

PUNARNAVA AYURVEDA LIMITED  
(CIN NO. U85110TZ2004PLC010924)

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PUNARNAVA AYURVEDA LIMITED

18<sup>th</sup>  
ANNUAL REPORT

**PUNARNAVA AYURVEDA LIMITED**  
(CIN NO. U85110TZ2004PLC010924)

ANNUAL REPORT 2020-21

**BOARD OF DIRECTORS**

Managing Director  
Dr RamkumarKutty

Medical Directors

Dr A R Ramadas  
Dr K K Harikrishnan  
Dr E K Ramanandan

Directors

Dr Kalpana Sampath  
Dr J M Sampath

**REGISTERED OFFICE**

“VAIDYAGRAMA”  
S.F.No.245/1B1,1A,1B2 ,  
Rottigoundanaur Road, K.KChavady  
post, Thirumalayampalayam village,  
Coimbatore - 641 105

**ADMINISTRATION OFFICE**

A-12, Parsn Galaxy  
Nanjundapuram Road  
Coimbatore - 6410 45

**AUDITORS**

B. Muralidharan B.com.,FCA.,DISA  
Chartered Accountant

**BANKERS**

Bank of India  
Coimbatore

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**PUNARNAVA AYURVEDA LIMITED**  
(CIN NO. U85110TZ2004PLC010924)

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**NOTICE TO MEMBERS**

NOTICE is hereby given that the **EIGHTEENTH** Annual General Meeting of the Members of the Company will be held at "VAIDYAGRAMA" 15/1, Rottigoundanur, Thirumalayampalayam PO, Coimbatore – 641 105 on Friday, 30<sup>th</sup> September 2021, at 09.30 AM to transact the following business:-

You are requested to make it convenient to attend the Meeting

**AGENDA**

**ORDINARY BUSINESS**

**1. Adoption of Financial Statements and Reports of the Board of directors & Auditors:**

To consider and if deemed fit, to pass, with or without modification(s), the following resolution as an **ORDINARY RESOLUTION**:

"**RESOLVED** that the Financial Statements of the Company for the year ended 31st March, 2021 including Audited Balance Sheet as at 31st March, 2021, Statement of Profit and Loss and Cash Flow Statement for the year ended on that date, together with the Directors' Report and the Auditors' Report thereon as presented to the meeting, be and are hereby, approved and adopted."

**2. Re-appointment of Mr. Jadav Manirao Sampath as a Director liable to retire by rotation**

"**RESOLVED** that pursuant to Section 152 and other applicable provisions, if any, of the Companies Act, 2013, the Rules thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), Mr. Jadav Manirao Sampath (DIN 00144633), Director, who retires by rotation at the 18<sup>th</sup> Annual General Meeting, be and is hereby re-appointed as Director of the Company."

**For PUNARNAVA AYURVEDA LIMITED**

**RAMKUMAR KUTTY**  
Managing Director  
DIN: 01793515

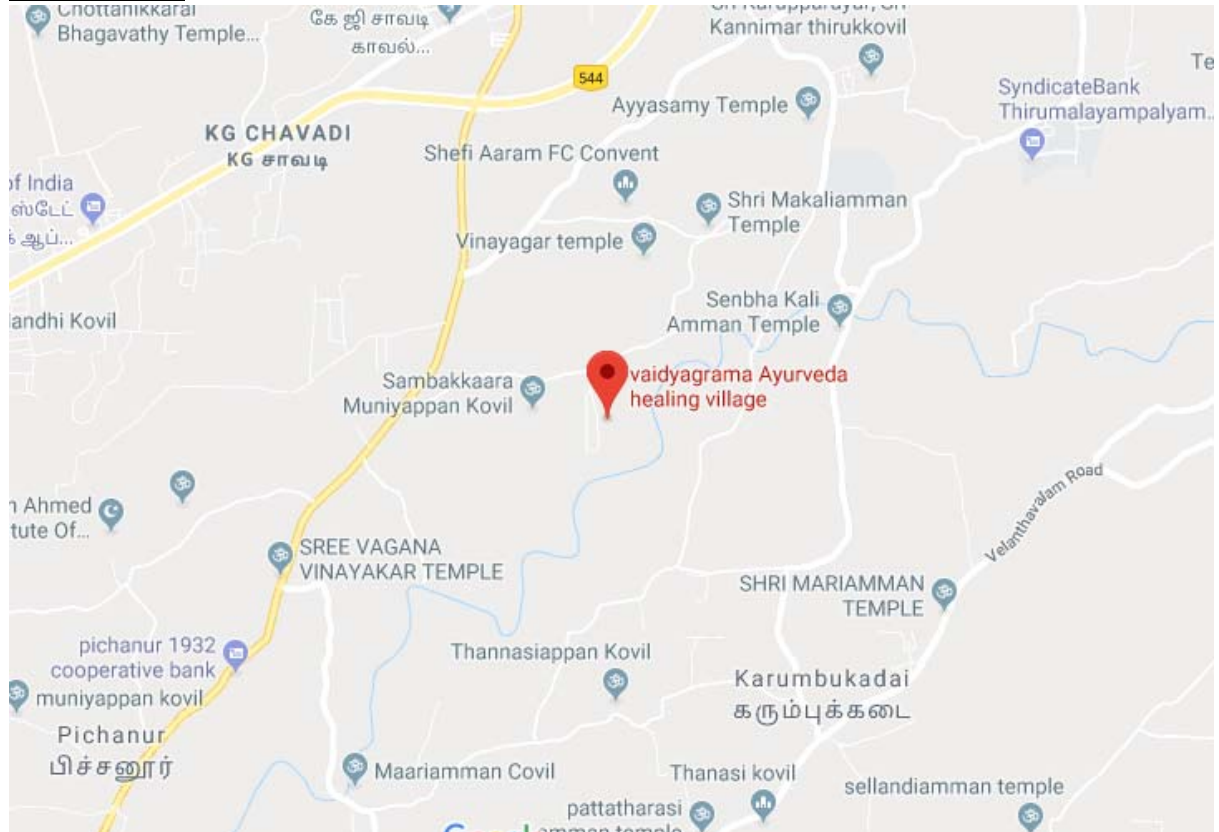
Place: Coimbatore  
Date : 03/09/2021

## PUNARNAVA AYURVEDA LIMITED

### NOTE:-

1. A Member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote in his stead and Proxy need not be a member of the Company.
2. Proxies in order to be effective should be deposited at the registered office of the Company at least 48 hours before the meeting.
3. Corporate members can appoint a representative to attend and vote at the meeting by way a resolution of their Board of Directors or other governing body.
4. The route map to the venue has been attached hereto.
5. Attendance Slip and Proxy Form have been attached hereto.
6. Due to covid-19 pandemic the board has taken necessary steps to maintain the social distancing and other safety measures provided by the government from time to time. Members are requested to attend the meeting by wearing face masks and maintain the social distancing during the meeting compulsorily.

