



B N P S AND ASSOCIATES LLP

Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

**To the Members
Vegil labs Private Limited**

Report on the Audit of Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of **Vegil labs Private Limited** (hereinafter referred to as the Holding Company), its Joint venture together referred to as the Group), which comprise the Consolidated Balance sheet as at 31 March 2025, and the consolidated Statement of Profit and Loss (including other comprehensive income), consolidated Statement of changes in equity and consolidated statement of Cash Flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports on separate financial statements / consolidated financial statements and on the other financial information of the joint venture, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including Indian Accounting Standards ('Ind AS') specified under Section 133 of the Act, of the consolidated state of affairs (consolidated financial position) of the Group as at 31 March 2025, and its consolidated profits (consolidated financial performance including other comprehensive profits), its consolidated cash flows and the consolidated changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing 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 Consolidated 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 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 and the audit evidence obtained by the other auditors in terms of their reports referred to in Other Matters paragraph below is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement and based on the consideration of separate financial statements / consolidated financial statements and on the other financial information of the joint venture entity, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole and in forming our opinion thereon, and we do not provide a separate opinion on these



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There are no key audit matters as per SA 701, that were observed by us during the course of audit.

Information Other than the Consolidated Financial Statements and Auditors' Report Thereon

The Holding Company's Management and Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the consolidated financial statements and our auditor's report thereon, and the remaining sections of the Company's Annual Report, which are expected to be made available to us after that date.

Our opinion on the consolidated 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 consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, 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.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

The Holding Company's Management and Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated state of affairs (consolidated financial position), consolidated profit or loss (consolidated financial performance including other comprehensive income), consolidated changes in equity and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Ind AS specified under Section 133 of the Act. The Holding Company's Board of Directors is also responsible for ensuring accuracy of records including financial information considered necessary for the preparation of consolidated financial statements. Further, in terms of the provisions of the Act, the respective Board of Directors of the companies included in the Group, companies covered under the Act are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments 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 presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial statements have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid





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In preparing the consolidated financial statements, the respective Management and Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group 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 Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group is responsible for overseeing the financial reporting process of each company.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 with reference to financial statements 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 ability of the Group 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 consolidated 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 Group to cease to continue as a going concern.



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Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of such entities or business activities within the Group to express an opinion on the consolidated financial statements, of which we are the independent auditors. We are responsible for the direction, supervision and performance of the audit of financial information of such entities. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the Consolidated Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Consolidated Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Consolidated Financial Results

We believe that the audit evidence obtained by us along, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by section 143(3) of the Companies Act, we report, to the extent applicable, 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 aforesaid consolidated 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 except for the matters stated in paragraph 2(f) below on reporting under rule 11(g);
 - c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including other comprehensive income, the Consolidated Cash Flow Statement and Consolidated Statement of changes in equity dealt with by this Report are in



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agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.

- d. In our opinion, the aforesaid consolidated financial statements comply with the Indian Accounting Standards (Ind AS) specified under Section 133 of the Companies Act read with relevant rules issued there under and other accounting principles generally accepted in India,
- e. On the basis of written representations received from the directors of the Holding Company as on 31st March, 2025 taken on record by the Board of Directors of the Holding Company and Joint venture, none of the directors of the Group companies incorporated in India are disqualified as on 31st March, 2025 from being appointed as a director in terms of Section 164(2) of the Companies Act;
- f. Since the Company's turnover as per the last audited financial statements is less than Rs.50 Crores and its borrowing from banks or financial institutions or any Body Corporate at any time during the year is less than Rs.25 Crores, the Company is exempted from getting report of the auditor with respect to existence of internal financial controls with reference to financial statements of the company and its operating effectiveness of such controls, vide notification dated 13 June 2017.

With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- a) The Consolidated financial statements disclose the impact of pending litigations if any, on the consolidated financial position of the group.
- b) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company and its joint venture entity.
- d) (i) The management has represented 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 person(s) or entity(is), 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;
- (ii) The management has represented, 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(is), 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



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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; and

(iii) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.

e) The Holding Company has not paid any dividend during the year.

f) Based on our examination, which included test checks, the group has used accounting software for maintaining its books of account for the financial year ended March 31, 2025 and

i. In respect of the Holding company & its joint venture, the companies have used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility. However, the accounting software did not have the audit trail feature enabled throughout the year. However, the audit trail log facility for holding company & its joint venture was enabled on May 21, 2024 & May 14, 2024 respectively. Therefore, the said facility has not operated throughout the year for both the companies. Further, Audit Trail Log facility was not enabled for immediately preceding the financial year, hence Audit trail log was not preserved as per the provisions of the act.

2. With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanations given to us, and based on the CARO reports issued by us for the Holding Company and its Joint venture included in the consolidated financial statements of the Holding Company, to which reporting under CARO is applicable, we report that there are no qualifications or adverse remarks in these CARO reports.

