directors

Keshav Bhutada
Director
DIN No. 08222057

Place : Raichur
Date: 23-04-2022

SRAVATHI AI TECHNOLOGY PVT. LTD.
Rajajinagar Bangalore 560010

Kishan Gurram
Managing Director
DIN No. 06869882

SRAVATHI AI TECHNOLOGY PRIVATE LIMITED
(All amount are in Indian Rupees in Thousands unless otherwise stated)

39 Related Party Transactions

Key Management Personnel (KMP)
1 Dr. Kishan Gurram

Joint Venture Partner
1 Vegil Labs Pvt Ltd
2 Dr. Ramanarayanan G V
3 Dr. Sivakumar Sreeramagiri
4 Dr. Rajappan Vetrivel
5 Dr. Deepak Agrawal

Common Key Management Personnel (KMP)
1 Sravathi Advance Process Technologies Pvt Ltd

SL No	Name of related Party	Relationship	Descriptions of Transaction	31.03.2022	31.03.2021
1	Shilpa Pharma Lifesciences ltd (Erstwhicle SCH Pvt Ltd)	JV Partner	0.1% Non Cumulative, Non-participatable Convertible Pref. Share Capital	(27,600)	16,500
	Vigil Labs Private Limited	JV Partner	0.1% Non Cumulative, Non-participatable Convertible Pref. Share Capital	27,600	-
	Vigil Labs Private Limited	JV Partner	Equity shares issued	-	550
2	Dr. Kishan Gurram	KMP	Remuneration	204	119
			Equity shares issued	-	280
			Reimbursement of Expenses	97	-
			Balance Payable	11	11
3	Dr. Ramanarayanan G V	JV Partner	Remuneration	204	119
			Equity shares issued	-	40
			Balance Payable	12	12
4	Dr. Sivakumar Sreeramagiri	JV Partner	Remuneration	204	119
			Equity shares issued	-	20
			Balance Payable	12	12
5	Dr. Rajappan Vetrivel	JV Partner	Remuneration	600	350
			Equity shares issued	-	40
			Balance Payable	43	50
6	Dr. Deepak Agrawal	JV Partner	Remuneration	1,800	1,050
			Equity shares issued	-	70
			Reimbursement of Expenses	2	-
			Balance Payable	116	116
7	Sravathi Advance Process Technologies Pvt Ltd	Common KMP	Purchase of goods	-	5,179
			Reimbursement of Expenses	90	-

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