### ROUTE MAP:



**PUNARNAVA AYURVEDA LIMITED**

**DETAILS OF DIRECTOR SEEKING RE-APPOINTMENT PURSUANT OF SECRETARIAL STANDARDS (SS-2)**

Name	JADAV MAINRAO SAMPATH
DIN	00144633
Date of Birth	03/06/1960
Date of Appointment on the Board	01/09/2008
Inter-se Relationship with other Directors	Spouse of Mrs. Kalpana Sampath Director
Qualification	Phd.,Sociology
Expertise in Area	<p>Sampath is a quintessential learner. His years of personal research and observation have evolved into models of individual development and organizational development.</p> <p>The conceptual understandings of Values Clarification for Change and Learning for Nurturing Excellence are the cornerstones of Sampath's work.</p> <p>These have successfully been used to help over 15,000 individuals understand themselves in the last 12 years.</p> <p>Sampath has attended several conferences, in India and abroad, and his presentations on "Learning for Nurturing Excellence" and "Values Clarification" have been widely appreciated across the globe, from the USA to Malaysia.</p>
No of Shares held	20,000
Board Position held	Director
Term and conditions of appointment/re-appointment	Retires by Rotation
Remuneration	Nil
Number of Board Meetings attended during the year	1

**PUNARNAVA AYURVEDA LIMITED**

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Directorship held in other Companies	01. Arpitha Associates Private Limited 02. World Alumni Network Private Limited 03. Digant Technologies Private Limited 04. Nidharshana Technologies Private Limited 05. XYID Private Limited 06. EFIL Educational Service Private Limited
Chairmanship/Membership in other Committees	Nil

**RAMKUMAR KUTTY**  
Managing director

**DIN: 01793515**

Place: Coimbatore  
Date: 03/09/2021

## **PUNARNAVA AYURVEDA LIMITED**

### **DIRECTORS' REPORT**

Dear Members,

Your Directors have pleasure in presenting the **EIGHTEENTH** Annual Report together with the audited accounts of the Company.

### **FINANCIAL RESULTS**

The working results of the Company for the year under review are summarized as stated below:-

(Amount in Rs.)

	<b>Current Year 2020-21</b>	<b>Current Year 2019-20</b>
Revenue from Operations	3,00,55,091	10,88,16,768
Other Income	25,05,571	37,99,300
<b>Gross Receipts</b>	<b>3,25,60,662</b>	<b>11,26,16,068</b>
Less: Operational Expenditure	4,72,00,498	10,46,14,371
Loss Before Interest & Depreciation (EBIT)	(1,46,39,836)	80,01,697
Less: Finance Charges	14,21,454	30,10,593
Profit before Depreciation (PBT)	(1,60,61,290)	49,91,104
Less : Depreciation	78,82,376	89,55,494
<b>Net Profit/ (Loss) for the Period</b>	<b>(2,39,43,666)</b>	<b>(39,64,390)</b>
Provision for Income Tax	Nil	Nil
Provision for Deferred Tax	(66,60,407)	(10,44,822)
<b>NET PROFIT/LOSS AFTER TAXES</b>	<b>(1,72,38,259)</b>	<b>(29,19,568)</b>
Add: Surplus/(Loss) Carried Forward	5,58,24,827	5,87,44,395
<b>Surplus Transferred to Balance sheet</b>	<b>3,85,41,568</b>	<b>5,58,24,827</b>

### **DIVIDEND**

Since the Company has not earned Profit, your directors have not recommended any dividend during the year.

### **REVIEW OF OPERATIONS**

During the year under review, the Company's turnover was Rs.300.55 lacs as against Rs. 1088.17 lacs in the previous year. The drop in turnover was mainly due to lower Patients admission due to Travel Ban across the Universe due to Covid 19. Due to lower volume of business the Company incurred a Net Loss of Rs 239.44 lacs as against Net Loss of Rs.39.65 lacs in the Previous year.

Your Directors are taking continuous efforts to increase the turnover and net profits for the coming years.

### **TRANSFER TO RESERVES**

During the year under review your Company has not transferred any amount to General Reserves.

**MATERIAL CHANGES AND COMMITMENTS**

There were no material changes and commitments affecting the financial position of the Company between the end of the financial year of the Company as on 31st March, 2021 and the date of this report i.e., 03<sup>rd</sup> September, 2021

**ABOUT AYURVEDA**

Ayurvedic medicine (“Ayurveda” for short) is one of the world's oldest holistic (“whole-body”) healing systems. Ayurveda is considered by many scholars to be the oldest healing science. In Sanskrit, Ayurveda means “The Science of Life.” Ayurvedic knowledge originated in India more than 5,000 years ago and is often called the “Mother of All Healing.” It stems from the ancient Vedic culture and was taught for many thousands of years in an oral tradition from accomplished masters to their disciples. Some of this knowledge was set to print a few thousand years ago, but much of it is inaccessible. The principles of many of the natural healing systems now familiar in the West have their roots in Ayurveda, including Homeopathy and Polarity Therapy.

Ayurveda places great emphasis on prevention and encourages the maintenance of health through close attention to balance in one’s life, right thinking, diet, lifestyle and the use of herbs. Knowledge of Ayurveda enables one to understand how to create this balance of body, mind and consciousness according to one’s own individual constitution and how to make lifestyle changes to bring about and maintain this balance.

**FUTURE PROSPECTS**

Construction of 4<sup>th</sup> Block is under progress and expected to be completed by this current fiscal. With the commissioning of new block, the company can increase the revenue however after removal of Travel ban and Covid 19 Issues.

**SHARE CAPITAL**

Authorised and Paid up Capital of the Company is stood at Rs.500.00 Lacs and Rs.301.04 lacs respectively as at the close of the year.

**WEB LINK OF ANNUAL RETURN**

The Annual Return of the Company for the Financial Year 2020-21 as required under Section 92(3) of the Companies Act, 2013 is available on the website of the Company and can be accessed on the Company’s website at the link [www . Punarnava.Com](http://www.Punarnava.Com)

**DISCLOSURE REGARDING ISSUE OF EMPLOYEE STOCK OPTIONS**

The Company has not granted any Employees Stock Options Scheme, during the year under review and hence no information required to be furnished as per the provisions of Rule 12(9) of the Companies (Share Capital and Debentures) Rules, 2014.