For B N P S And Associates LLP

Chartered Accountants

(Firm's Regn No.008127S/S200013)

CA. Yogesh R Bung
Designated Partner
Membership No. 143932



Place: Raichur
Date: 24.05.2025

UDIN: 25143932BMIPMD9666

NOTES TO THE FINANCIAL STATEMENTS

CORPORATE INFORMATION

Vegil Labs Private Limited is a Private Limited Company incorporated on 30/06/2021, with its registered office at 12-6-214/A-1, Shilpa House Hyderabad Road, RAICHUR -584135 Karnataka. Presently, the Company is engaged in the business of Biotechnology using sophisticated technology meticulously in order to comply with laid down international standards/specifications. The company is also engaged in making investments in other companies.

1. Basis of Preparation

a) Statement of Compliance

These Consolidated financial statements have been prepared in accordance with the Indian Accounting Standards (Ind AS) as specified under section 133 of the Companies Act 2013 read together with the Rule 4 of Companies (Indian Accounting Standards) Rules, 2015 as amended by Companies (Indian Accounting Standards) Amendment Rules 2016 to the extent applicable and the other relevant provisions of the Act, pronouncements of the regulatory bodies applicable to the Group.

These financial statements have been prepared by The Group as a going concern on the basis of relevant Ind AS that are effective or elected for early adoption at The Group's annual reporting date March 31, 2025. The accounting policies are applied consistently to all the periods presented in the financial statements. The Consolidated financial statements of The Group for the year ended March 31, 2025 were approved by the Board of Directors on May 24, 2025.

b) Principles of consolidation

These consolidated financial statements relates to Vegil Labs Private Limited ('The Group'), and its Joint Venture ('the Group'). These consolidated financial statements have been prepared on the following basis:

Investment in Associates and Joint Ventures has been accounted under the equity method as per Ind AS 28.

The Group accounts for its share in post-acquisition changes in net assets of associates and joint ventures, after eliminating unrealized profits and losses resulting from transactions between The Group and its associates to the extent of its share, through its Consolidated Statement of Profit and Loss, to the extent such change is attributable to the associates Statement of Profit and Loss and through its reserves for the balance based on available information.

a) The Joint ventures considered in the preparation of consolidated Financial Statements for the previous year are as under:

SL No.	Name of the Joint Ventures	Country	Extent of holding
1	Sravathi AI Technology Private Limited	India	26.50%



c) Functional and Presentation currency

These Consolidated financial statements are presented in Indian rupees (INR), which is also the functional currency of The Group. All amounts have been rounded-off to the nearest thousands, unless otherwise indicated.

d) Basis of Measurement

The Consolidated financial statements have been prepared on the historical cost basis (i.e. on accrual basis), except for the following assets and liabilities which have been measured at fair value wherever applicable

- Certain financial assets / liability measured at fair value,
- Net defined benefit assets/(liability) are measured at fair value of plan assets, less present value of defined benefit obligations.

e) Critical accounting Estimates and Judgements:

The preparation of financial statements in conformity with Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Revisions to accounting estimates are recognised prospectively. The changes in the estimates are reflected in the Consolidated financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the Consolidated financial statements.

The areas involving critical estimates or judgments are:

- Recognition of deferred taxes (Note 1.1(e))
- Provision for income taxes and related tax contingencies. (Note 1.1(e))
- Estimation of provision and contingent liabilities (Note 1.1(d))

1.1 Material Accounting Policies

a) Investments in subsidiaries, joint ventures and associates measured at cost - non-current

Investments in Subsidiaries, Joint ventures and Associates are carried at cost less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. On disposal of investments in Subsidiaries, Joint ventures and Associates, the difference between net disposal proceeds and the carrying amounts are recognised in the statement of profit and loss.

b) Revenue Recognition:

Revenue is recognized to the extent that it is probable that the economic benefits will flow to The Group and the revenue can be reliably measured.

(i) Other Income

- i. Interest Income is recognized using the Effective interest rate (EIR) method.



c) Financial Instrument:

A financial instrument is any contract that gives rise to a financial asset of one entity and financial liability or equity instrument of another entity.

(I) Financial Asset:

Initial recognition and measurement

All financial instruments are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through P&L, transaction costs that are attributable to the acquisition of the financial asset, purchase or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place are recognized on the trade date i.e. the date that The Group commits to purchase or sell the asset.

Subsequent Measurement

For the purpose of subsequent measurement financial assets are classified as measured at:

- Amortised cost
- Fair value through profit and loss (FVTPL)
- Fair value through other comprehensive income (FVOCI).

(a) Financial Asset measured at amortized cost

Financial Assets held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding are measured at amortized cost using effective interest rate (EIR) method. The EIR amortization is recognized as finance income in the statement of Profit & Loss. The Group while applying above criteria has classified the following at amortized cost:

- (a) Trade receivables
- (b) Loans
- (c) Other financial assets

(b) Financial Assets Measured at fair value through other comprehensive income

Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fair value through other comprehensive income. Fair value movements are recognized in the other comprehensive income (OCI). Interest income measured using the EIR method and impairment losses, if any are recognized in the Statement of Profit and Loss. On derecognition, cumulative gain or loss previously recognised in OCI is reclassified from the equity to 'other income' in the Statement of Profit and Loss.



(c) Financial Assets at fair value through profit or loss (FVTPL)

Financial Asset are measured at Fair value through Profit & Loss if it does not meet the criteria for classification as measured at amortized cost or at FVTOCI. All fair value changes are recognized in the statement of Profit & Loss.