**DISCLOSURE REGARDING ISSUE OF SWEAT EQUITY SHARES**

The Company has not issued any Sweat Equity Shares during the year under review and hence no information required to be furnished as per the provisions of Rule 8(13) of the Companies (Share Capital and Debentures) Rules, 2014.

**DISCLOSURES IN RESPECT OF VOTING RIGHTS NOT DIRECTLY EXERCISED BY EMPLOYEES**

There are no shares held by trustees for the benefit of employees and hence no disclosure under Rule 16(4) of the Companies (Share Capital and Debentures) Rules, 2014 has been furnished.

**DISCLOSURE REGARDING ISSUE OF EQUITY SHARES WITH DIFFERENTIAL RIGHTS**

The Company has not issued any equity shares with differential rights during the year under review and hence no information as per provisions of Rule 4(4) of the Companies (Share Capital and Debenture) Rules, 2014 has been furnished.

**SUBSIDIARY, JOINT VENTURE AND ASSOCIATE COMPANIES**

The Company does not have any Subsidiary, Joint Venture and Associate Company as on 31.03.2021. The company divested holdings in Authentic Ayurveda Private Limited.

**DEPOSITS**

Your Company does not accepted any deposits within the meaning of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

**TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND**

In terms of Section 125 of the Companies Act, 2013, any unclaimed or unpaid dividend shall be transferred to the Investor Education and protection fund established by Central government.

Since there was no unpaid / unclaimed dividend during the last year, the provisions of Section 125 of the Companies Act, 2013 do not apply.

## **PUNARNAVA AYURVEDA LIMITED**

### **DIRECTORS**

There is no change in constitution of Board of Directors of Company during the year. The present Directors of the Company are

Sl No.	Name of the Director	Director Identification Number
01	Dr. Ramkumar Kutty	01793515
02	Dr. Kalpana Sampath	00143955
03	Dr. J.M.Sampath	00144633
04	Dr. A.R.Ramadas	01840108
05	Dr. K.K.Harikrishnan	01840157
06	Dr. E.K.Ramanandan	01841242

In Compliance with the Provisions of the Companies Act, 2013 Dr J M Sampath, Director of the company retires at this Annual General Meeting and being eligible offer herself for re-appointment.

### **BOARD MEETINGS CONDUCTED DURING THE PERIOD UNDER REVIEW**

The Board of Directors duly met 5 times during the financial year from 1<sup>st</sup>April, 2020 to 31<sup>st</sup> March, 2021. The dates on which the meetings were held are as follows :

24<sup>th</sup> June 2020, 29<sup>th</sup> July 2020, 21<sup>st</sup> October 2020, 19<sup>th</sup> November 2020 and 29<sup>th</sup> January 2021. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

#### **Director's Attendance:**

NAME OF THE DIRECTOR	NUMBER OF MEETINGS ELIGIBLE TO ATTEND DURING THE YEAR	NUMBER OF MEETINGS ATTENDED DURING THE YEAR
Dr.RamkumarKutty	5	5
Dr.KalpanaSampath	5	1
Dr.M.J.Sampath	5	1
Dr.A.R.Ramadas	5	5
Dr.K.K.Harikrishnan	5	5
Dr.E.K.Ramanandan	5	5

**STATEMENT ON COMPLIANCE OF SECRETARIAL STANDARDS**

The Directors have devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards and that such systems are adequate and operating effectively.

**SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS**

During the financial year under review there have been no significant and material orders passed by the Regulators or Courts or Tribunals, which would impact the going concern status and the Company's operations in future.

**DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS UNDER SECTION 143(12) OTHER THAN THOSE WHICH ARE REPORTABLE TO THE CENTRAL GOVERNMENT**

There were no instances of frauds identified or reported by the Statutory Auditors during the course of their audit pursuant to Section 143(12) of the Companies Act, 2013.

**DECLARATION BY INDEPENDENT DIRECTORS**

The provisions of Section 149 of the Companies Act, 2013 pertaining to appointment of Independent Directors, do not apply to the Company.

**KEY MANAGERIAL PERSONNEL**

The provisions of Section 203 of the Companies Act, 2013 relating to appointment of Key Managerial Personnel do not apply to the Company.

**AUDIT OBSERVATIONS**

There are no qualifications or observations or remarks made by the auditors in their report.

**AUDITOR**

The statutory auditors of the Company, B.MURALIDHARAN B.Com., FCA, DISA, (Membership No:203288) was appointed at the 17<sup>th</sup> Annual General Meeting of the company to hold office for a term of 5 (five) consecutive years until the conclusion of the 22<sup>nd</sup> Annual General Meeting of the Company. He has confirmed his eligibility under Section 141 of the Companies Act, 2013 and rules framed under the Act for continuation of his term

**COST AUDIT**

The Company need not appoint a Cost Auditor for the financial year 2017-18. Central Government has not prescribed the maintenance of Cost Records under Section 148 (1) of the Companies Act, 2013

## **PUNARNAVA AYURVEDA LIMITED**

### **SECRETARIAL AUDITOR**

The provisions of Section 204 of the Companies Act, 2013 do not require our company to appoint a Secretarial Auditor.

### **INTERNAL AUDITOR**

The provisions of Section 138 of the Companies Act, 2013 do not require our company to appoint an Internal Auditor

### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUT GO**

The operations of the Company is not Energy Intensive, The Company is making continuous efforts to conserve and optimize energy wherever practicable by economizing on fuel and power. For the Company's existing product line, there is no technical collaboration/arrangement.

Inflow and Outflow in Foreign Exchange in given below:- (Rs in Lacs)

Earnings in Foreign Exchange	32.56
Expenditure in Foreign Exchange on account of Expenses	1.25

### **INFORMATION PURSUANT TO RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014.**

In terms of Rule 5 of the Companies (Appointment and Remuneration of Managerial personnel) Rules, 2014 the Company has no employee drawing salary exceeding Rs.102 Lakhs per annum or Rs.8.50 Lakhs per month during the year under review.

### **EXTRACT OF THE ANNUAL RETURN**

The extract of Annual Return in the prescribed Form No.MGT-9 pursuant to Section 92(3) read with Rule 12 of the Companies (Management and Administration) Rules, 2014 is furnished as Annexure A and is attached to this Report.

### **DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

The Company has always provided a congenial atmosphere for work to all employees that is free from discrimination and harassment including Sexual harassment. It has provided equal opportunities to employment to all without regard to their caste, religion, colour, marital status and sex. The Company has also framed a policy on "prevention of Sexual Harassment" at work place. There were no cases reported during the financial year under review under the said policy.