Equity Instruments

All investments in equity instruments classified under financial assets are initially measured at fair value, the group may, on initial recognition, irrevocably elect to measure the same either at FVOCI or FVTPL.

De-recognition of Financial Assets:

Financial assets are derecognized when the contractual rights to the cash flows from the financial asset expire or the financial asset is transferred and the transfer qualifies for Derecognition. On Derecognition of a financial asset in its entirety, the difference between the carrying amount (measured on the date of recognition) and the consideration received (including any new asset obtained less any new liability assumed) shall be recognized in the statement of Profit & Loss.

Impairment of Financial Assets:

In accordance with Ind AS 109, The Group applies expected credit loss (ECL) model by adopting the simplified approach using a provision matrix reflecting current condition and forecasts of future economic conditions for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- (a) Financial Assets that are debt instruments, and are measured at amortized cost e.g. loans, debt securities, deposits, trade receivables and bank balance
- (b) Trade receivables or any contractual right to receive cash or another financial asset
- (c) Loan commitments which are not measured at FVTPL
- (d) Financial guarantee contracts which are not measured at FVTPL

(II) Financial Liability

Initial recognition and measurement

Financial liabilities are recognized initially at fair value plus any transaction cost that are attributable to the acquisition of the financial liability except financial liabilities at FVTPL that are measured at fair value.

Subsequent measurement

Financial liabilities are subsequently measured at amortised cost using the EIR method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognised in the Statement of Profit and Loss.



Financial Liabilities at amortized cost:

Amortized cost for financial liabilities represents amount at which financial liability is measured at initial recognition minus the principal repayments, plus or minus the cumulative amortization using the effective interest method of any difference between the initial amount and the maturity amount.

The Group is classifying the following under amortized cost

- Borrowings from banks
- Borrowings from others
- Other Financial Liabilities

Derecognition:

A financial liability shall be derecognized when, and only when, it is extinguished i.e. when the obligation specified in the contract is discharged or cancelled or expires.

d) Taxes on Income:

Income tax comprises of current and deferred income tax. Income tax expense is recognised in statement of profit and loss except to the extent that it relates to an item recognised directly in equity in which case it is recognised in other comprehensive income. Current income tax for current year and prior periods is recognised at the amount expected to be paid or recovered from the tax authorities, using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Current tax assets and liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis.

Deferred tax is recognised in respect of temporary differences between the carrying amount of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilized.

Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Deferred income tax assets and liabilities are measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect of changes in tax rates on deferred income tax assets and liabilities is recognised as income or expense in the period that includes the enactment or substantive enactment date. A deferred income tax assets is recognised to the extent it is probable that future taxable income will be available against which the deductible temporary timing differences and tax losses can be utilised. The Group offsets income-tax assets and liabilities, where it has a legally enforceable right to set off the recognised amounts and where it intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.



Unrecognised deferred tax assets are reassessed at each reporting date and recognised to the extent that it has become probable that future taxable profits will be available against which they can be used.

e) Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised when The Group has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. If effect of the time value of money is material, provisions are discounted using an appropriate discount rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of The Group or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. The Group does not recognize a contingent liability but discloses its existence in the Consolidated financial statements

f) Borrowing Cost

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are recognized as an expense in the period in which they are incurred. Further, interest earned out of borrowed funds from temporary investments are reduced from the borrowing cost.

Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

g) Earnings per share

The Group presents basic and diluted earnings per share ("EPS") data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Group by the weighted average number of ordinary shares outstanding during the period.

Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares, which includes all stock options granted to employees.

h) Cash Flow Statements

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Group are segregated.



i) Cash and Cash Equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand, short-term deposits and other short-term highly liquid investments with an original maturity of three months or less that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value and are held for the purpose of meeting short-term cash commitments.

For the purposes of the presentation of cash flow statement, cash and cash equivalents include cash on hand, in banks and demand deposits with banks, net of outstanding bank overdrafts that are repayable on demand, book overdraft as they being considered as integral part of the Group's cash management system.

j) Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the Consolidated balance sheet when, and only when, the Group currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

k) Exceptional Items:

Exceptional items refer to items of income or expense within the statement of profit and loss from ordinary activities which are non-recurring and are of such size, nature or incidence that their separate disclosure is considered necessary to explain the performance of The Group.

l) Recent accounting developments

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2025, MCA has notified Ind AS – 117 "Insurance Contracts" and amendments to Ind AS 116 – "Leases", relating to sale and leaseback transactions, applicable w.e.f. April 1, 2024. The Company has reviewed the new pronouncements and based on its evaluation has determined that the Company has not entered into transactions covered under Ind 117 & amendments to Ind AS 116 and therefore, there is no impact on the financial statements.