## **PUNARNAVA AYURVEDA LIMITED**

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### **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS**

The Company has not given any loans, guarantees or investments covered under the provisions of Section 186 of the Companies Act, 2013.

The Company has invested in the shares of Authentic Ayurveda Private Limited within the limits prescribed under the section.

### **RELATED PARTY TRANSACTIONS**

All related party transactions that were entered into during the financial year were on arm's length basis and were in the ordinary course of the business. During the year there were no materially significant related party transactions made by the Company with Promoters, Key Managerial Personnel or other designated persons which may have potential conflict with the interest of the Company at large.

### **RISK ASSESSMENT AND MITIGATION**

The Board has constantly assesses the business risks, operational risks and financial risks and sets out appropriate policies for mitigation of risks to achieve the business objectives, effectively and efficiently.

### **CORPORATE SOCIAL RESPONSIBILITY**

The provisions of Section 135 of the Companies Act, 2013 relating to the constitution of a Corporate Social Responsibility Committee do not apply to the Company. Hence the Company has not developed and implemented a Corporate Social Responsibility Policy.

### **INTERNAL CONTROLS ON FINANCIAL STATEMENTS**

The Board has adopted the policies and procedures for ensuring the orderly and efficient conduct of its business including adherence to the Company's policies, the safe guarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the of the accounts records, and the timely preparation of reliable financial disclosures.

### **NOMINATION AND REMUNERATION COMMITTEE**

The provisions of Section 178 of the Companies Act, 2013 relating to the constitution of a Nomination and Remuneration Committee do not apply to the Company and hence the Company has not devised any policy relating to directors' appointment and remuneration

### **AUDIT COMMITTEE AND VIGIL MECHANISM**

The provisions of Section 177 (1) and 177(9) of the Companies Act, 2013 read with Rule 6 & Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014, does not apply to the Company and hence the Company is not required to constitute an Audit Committee or establish a Vigil Mechanism. Accordingly, disclosure regarding the details of Audit Committee and Vigil Mechanism in this report does not arise.

**STAKEHOLDER RELATIONSHIP COMMITTEE**

As the provisions of the Section 178 (5) of the Companies Act, 2013, no requirement for our company to constitute a Stakeholder Relationship Committee for the financial year 2018 – 2021.

**ANNUAL EVALUATION OF THE BOARD ON ITS OWN PERFORMANCE AND OF THE INDIVIDUAL DIRECTORS**

The Board has not undertaken an annual evaluation of its own performance and of the Individual Directors as the said provisions are not applicable to the Company.

**DIRECTORS RESPONSIBILITY STATEMENT**

Pursuant to Section 134 (3) (c) of the Companies Act, 2013, the Directors to the best of their knowledge and belief confirm that:

1. In the preparation of the annual accounts, all the applicable accounting standards prevailing in India were followed and recognized.
2. The Directors had selected appropriate accounting policies and applied them consistently and also made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31<sup>st</sup> March 2021 and of the Profits of the Company for the period ended on that date;
3. The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
4. The Directors had prepared the annual accounts for the financial year ended on 31<sup>st</sup> March 2021 on a going concern basis and
5. The Directors had laid down internal financial controls to be followed by the Company and such internal financial controls are adequate and were operating effectively
6. The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## **PUNARNAVA AYURVEDA LIMITED**

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### **ACKNOWLEDGEMENT**

The relationship between management and staff & workers is very cordial and your Directors wish to place on record their sincere appreciation for the devoted and efficient services rendered by all employees of the company.

Your Directors thankfully acknowledge the continued co-operation and support rendered by Bank of India for having sanctioned the Term Loan and working capital limits.

Your Directors wish to thank all the customers and clients for their support and investors for reposing faith in the company.

/By Order of the Board/

Place : Coimbatore  
Date : 03.09.2021

Dr Ramkumar Kutty  
Managing Director  
DIN 01793515

Dr K K Harikrishnan  
Director  
DIN 01840157

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF PUNARNAVA AYURVEDA LIMITED**

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**Report on the Financial Statements**

I have audited the accompanying financial statements of **M/s PUNARNAVA AYURVEDA LIMITED** ('the Company') which comprise the Balance Sheet as at **31st March 2021** and the Statement of Profit and Loss Account for the year then ended and summary of Significant Accounting Policies and other Explanatory information.

**Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company 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.

**Auditor's Responsibility**

My responsibility is to express an opinion on these financial statements based on my audit.

I have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder

I conducted my audit in accordance with standards of auditing specified under Section 143 (10) of the Act. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair

Auditor's Report



view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion on the financial statements

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion on the financial statements.

### **Opinion**

In my opinion and to the best of my information and according to the explanations given to me, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2021, its **LOSS** and its Cash Flows for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") as amended, issued by the Central Government of India in terms of subsection 11 of section 143 of the Act, I give in the "Annexure A" a statement on the matters specified in paragraphs 3 of the said order.
2. As required by Section 143 (3) of the Act, I report that
  - a) I have sought and obtained all the information and explanations, which to the best of my knowledge and belief were necessary for the purpose of my audit.
  - b) In my opinion, proper books of account as required by law have been kept by the company so far as appears from my examination of those books
  - c) The Balance Sheet and Statement of Profit and Loss dealt with by this report are in agreement with the books of accounts.
  - d) In my opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014
  - e) On the basis of the written representations received from the Directors as on 31<sup>st</sup> March 2021 taken on record by the Board of Directors, none of

the directors is disqualified as on 31<sup>st</sup> March 2021 from being appointed as a Director in terms Section 164 (2) of the Act.

- f) With respect to the adequacy of the Internal Financial Control over Financial Reporting of the Company and the operating effective of such controls, refer to my separate Report in “Annexure B”.
- g) 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 my opinion and to the best of my information and according to the explanations given to me;
- i. the Company does not have any pending litigations which would impact its financial position.
  - ii. the Company did not have any long term contracts including derivative for which there were any materials foreseeable losses.
  - iii. there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company

Place: Coimbatore  
Date : 03.09.2021

MURALIDHARAN B  
Chartered Accountant  
M.No.203288  
UDIN 21203288AAAAEX6238

**ANNEXURE A TO INDEPENDENT AUDITORS REPORT**

Referred to in Paragraph 1 under 'Report on Other Legal and Regulatory Requirements in the Independent Auditor's Report of even date to the members of M/s. Punarnava Ayurveda Limited on the financial statements for the year ended on 31<sup>st</sup> March 2021

1. In respect of Fixed Assets:
  - a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available Information.
  - b. As explained to me, the fixed assets have been physically verified by the management during the year in a phased periodical manner, which in my opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
  - c. According to the information and explanations given to me the Company, the title deeds of immovable properties recorded as fixed assets in the books of account of the Company are held in the name of the Company.
2. In my opinion and according to the information and explanations given to me, inventories have been physically verified by the management at regular intervals during the year. In my opinion the frequency of verification is reasonable. As informed, no material discrepancies were noticed on physical verification carried out during the year.
3. As informed, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Accordingly, paragraph 3 (iii)(a), 3 (iii) (b) and 3 (iii) (c) of the order are not applicable to the Company.
4. In my opinion and according to the information and explanations given to me, there are no loans, investments, guarantees, and securities granted in respect of which provisions of Section 185 and 186 of the Companies Act, 2013 are applicable and hence not commented upon.
5. In my opinion and according to the Information and explanations given to me, the Company has not accepted any deposits from the Public within the meaning of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under.
6. In my opinion and according to the information and explanations given to me, the Central Government has not prescribed the maintenance of Cost Records under Section 148 (1) of the Companies Act, 2013

7. In respect of statutory dues:
  - a. According to the records of the Company, the undisputed statutory dues including Provident Fund, Income Tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Cess and other statutory dues have been generally regularly deposited with the appropriate authorities. According to the information and explanations given to me, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31<sup>st</sup> March, 2021 for a period of more than six months from the date of becoming payable.
  - b. According to the records of the Company, there are no amounts which have not been deposited due to dispute and that no disputes are pending before any appellate authorities on account of Sales Tax, Service Tax, Income Tax, Customs duty, Excise duty and Cess.
8. Based on my audit procedures and according to the information and explanation given to me, I am of the opinion that the Company has not defaulted in repayment of dues to banks; No borrowings were made from the financial institutions, Government or debenture holders.
9. According to the Information and Explanations given by the management, the Company has not raised any money by way of Initial Public Offer/further Public Offer /Debt instruments. Money raised by way of Term Loans has been applied by the Company for the purpose for which they were raised.
10. During the course of my examination of the books and records of the Company, carried out in accordance with the Generally Accepted Auditing Practice in India, and according to the information and explanation given to me, I have neither come across any instance of fraud by the Company or any fraud on the Company by its officers or employees, noticed or reported during the year, nor I have been informed of any such instances by the management.
11. According to the information and explanations given to me managerial remuneration has been paid/provided in accordance with requisite approvals mandated by the Provisions of Section 197 read with Schedule V to the Act.
12. In my opinion and according to the information and explanation given to me, the Company is not a Nidhi Company. Hence reporting under clause (xi) of CARO 2016 is not applicable to the Company.
13. According to the information and explanations given to me and based on my examination of the records of the Company, all the transactions entered in to by the Company with the related parties are in compliance with Section 177 and 188 of the Act where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable Accounting Standards.

14. According to the information and explanations given to me and based on my examination of the records of the Company, the requirements of Section 42 of the Act regarding private placement of shares during the year have been complied with and the amounts raised have been used for the purposes for which the funds were raised. The company has not made any preferential allotment or fully or partly convertible debentures during the year.
15. According to the information and explanations given by the management, the Company has not entered in to any non-cash transactions involving Directors to section 192 of the Companies Act, 2013.
16. According to the information and explanations given to me, the provisions of Section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to this Company.

Place:Coimbatore  
Date :03.09.2021

MURALIDHARAN B  
Chartered Accountant  
M.No.203288  
UDIN 21203288AAAAEX6238

## ANNEXURE B TO INDEPENDENT AUDITORS REPORT

Referred to in Paragraph 1 (f) under 'Report on Other Legal and Regulatory Requirements in the Independent Auditor's Report of even date to the members of Punarnava Ayurveda Limited on the Internal Financial Controls Over Financial Reporting under Clause ((i) of Sub-Section 3 of Section 143 of the Companies Act, 2013 (the Act)

I have audited the internal financial controls over financial reporting of Punarnava Ayurveda Limited ("the Company") as of March 31, 2021 in conjunction with my audit of the financial statements of the Company for the year ended on that date.

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

The Company's management is responsible for establishing and maintaining internal financial controls based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### **Auditors' Responsibility**

My responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on my audit. I conducted my audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

My audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. My audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion on the Company's internal financial controls system over financial reporting.

### **Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**Opinion**

In my opinion, to the best of my information and according to the explanations given to me, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on “the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India”.

Place: COIMBATORE  
Date : 03.09.2021

MURALIDHARAN B  
Chartered Accountant  
M.No.203288  
UDIN 21203288AAAAEX6238



**PUNARNAVA AYURVEDA LIMITED**  
**BALANCE SHEET AS AT 31st MARCH 2021**

Sl. No	Particulars	Note No.	As at 31st March 2021	As at 31st March 2020
<b>A</b>	<b>EQUITY AND LIABILITIES</b>			
<b>1</b>	<b>Shareholders' funds</b>			
	(a) Share capital	2	3,01,04,080	3,01,04,080
	(b) Reserves and surplus	3	8,70,02,888	10,42,86,147
<b>2</b>	<b>Non-current liabilities</b>			
	(a) Long-term borrowings	4	4,43,22,734	4,09,33,423
<b>3</b>	<b>Current liabilities</b>			
	(a) Trade payables	5	13,47,388	30,17,080
	(b) Other current liabilities	6	83,61,119	1,24,43,967
	(c) Short-term provisions	7	91,34,336	94,04,124
			<b>18,02,72,545</b>	<b>20,01,88,821</b>
<b>B</b>	<b>ASSETS</b>			
<b>1</b>	<b>Non-current assets</b>			
	(a) Fixed assets	8		
	(i) Property Plant & Equipment		8,34,93,979	9,11,80,588
	(ii) Intangible Assets		41,00,178	41,00,178
	(iii) Capital work-in-progress		5,43,91,108	5,05,34,260
	(b) Long-term loans and advances	9	82,57,735	80,29,394
	(c) Deferred Tax Asset	10	73,26,653	6,66,246
<b>2</b>	<b>Current assets</b>			
	(a) Inventories	11	13,30,175	14,82,625
	(b) Trade receivables	12	45,63,310	32,53,773
	(c) Cash and cash equivalents	13	1,42,77,966	3,83,87,799
	(d) Short-term loans and advances	14	23,32,232	22,87,865
	(e) Other Current Assets	15	1,99,209	2,66,093
			<b>18,02,72,545</b>	<b>20,01,88,821</b>
	Significant Accounting Policies			
	Notes on Financial Statements	1-24		