Vegil Labs Private Limited

(All amounts are in Indian Rupees , Except Shares data and per Share data, unless otherwise stated)

Part - I - Consolidated Balance Sheet

Particulars	Note	As At	
		31.03.2025	31.03.2024
ASSETS			
Non-Current Assets			
Financial assets			
(a) Investments	2	20,247,913	59,688,149
(b) Loans	3	140,761,492	65,059,072
(c) Other Financials Assets	4	4,845,010	702,421
(d) Other non Current Asset	5	-	78,047
(e) Deferred Tax Assets	6	542,420	1,408,050
Total Non Current Assets		166,396,835	126,935,739
Current Assets			
a) Financial Assets :			
i) Cash and Cash equivalents	7	158,715	66,920
Total Current Assets		158,715	66,920
TOTAL ASSETS		166,555,550	127,002,659
EQUITY AND LIABILITIES			
Equity:			
a) Equity Share Capital	8	95,100,000	95,100,000
b) Other Equity	9	66,916,042	31,610,487
Total Equity		162,016,042	126,710,487
Current Liabilities			
a) Other Current Liability	10	168,542	229,172
b) Provisions	11	52,500	63,000
c) Current Tax Liability	12	4,318,466	-
Total Current Liabilities		4,539,508	292,172
TOTAL EQUITY AND LIABILITIES		166,555,550	127,002,659

The accompanying notes form an integral part of the financial statements

As per our report of even date attached
for **B N P S And Associates LLP**

Chartered Accountants

(Firm's Regn No.008127S/S-200013)


CA. Yogesh R Bung
Designated Partner
M.No.143932Place : Raichur
Date : 24/05/2025For and on behalf of the Board of
Directors of**Vegil Labs Private Limited**


Vishnukanth Bhutada **Ramakant Innani**
DIN No.01243391 DIN No.03222748
Director DirectorPlace : Raichur
Date : 24/05/2025

Vegil Labs Private Limited

(All amounts in Indian Rupees except share data & per share data unless otherwise stated)

Part - II - Consolidated Statement of Profit and Loss

Particulars	Note	For the Year ended 31.03.2025	For the Year ended 31.03.2024
Income			
a) Revenue from Operations		-	-
b) Other Income	13	6,786,863	7,222,288
Total Income		6,786,863	7,222,288
Expenses			
a) Finance Cost	14	-	2,221,728
b) Other Expenses	15	1,993,770	85,377
Total Expenses		1,993,770	2,307,105
Profit / (Loss) before share of profit/(loss) in joint ventures		4,793,093	4,915,183
Share of Profit/(Loss) in Joint ventures		1,227,758	(18,174,846)
Profit / (Loss) before tax after share of profit/(loss) in joint ventures		6,020,852	(13,259,663)
Exceptional Income / (Expense)	16	38,709,795	66,611,793
Profit / (Loss) before tax after exceptional items		44,730,647	53,352,130
Tax expense			
1. Current Income tax		8,856,801	-
2. Deferred tax (Net)		568,290	(649,049)
Profit / (Loss) for the year		35,305,555	54,001,180
Other Comprehensive Income			
Remesurment of Defined benefit Income/(loss)		-	-
Tax effect on the above		-	-
Total Comprehensive Income		35,305,555	54,001,180
Earning per equity share for Rs.10/- face value (Continuing Operations)			
Basic		3.71	5.68
Diluted		3.71	5.68
Weighted Average number of equity shares (Continuing Operations)			
Basic		9,510,000	9,510,000
Diluted		9,510,000	9,510,000

The accompanying notes form an integral part of the financial statements

As per our report of even date attached
for B N P S And Associates LLP
Chartered Accountants
(Firm's Regn No.008127S/S-200013)


CA. Yogesh R Bung
Designated Partner

Place : Raichur
Date : 24/05/2025



**For and on behalf of the Board of Directors of
Vegil Labs Private Limited**


Vishnukanth Bhutada

DIN No.01243391

Director

Place : Raichur

Date : 24/05/2025


Ramakant Innani

DIN No.03222748

Director



Notes Forming Part of Consolidated Financial Statement
(All amounts are in Indian Rupees unless otherwise stated)

Consolidated Statement of Cash Flow

Particulars	For the Period ended 31.03.2025	For the Period ended 31.03.2024
Cash Flows from Operating Activities		
Profits Before Tax (PBT)	43,502,888	53,352,130
Add/Less: Adjustments		
Finance Cost		2,221,728
Interest Income	(5,383,346)	(1,780,468)
Notional Interest Income	(1,400,784)	(5,441,820)
Share of (profit)/loss from Joint ventures & Associates	(1,227,758)	18,174,846
Profit on sale of investments	(38,709,795)	(66,611,793)
Operating profit before working capital changes & Other	(3,218,795)	(85,377)
Adjustments for Increase / (Decrease) in Operating Liabilities		
- Short Term Provisions	(10,500)	45,000
- Other Financial Liabilities	(60,630)	(789,019)
	(3,289,925)	(829,396)
Less: Income Taxes (Net)	(4,460,289)	(78,047)
Net Cash flow from Operating activities	(7,750,214)	(907,443)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Investments	1,227,758	(14,825,000)
Sale of Investments	81,075,915	110,000,000
Loan given to parent company	(75,702,420)	(65,059,072)
Interest Income	1,240,757	1,078,047
Net Cash flow from Investing activities	7,842,010	31,193,975
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from/ (repayments) Long term borrowings (Net)	-	(28,025,000)
Finance Cost	-	(2,221,728)
Net Cash flow from financing activities	-	(30,246,728)
Net Increase/(decrease)in Cash and Cash Equivalents	91,795	39,804
Cash & Cash Equivalents at the Beginning of the year	66,920	27,116
Cash & Cash Equivalents at the end of the year	158,715	66,920

Components of Cash and Cash Equivalents	For the Period ended 31.03.2025	For the Period ended 31.03.2024
Cash in Hand	-	-
Cash at Banks	158,715	66,920
Total Cash and Cash Equivalents	158,715	66,920

Note:

1. Previous year figures have been reclassified wherever necessary.
2. Cash Flow statement has been prepared under Indirect method as per Ind AS-7 "Statement of Cash flows" as prescribed under Companies (Accounting Standard) Rules, 2015.