As per my report of even date annexed

For and on behalf of the Board

MURALIDHARAN B  
Chartered Accountant  
M.No: 203288  
UDIN 21203288AAAAEX6238

Dr Ramkumar Kutty  
Managing Director  
DIN 01793515

Dr K K Harikrishnan  
Director  
DIN 01840157

Place : Coimbatore  
Date : 03.09.2021

Place : Coimbatore  
Date : 03.09.2021

**PUNARNAVA AYURVEDA LIMITED**  
**PROFIT & LOSS FOR THE YEAR ENDED ON 31st MARCH 2021**

Sl. No	Particulars	Note No.	For the Year ended on 31st March 2021	For the Year ended on 31st March 2020
<b>CONTINUING OPERATIONS</b>				
1	Revenue from operations (gross)	16	3,00,55,091	10,88,16,768
	Less: Excise duty		-	-
	Revenue from operations (net)		3,00,55,091	10,88,16,768
2	Other income	17	25,05,571	37,99,300
3	<b>Total revenue</b>		<b>3,25,60,662</b>	<b>11,26,16,068</b>
4	<b>Expenses</b>			
	(a) Purchase of Stock in trade	18	84,01,736	1,96,15,736
	(b) Changes in Inventories	19	1,52,450	2,66,125
	(c) Employee benefits expense	20	2,46,29,451	4,15,82,022
	(d) Finance costs	21	14,21,454	30,10,593
	(e) Depreciation and amortisation expense	22	78,82,376	89,55,494
	(f) Other expenses	23	1,40,16,861	4,31,50,488
	<b>Total expenses</b>		<b>5,65,04,328</b>	<b>11,65,80,458</b>
5	<b>Profit before tax</b>		<b>(2,39,43,666)</b>	<b>(39,64,390)</b>
6	<b>Tax expense:</b>			
	(a) Current tax expense for current year		-	-
	(b) MAT credit Utilised/Availed		-	-
	(b) Income Tax Provision - Earlier Years		-	-
	(c) Net current tax expense		-	-
	(d) Deferred tax		(66,60,407)	(10,44,823)
			(66,60,407)	(10,44,823)
7	<b>Profit After tax</b>		<b>(1,72,83,259)</b>	<b>(29,19,567)</b>
	Earnings per Equity Share of Facevalue ` 5 Each	24		
	(1) Basic & Diluted		(2.87)	(0.48)
	Significant Accounting Polices			
	Notes on Financial Statements	1-24		

As per my report of even date annexed

For and on behalf of the Board

MURALIDHARAN B  
Chartered Accountant  
M.No: 203288  
UDIN 21203288AAAEX6238

Dr Ramkumar Kutty  
Managing Director  
DIN 01793515

Dr K K Harikrishnan  
Director  
DIN 01840157

Place : Coimbatore  
Date : 03.09.2021

Place : Coimbatore  
Date : 03.09.2021

**PUNARNAVA AYURVEDA LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2021**

		Current Year 31.03.2021	Previous Year 31.03.2020
<b>A</b>	<b><u>CASH FLOW FROM OPERATING ACTIVITIES:</u></b>		
	Net Profit Before Tax	(2,39,43,666)	(39,64,390)
	<u>Adjustments for:</u>		
	Depreciation & Amortisation Expenses	78,82,376	89,55,494
	Interest Receipts	(10,83,769)	(9,87,770)
	Operating profit before working capital charges	(1,71,45,059)	40,03,334
	<u>Adjustments for:</u>		
	<u>Adjustments for (Increase)/Decrease in</u>		
	<u>operating Assets:</u>		
	Inventories	1,52,450	2,66,125
	Trades receivables	(13,09,537)	15,14,553
	Short-term loans and advances	(44,367)	(8,15,702)
	Long-term loans and advances	(2,28,341)	(21,87,432)
	Other Non current assets	-	27,22,700
	Other current assets	66,884	1,25,659
	<u>Adjustments for Increase/(Decrease) in</u>		
	<u>operating Liabilities:</u>		
	Trades payables	(16,69,692)	16,23,269
	Other current liabilities	(40,82,848)	12,06,941
	Short-term provisions	(2,69,788)	28,10,391
	Cash Generated from Operations	(2,45,30,298)	1,12,69,838
	Cash flow from Extra-Ordinary Items	(2,45,30,298)	1,12,69,838
	Direct Taxes	-	-
	Net cash from operating activities	(2,45,30,298)	1,12,69,838
<b>B</b>	<b><u>CASH FLOW FROM INVESTING ACTIVITIES:</u></b>		
	Sale of Investments	-	49,000
	Capital Expenditure on Fixed Assets	(40,52,616)	(4,25,00,654)
	Interest Receipts	10,83,769	9,87,770
	Cash received from Capital Increase	-	10,00,000
	Cash Received from Share Premium	-	90,00,000
	Net cash from investing activities	(29,68,847)	(3,14,63,884)

		Current Year 31.03.2021	Previous Year 31.03.2020
<b>C</b>	<b><u>CASH FLOW FROM FINANCING ACTIVITIES:</u></b>		
	Increase/(Decrease) in Long Term Borrowings	33,89,310	3,00,20,923
	Increase/(Decrease) in Short Term Borrowings	-	(81,75,692)
	Net cash from financing activities	33,89,310	2,18,45,231
	Net increase/(decrease) in cash and cash equivalents	(2,41,09,835)	16,51,185
	Cash and cash equivalents at the beginning of the year	3,83,87,799	3,67,36,614
	Cash and cash equivalents at the close of the year	1,42,77,966	3,83,87,799

As per my report of even date annexed

For and on behalf of the Board

MURALIDHARAN B  
Chartered Accountant  
M.No: 203288  
UDIN 21203288AAAAEX6238

Dr Ramkumar Kutty  
Managing Director  
DIN 01793515

Dr K K Harikrishnan  
Director  
DIN 01840157

Place : Coimbatore  
Date : 03.09.2021

Place : Coimbatore  
Date : 03.09.2021

**1. SIGNIFICANT ACCOUNTING POLICIES**

**a) Basis of accounting and preparation of financial statements**

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified by the Government of India/ Issued by the Institute of Chartered Accountants of India (ICAI), as applicable, and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on accrual basis under the historical cost convention method. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

**b) Use of estimates**

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known / materialize.

**c) Property, Plant and Equipment**

Property, Plant and Equipment are carried at cost less accumulated depreciation and impairment losses, if any. The cost of Property, Plant and Equipment includes interest on borrowings attributable to acquisition of qualifying assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date. Exchange differences arising on restatement / settlement of long-term foreign currency borrowings relating to acquisition of depreciable Property, Plant and Equipments are adjusted to the cost of the respective assets and depreciated over the remaining useful life of such assets.