The accompanying notes form an integral part of the financial statements

As per our report of even date attached
for **B N P S And Associates LLP**

Chartered Accountants

(Firm's Regn No.008127S/S-200013)

CA. Yogesh R Bung

Designated Partner

M.No.143932

Place : Raichur

Date : 24/05/2025



For and on behalf of the Board of Directors of
Vegil Labs Private Limited

Vishnukanth Bhutada

DIN No.01243391

Director

Place : Raichur

Date : 24/05/2025



Ramakant Innani

DIN No.03222748

Director

Vegil Labs Private Limited

(All amounts in Indian Rupees except share data & per share data unless otherwise stated.)

Consolidated Statement of Changes in Equity for the year ended 31.03.2025**8 A) Equity Share Capital**

Particulars	31.03.2025	31.03.2024
Balance at the beginning of the Reporting period	95,100,000	95,100,000
Changes in equity share capital during the current year	-	-
Balance at the end of the reporting period	95,100,000	95,100,000

9 B) Other Equity

Particulars	Retained Earnings	For the Period 31.03.2025	For the Period 31.03.2024
Balance at the beginning of the current reporting period	31,610,487	31,610,487	(22,390,693)
Changes during the period	35,305,555	35,305,555	54,001,180
Restated balance at the beginning of the reporting period	66,916,042	66,916,042	31,610,487
Dividends	-	-	-
Balance at the end of the reporting period	66,916,042	66,916,042	31,610,487

Notes:

- 1 Retained Earnings: This Reserve represents the cumulative profits of the Company. This Reserve can be utilised in accordance with the provisions of the Companies Act, 2013.
- 2 The accompanying significant accounting policies and notes form an integral part of the financial statements.

As per our Report of even dated

For B N P S and Associates LLP

Chartered Accountants

Firm Regn No. 008127S/S2000013

**CA. Yogesh R.Bung**

Designated Partner

M.No. 143932

Place : Raichur

Date : 24/05/2025

For and on behalf of the Board of Directors of**Vegil Labs Private Limited****Vishnukanth Bhutada**

DIN No.01243391

Director

Place : Raichur

Date : 24/05/2025

Vegil Labs Private Limited

(All amounts in Indian Rupees except share data & per share data unless otherwise stated)

8 Equity Share Capital

Particulars	As at	As at
	31.03.2025	31.03.2024
Authorised		
Equity shares		
1,00,00,000 Shares of Rs. 10/- each par value	100,000,000	100,000,000
	100,000,000	100,000,000
Issued subscribed & fully paid up		
Equity shares		
95,10,000 Shares of Rs. 10/- each par value	95,100,000	95,100,000
TOTAL	95,100,000	95,100,000

a) Reconciliation of the number of shares.

Particulars	31.03.2025		31.03.2024	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	9510000	95,100,000	9510000	95,100,000
During the year	-	-	-	-
Shares outstanding at the end of the year	9510000	95,100,000	9510000	95,100,000

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

Particulars	31.03.2025		31.03.2024	
	No.s	% of Holding	No.s	% of Holding
1) Shilpa Medicare Ltd*	9,510,000	99.99%	9,510,000	99.99%

*01 share is held by Ramakant Innani in the representative capacity on behalf of Shilpa Medicare Limited.

c) Shares held by promoters at the end of the year

Promoter Name	31.03.2025			31.03.2024		
	No of Shares	% of total shares	% of Change during the Period	No of Shares	% of total shares	% of Change during the Period
1) Shilpa Medicare Ltd	9,510,000	100%	0%	9,510,000	100%	0%

As per our report of even date attached
for B N P S And Associates LLP
Chartered Accountants
(Firm's Regn No.008127S/S-200013)

CA. Yogesh R Bung
Designated Partner
M.No.143932

Place : Raichur
Date : 24/05/2025



For and on behalf of the Board of Directors of
Vegil Labs Private Limited

Vishnukanth Bhutada
DIN No.01243391
Director

Ramakant Innani
DIN No.03222748
Director

Place : Raichur
Date : 24/05/2025



Vegil Labs Private Limited

Notes Forming Part of Consolidated Financial Statement Financial Assets

2 Investments

Particulars	31.03.2025	31.03.2024
a) Investment in Associates		
i) 63728 Equity shares of Rs. 10 each with a premium of Rs.746.09 (55,000 equity shares of Rs 10/- each) in Sravathi AI Technology Pvt Ltd , Bangalore	20,247,913	550,000
ii) Deemed Investments in Sravathi AI Technologies Pvt Ltd	-	9,920,858
b) Investments in Preference Instruments		
(Unquoted)		
NIL (P.Y 7,51,750) 0.1% Non Cumulative compulsory Convertible share of Rs. 100/ each of Sravathi AI Technology Pvt Ltd Bangalore	-	49,217,292
Total	20,247,913	59,688,149

3 Loans

Particulars	31.03.2025	31.03.2024
Unsecured Loan To		
1) Shilpa Medicare Ltd	140,761,492	65,059,072
Terms of repayment		
Term loan to Holding company is re-payable over a period of 8 years including moratorium of 5 years. The re-payment will made in 12 Quarterly installments including interest accrued there on starting from		
Rate of Interest		
Interest is charged at 7.5 % per annum		
Total	140,761,492	65,059,072

4 Other Financial Assets

Particulars	31.03.2025	31.03.2024
a) Interest accrued but not received	4,845,010	702,421
Total	4,845,010	702,421

5 Other non-current assets

Particulars	31.03.2025	31.03.2024
a) TDS Receivable	-	78,047
Total	-	78,047



Notes Forming Part of Consolidated Financial Statement
Financial Assets

6 Deferred Tax Assets / (Liabilities)

Particulars	31.03.2025	31.03.2024
1) Deferred tax Liabilities (On account of timing difference in recognition of notional income on fair valuation of investments in Sravathi AI Technology Pvt Ltd)	-	(1,369,597)
2) Deferred tax Assets (On account of losses under Income tax act, 1961)	542,420	2,777,647
Total	542,420	1,408,050

7 Cash and Cash Equivalents

Particulars	31.03.2025	31.03.2024
a) Balance with banks in current account	158,715	66,920
Total	158,715	66,920

9 Other Equity

Particulars	31.03.2025	31.03.2024
a) Retained Earnings		
Opening Balance	31,610,487	(22,390,693)
Add: Profit / (Loss) for the Period	35,305,555	54,001,180
Total	66,916,042	31,610,487

10 Other Current Liability

Particulars	31.03.2025	31.03.2024
a) Tax deduction at source	168,542	229,172
Total	168,542	229,172

11 Provision

Particulars	31.03.2025	31.03.2024
a) Provision For Audit Fee	52,500	63,000
Total	52,500	63,000

12 Current Tax Liability Net

Particulars	31.03.2025	31.03.2024
a) Income Tax (Net)	4,318,466	-
Total	4,318,466	-

13 Other Income

Particulars	31.03.2025	31.03.2024
a) Notional Income on FV of Preference Shares	1,400,784	5,441,820
b) Interest Received on unsecured Loan	5,383,346	1,780,468
c) Interest on Income Tax refund	2,733	-
Total	6,786,863	7,222,288



Notes Forming Part of Consolidated Financial Statement**Financial Assets****14 Finance Cost**

Particulars	31.03.2025	31.03.2024
a) Interest on Unsecured loan	-	2,221,728
Total	-	2,221,728

15 Other Expenses

Particulars	31.03.2025	31.03.2024
a) Rates & Taxes	2,339	5,200
b) Payment to Auditors (Refer Note No.17)	75,000	75,000
c) GST written off	305,175	4,140
d) Bank Charges	838	1,037
e) Professional & Consultancy Fee	1,610,418	-
Total	1,993,770	85,377

16 Exceptional Income / (Expenses)

Particulars	31.03.2025	31.03.2024
a) Profit on Sale of Investments	38,709,795	66,611,793
Total	38,709,795	66,611,793

17 Payment to Statutory Auditors

Particulars	31.03.2025	31.03.2024
a) Statutory Audit	50,000	30,000
b) Limited Review	15,000	15,000
c) Income Tax matters	10,000	30,000
TOTAL	75,000	75,000

18 Earning per share

Particulars	31.03.2025	31.03.2024
Earning per share		
Net Profit after taxes	35,305,555	54,001,180
Weighted Average No of Equity shares	9,510,000	9,510,000
Face Value	10	10
Basic & Diluted EPS	3.71	5.68



Vegil Labs Private Limited

(All amounts are in Indian Rupees , Except Shares data and per Share data, unless otherwise stated)

Notes Forming Part of Consolidated Financial Statement

19 Analytical ratio

Sl No	Particular	Numerator	Denominator	31st March 2025	31st March 2024	Variation %	Reasons for variance of above 25%
1	Current Ratio(in times)	Current Assets	Current Liabilities	0.03	0.23	-84.74%	Variation on account of increase in Current Tax Liability during FY 24-25
2	Debt Equity Ratio(in times)	Total Debt	Share holder equity	-	-	-	NA
3	Debt service coverage ratio(in times)	Earnings available for debt service	Debt service	-	-	-	NA
4	Inventory turnover ratio(in times)	Sales	Average inventory	-	-	-	Not Applicable
5	Return on equity(in %)	Net profit after taxes	Average shareholders equity	0.24	0.85	-71.31%	Decrease mainly on account of exceptional gain on account of sale of partial stake in joint venture during the
6	Trade receivable turnover ratio(in times)	Revenue	Average Trade Receivables	-	-	-	Not Applicable
7	Trade payable turnover ratio(in times)	Purchase for trade and services	Average Trade Payables	-	-	-	Not Applicable
8	Net Capital turnover ratio(in times)	Revenue	Working Capital	-	-	-	Not Applicable
9	Net Profit ratio(in %)	Net Profit	Revenue	-	-	-	Not Applicable
10	Return on Capital Employed(%)	Earning Before Interest and Tax	Capital Employed	2.97%	5.70%	-47.88%	Decrease mainly on account of exceptional gain on account of sale of partial stake in joint venture during the
11	Return on investment (in %)	Income generated from invested funds	Average invested funds in treasury investments			-	Not Applicable