Property, Plant and Equipment retired from active use and held for sale are stated at the lower of their net book value and net realisable value and are disclosed separately in the Balance Sheet.

Capital work-in-progress:

Projects under which assets are not ready for their intended use and other capital work-in-progress are carried at cost, comprising direct cost, related incidental expenses and attributable interest.

**d) Inventories**

Inventories as at the close of the year are being valued as stated below and quantities adopted are as certified by the management:-

<b>Particulars</b>	<b>Method of Valuation</b>
Traded Goods	At Cost or Net Realisable value whichever is lower adopting FIFO Method.

**e) Cash and cash equivalents**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**f) Revenue Recognition**

The Company generally follows the mercantile system of accounting and recognises income and expenditure on an accrual basis except those with significant uncertainties.

**Sale of Goods:**

Sales are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales are exclusive of all statutory levies.

**Income from Services:**

Revenues from Service Transactions and other source is recognised on the Completion of the contract.

All Income and expenditure items having materials bearing on the financial statements is recognised on accrual basis.

**g) Other income**

Interest income is accounted on accrual basis. Dividend income is accounted for when the right to receive it is established.

**h) Depreciation and Amortisation**

Depreciation on Fixed Assets is provided to the extent of depreciable amount on the Written down Value (WDV) method. Depreciation is provided based on useful life of the Assets as prescribed in Schedule II to the Companies Act, 2013.

**i) Foreign currency transactions and translations**

Foreign exchange transactions are recorded at the exchange rates prevailing at the date of transaction. Realized gains and losses on foreign exchange transactions during the year are recognized in the Profit and Loss Account. Foreign currency monetary assets and liabilities are translated at year-end rates and resultant gains/losses on foreign exchange translations are recognized in the Profit and Loss Account.

**j) Employee benefits**

a) The Company provides for Gratuity (a defined benefit retirement plan) covering eligible employees in accordance with the Provisions of Payment of Gratuity Act, 1972. Liability with regard to the Gratuity plan are determined and provided. Difference if any in accounting the gratuity to employees is being accounted for in the year of settlement of such liability.

b) Contributions payable to Recognised Provident Funds which is a defined contribution scheme, is charged to the Statement of profit and loss.

**k) Borrowing costs**

Interest on borrowings, if any, attributable to acquisition of qualifying assets are capitalised and included in the cost of the asset, as appropriate. A Qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. Other Borrowing costs are recognised as expenses in the period in which they are incurred.

**l) Leases**

Leases, where significant portion of risk and reward of ownership are retained by the Lessor, are classified as Operating Leases and lease rentals thereon charged to the Statement of Profit and Loss.

**m) Earnings per share**

Basic Earnings per share is calculated by dividing the Net Profit after tax attributable to the shareholders by the weighted average number of Equity Shares outstanding during the year.

**n) Taxes on income**

a) Current Tax on Income for the period is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961 and based on the expected outcome of assessments/appeals.

- b) Deferred Tax assets and liabilities are recognised on timing differences between accounting income and taxable income for the year and quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date.
- c) Deferred Tax assets, other than those arising on account of unabsorbed depreciation or carry forward of losses under tax laws, are recognised and carried forward subject to consideration of prudence only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

**o) Research and development expenses**

Revenue expenditure incurred on research and development is charged under the respective head of account. Capital expenditure on Research and development is included as part of fixed assets and depreciated on the same of other Fixed Assets.

**p) Impairment of assets**

The carrying amount of the company's assets was reviewed at each balance sheet date to determine whether there is any indication of impairment of assets. An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is greater of net selling price and value in use. The impairment loss, if any, recognised in prior accounting period is reversed if there is a change in estimate of recoverable amount.

**q) Provisions and contingencies**

A provision is recognised when the Company 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. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes.

**r) Insurance claims**

Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that there is no uncertainty in receiving the claims.



**s) Applicable Accounting Standards**

The company is a Small and Medium Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 2013. Accordingly, the company has complied with the Accounting Standards as applicable to a Non-Small and Medium Company.

**PUNARNAVA AYURVEDA LIMITED**  
**NOTES ON FINANCIAL STATEMENTS**

Sl. No	Particulars	As at 31st March 2021	As at 31st March 2020
2	<b>SHARE CAPITAL</b>		
2. i)	<b>Particulars of Each Class of Share Capital</b>		
a)	Authorised: 1,00,00,000 Equity Shares of Rs.5/- each	5,00,00,000 5,00,00,000	5,00,00,000 5,00,00,000
b)	<b>Issued Capital:</b> 60,20,816 (60,20,816) Equity Shares of Rs.5/- each	3,01,04,080 3,01,04,080	3,01,04,080 3,01,04,080
c)	<b>Subscribed Capital - Fully Paidup</b> 60,20,816 (60,20,816) Equity Shares of Rs.5/- each	3,01,04,080 3,01,04,080	3,01,04,080 3,01,04,080
2. ii)	<b>Reconciliation of Number of Shares and Amount Outstanding</b>		
a)	Equity shares of Rs.5/- each with Voting Rights		
i)	<u>No. of Shares</u> Opening Balance Add: Fresh Issue	60,20,816	58,20,816 2,00,000
	Less: Buy Back / Forfited	-	-
		60,20,816	60,20,816
ii)	<u>Value of Shares</u> Opening Balance Add: Fresh Issue	3,01,04,080	2,91,04,080 10,00,000
	Less: Buy Back / Forfited	-	-
		3,01,04,080	3,01,04,080
b)	(i) Shares held by the holding company or subsidiary or their associates:	Nil	Nil
	(ii) Specified details on each class of shares for a period of five years immediately preceding the date as at which Balance Sheet is prepared :-		
	(a) Aggregate number and class of shares allotted for contract without payment being received in cash	Nil	Nil
	(b) Aggregate number and class of shares allotted as fully paid by way of bonus shares (Fully paidup)	Nil	Nil
	(c) Aggregate number and class of shares bought back	Nil	Nil