Vegil Labs Private Limited

Notes Forming Part of Consolidated Financial Statement

(All amounts are in Indian Rupees, Except Shares data and per Share data, unless otherwise stated)

20 Related Party Transactions

Related parties where control exists and related parties with whom transactions have taken place are listed below:

- 1 **Holding Company**
 - a) Shilpa Medicare Limited
- 2 **Enterprises having common control**
 - a) Shilpa Pharma Lifesciences Ltd
 - b) Auxilla Pharmaceuticals & Research LLP
 - c) Sravathi AI Technology Pvt Ltd

SL No	Name of related Party	Descriptions of Transaction	2024-25		2023-24	
			Income/ (expenses) other transaction	Balance at 31.03.2025	Income/ (expenses) other transaction	Balance at 31.03.2024
i	Shilpa Medicare Limited	Reimbursement of Expenses Unsecured Loan Received during the year Loan Repaid during the Year Closing balance during the year Maximum Loan outstanding during the year Interest on Loan (expenses)	- - - - - -	- - - - - -	(101,819) 15,000,000 (43,941,373) - - (2,221,728)	- - - - 43,941,373 -
		Loan advanced Given during the year Repaid during the year Closing balance during the year Maximum Loan outstanding during the year Interest on Loan (Income)	(80,000,000) 5,000,000 - - 5,383,345 -	- - 140,761,493 - 4,845,010 -	(67,058,627) - - - 780,468 -	- - 65,059,072 - 702,421 -
ii	Auxilla Pharmaceuticals & Research LLP	Investment Sale Consideration received Interest received on delay in payment of Sale Consideration	- - -	- - -	- 110,000,000 1,000,000	- - -
iii	Sravathi AI Technology Pvt Ltd	Investment in Equity Shares Investment in Preference shares Conversion of Pref shares into equity Sale Consideration received	90,000,000 - (90,000,000) 550,000	57,396,930 - - -	- 14,825,000 - -	550,000 87,594,068 -



a) The Above disclosures include related parties as per Ind AS 24 on "Related Party Disclosures" and Companies Act, 2013.

Vegil Labs Private Limited

(All amounts are in Indian Rupees , Except Shares data and per Share data, unless otherwise stated)

21 Additional Information to Consolidated Financial Statements

As at 31.03.2025

SI No.	Name of the entity in the Group	Net assets i.e total assets minus total liabilities		Share in profit and loss		Share in other comprehensive income		Share in total comprehensive income	
		As % of consolidated net assets	Amount	As % of consolidated profit and loss	Amount	As % of consolidated other comprehensive income	Amount	As % of total comprehensive income	Amount
A	Parent -Indian Vegil Labs Private Limited	122.93	199,165,059	96.52	34,077,797	-	-	96.52	34,077,797
B	Joint Venture(investment as per equity method)-Indian Sravathi AI Technology Pvt Ltd	20.73	33,587,172	5.86	2,067,471	-	500,977	7.27	2,568,448

As at 31.03.2024

SI No.	Name of the entity in the Group	Net assets i.e total assets minus total liabilities		Share in profit and loss		Share in other comprehensive income		Share in total comprehensive income	
		As % of consolidated net assets	Amount	As % of consolidated profit and loss	Amount	As % of consolidated other comprehensive income	Amount	As % of total comprehensive income	Amount
A	Parent -Indian Vegil Labs Private Limited	130.29	165,087,263	128.17	69,212,197	-	-	128.17	69,212,197
B	Joint Venture(investment as per equity method)-Indian Sravathi AI Technology Pvt Ltd	(58.78)	(74,480,073)	(50.69)	(27,375,815)	-	(280,581)	(50.69)	(27,656,396)



22 Fair value measurement hierarchy

Particulars	FVTPL	FVTOCI	Amortised cost	Total
31.03.2025				
Non-current Assets				
Investments	-	-	20,247,913	20,247,913
Loans	-	-	140,761,492	140,761,492
Other Financial Assets	-	-	4,845,010	4,845,010
Current Financial Assets				
Cash & Bank Balance	-	-	158,715	158,715
Trade Receivable	-	-	-	-
Total	-	-	166,013,130	166,013,130
31.03.2024				
Non-current Assets				
Investments	9,920,858	-	49,767,292	59,688,149
Loans	-	-	65,059,072	65,059,072
Other Financial Assets	-	-	702,421	702,421
Current Financial Assets				
Cash & Bank Balance	-	-	66,920	66,920
Trade Receivable	-	-	-	-
Total	-	-	115,595,704	125,516,562

Fair value hierarchy

The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consist of the following three levels:

- Level 1 — Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 — Inputs are other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 — Inputs are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

23 Financial Risk Management

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

(i) Foreign Currency Risk

The group does not operate internationally, hence, it is not exposed to foreign currency risk.

(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 group's position with regards to interest expenses/ income and to manage the interest rate risk, The group weighted average balance 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 liability outstanding at the ending of the reporting period is the average weighted balance of the respective reporting period.

The group does not have borrowings with floating interest rate, it is not exposed to interest rate risk.

(ii) Price Risk

The group does not have any exposure to price risk ,as there is no market based equity investment made by The group.

(iv)Liquidity risk

Liquidity risk is the risk that The group 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 making payment towards liability when they are due, under normal and stressed condition without incurring losses and risk. The present available working capital facility is sufficient to meet its current requirement. Accordingly no liquidity risk is perceived.



Maturity Profile of Financial Liabilities as on March 31, 2025

Particulars	On Demand	< 01 Year	01 to 5 Years	> 05 Year
(i) Other financial liabilities	-	-	-	-
(ii) Borrowings	-	-	-	-
Total	-	-	-	-

Maturity Profile of Financial Liabilities as on March 31, 2024

Particulars	On Demand	< 01 Year	01 to 5 Years	> 05 Year
(i) Other financial liabilities	-	-	-	-
(ii) Borrowings	-	-	-	-
Total	-	-	-	-

24 Capital Management

The group'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 group 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)

Particulars	31-Mar-25	31-Mar-24
Net Debt	-	-
Total Equity	162,016,042	126,710,487
Debt Equity Ratio	-	-

25 Reconciliation of Tax Expenses
(i) Income Tax

Particulars	As at 31.03.2025	As at 31.03.2024
Statement of Profit or loss	44,730,647	53,352,130
Current Tax	8,856,801	-
Deferred Tax	568,290	(649,049)
Amount recognised in statement of profit & loss acco	9,425,092	(649,049)
Profit/(Loss) before tax from continuing operation after exceptional item	44,730,647	53,352,130
Gain on sale of investments classified as exceptional item	38,709,795	-
Profit/(Loss) before tax from continuing operation before exceptional item	6,020,852	53,352,130
Tax at enacted tax rate in India C.Y. @ 25.168% (P.Y. 25.168 %)	1,515,328	13,427,664
Income taxes at special rate in CY 22.88 % (Including surcharge and Health and education cess)	8,856,801	-
Effect of:		
Exempt Income	-	(16,764,856)
Others	(947,038)	2,688,143
	9,425,092	(649,049)

Recognised Deferred Tax Assets / Liabilities

Particulars	As at 31.03.2025	As at 31.03.2024
Opening Balance	1,408,050	(622,450)
Deferred Tax Liability in relation to:		
Property, plant and equipment, and intangible assets	(11,854)	910,039
Fair value of Pref Share Liabilities through PL A/c	-	-
Deferred Tax Liability	1,396,196	287,588
Deferred Tax Asset in relation to;		
Loss as per IT Act	(853,776)	1,120,462
Deferred Tax Asset	(853,776)	1,120,462
Net Deferred Tax (Liability) / Asset	542,420	1,408,050



- 26 Additional Regulatory information**
- 26.01 Title deeds of immovable properties**
The group does not hold any immovable properties during the year.
- 26.02 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
- 26.03 Details of benami property held**
No proceedings have been initiated on or are pending against The group for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- 26.04 Wilful defaulter**
The group has not been declared wilful defaulter by any bank or financial institution or other lender.
- 26.05 Relationship with struck off companies**
The group has no transactions with the companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 1956.
- 26.06 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.
- 26.07 Compliance with number of layers of companies**
The group 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.
- 26.08 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.
- 26.09 Details of crypto currency or virtual currency**
The group has not traded or invested in crypto currency or virtual currency during the current or previous year.
- 26.10 Utilisation of borrowings availed from banks and financial institutions**
No funds have been advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) by The group to or in any other person(s) or entity(ies), 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 group (Ultimate Beneficiaries). The group has not received any fund from any party(s) (Funding Party) with the understanding that The group shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of The group ("Ultimate Beneficiaries") or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- 26.11 Valuation of PP&E, intangible asset and investment property**
As the group is not holding any PPE, Intangible Assets or investment property both in the current and previous year disclosure under this clause is not applicable.
- 27** Previous year figures have been regrouped / reclassified/ rearranged wherever necessary to correspond with current year classification / disclosure.
The accompanying significant accounting policies and notes form an integral part of the financial statements.

As per our Report of even dated
for **B N P S & Associates LLP**
Chartered Accountants
Firm's registration No.008127S/S200013

CA. Yogesh R.Bung
Designated Partner
M.No.143932

Place : Raichur
Date : 24/05/2025



For and on behalf of the Board of Directors of
Vegil Labs Private Limited

Vishnukanth Bhutada
Director
DIN No.01243391

Ramakant Innani
Director
DIN No.03222748

Place : Raichur
Date : 24/05/2025