Sl. No	Particulars	As at 31st March 2021	As at 31st March 2020
2. iii)	<b>Details of Share Holders Holding morethan 5% shares</b>		
(a)	Ramkumar Kutty - No of Shares Held - % of Holding	15,55,519 25.84%	15,55,519 25.84%
(b)	Kalpana Sampath - No of Shares Held - % of Holding	15,35,524 25.50%	15,35,524 25.50%
(c)	Dr Ramdass - No of Shares Held - % of Holding	2,96,384 4.92%	2,96,384 4.92%
(d)	E K Ramanandan - No of Shares Held - % of Holding	2,96,384 4.92%	2,96,384 4.92%
(e)	K K Harikrishnan - No of Shares Held - % of Holding	2,96,384 4.92%	2,96,384 4.92%
2.iv)	<b>Voting Rights and other details</b> Rights, Preferences and restrictions attaching to each class of shares including restrictions on distribution of dividends and repayments of Capital.  The Company has one class of equity shares having a par value of Rs.5/- per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividend in Indian Rupees. The Dividend Proposed by the Board of Directors, if any, is subeject to the approval of the Shareholders in the ensuing Annual General Meeting.		
3	<b>RESERVES &amp; SURPLUS</b>		
(a)	<b>General Reserve</b> Opening Balance Add: Transfer from Profit and Loss Account	15,00,000 - 15,00,000	15,00,000 - 15,00,000
(b)	<b>Share Premium Account</b> Opening Balance Add: Additions Less : Deletion	4,69,61,320 - - 4,69,61,320	3,79,61,320 90,00,000 - 4,69,61,320
(c)	<b>Surplus in Statement of Profit &amp; Loss:</b> Opening Balance Add : Profit After Tax for the year  Less: Appropriations Dividend at 10% Tax on Dividend  Less: Transferred to General Reserve A/c  Total	5,58,24,827 (1,72,83,259) 3,85,41,568 - - - 3,85,41,568 - 3,85,41,568 8,70,02,888	5,87,44,394 (29,19,567) 5,58,24,827 - - - 5,58,24,827 - 5,58,24,827 10,42,86,147

Sl. No	Particulars	As at 31st March 2021	As at 31st March 2020
<b>4</b>	<b><u>LONG TERM BORROWINGS</u></b>		
a)	<u>Term Loan</u>		
	From Banks		
	- Secured	4,25,22,734	3,88,65,037
	- Unsecured	-	-
b)	<u>Hire Purchase Finance</u>		
	From Banks		
	- Secured	-	2,68,386
	- Unsecured	-	-
		4,25,22,734	3,91,33,423
c)	<u>Loans and Advances from Related Parties</u>		
i)	From Relative of key Managerial Person		
	- Secured	-	-
	- Unsecured	1,00,000	1,00,000
ii)	From Shareholders		
	- Secured	-	-
	- Unsecured	17,00,000	17,00,000
		18,00,000	18,00,000
	Total	<b>4,43,22,734</b>	<b>4,09,33,423</b>
<b>4 a)</b>	<b>Term Loan</b>		
i)	From Banks		
	Bank of India - Term Loan - 102	3,75,22,734	3,55,99,938
	Bank of India Term Loan No.1	-	32,65,099
	Bank of India Term Loan No.2	50,00,000	-
		4,25,22,734	3,88,65,037
	<b>Note:-</b>		
	<b>Particulars</b>	<b>Limit</b>	<b>Rate (%) P.A</b>
	<b>Term Loan</b>		
	Term Loan from Bank of India, Coimbatore	0.50 Crores	7.75%
	Term Loan from Bank of India, Coimbatore	1.00 Crores	8.85%
	Term Loan from Bank of India, Coimbatore	3.96 Crores	8.85%
	The Term Loan Of Rs.546.00 lacs (Previous year Rs. 496.00 lacs) and Outstanding of Rs.442.91 lacs (Previous year Rs. 459.39 lacs) from Bank of India, Coimbatore Branch, Oppanakkara Street, Coimbatore is secured by Creation of Equitable Mortgage on the Property being Land and Building situated SF No.243/1B2, 243/1A1, 243/1A2, 243/1A3, 232/2A, 232/B, 243/1A4, 243/1B1, 243/1A5, 245/1A, 245/1B1, 245/1A 245/1B2, Thirumalayam Palayam Village, Madukarai Sub Regn Dist, Coimbatore admeasuring 16.70 acres and also by Hypothecation of hospital Equipments. The limits are further secured by a Personal guarantees of the Directors.		

Sl. No	Particulars	As at 31st March 2021	As at 31st March 2020
4 b)	<b>Hire Purchase Finance</b>		
i)	<u>From Banks</u>		
	ICICI Bank Limited		2,68,386
		-	2,68,386
	<b>Note:-</b>		
	<b>Particulars</b>	<b>Limit</b>	<b>Rate (%) P.A</b>
	<b>Hire Purchase Loan</b>		
	ICICI Bank Limited	19.50	10.39%
	Hire Purchase Loans from ICICI Bank is secured by Hypothecation of Vehicle Purchased under the Scheme		
4 c)	<b>Loans and Advance from Related Parties</b>		
i)	From Key Managerial Person	-	-
ii)	From Shareholders	17,00,000	17,00,000
		17,00,000	17,00,000
	Interest on Unsecured Loans from Directors, Director's Relative and Shareholders are paid at the rate of 10.50% p.a.		
5	<b>TRADE PAYABLES</b>		
a)	Trade Payable to Micro, Small & Medium Enterprises	-	-
b)	Trade Payable to Others	13,47,388	30,17,080
		13,47,388	30,17,080
6	<b>OTHER CURRENT LIABILITIES</b>		
a)	<u>Other Payables</u>		
i)	Statutory Remittances (ESI, PF, GST, TDS, etc.,)	2,32,405	5,11,201
ii)	Advance from Customers	52,65,340	38,83,586
iii)	Liability for Others	10,58,863	9,39,413
iv)	Due to Directors	36,125	35,500
v)	Current maturities of long-term debt	17,68,386	70,74,267
		83,61,119	1,24,43,967
6 a)	<b>Current Maturities of Long Term Debt</b>		
v)	<u>Term Loans from Banks</u>		
	Bank of India - Term Loan - 102	-	48,00,000
	Bank of India - Term Loan - 021	15,00,000	18,30,153
	<u>Hire Purchase Loans from Banks</u>		
	ICICI Bank Limited	2,68,386	4,44,114
		17,68,386	70,74,267
	Terms of securities and guarantees disclosed in Note No.4 also apply to Current Maturities of Long Term Borrowings		
7	<b>SHORT TERM PROVISIONS</b>		
a)	<u>Provision for Employee Benefits</u>		
i)	Provision for Gratuity	78,58,048	71,77,207
ii)	Salary, Reimbursement, Bonus & Ex-gratia	12,76,288	22,26,917
		91,34,336	94,04,124

**PUNARNAVA AYURVEDA LIMITED**

**8. FIXED ASSET AND DEPRECIATION SCHEDULE FOR THE YEAR ENDED 31ST MARCH, 2021 (BOOK PURPOSE)**

Sl. No.	Description of Asset	GROSS BLOCK				DEPRECIATION AND AMORTISATION				NET BLOCK	
		Cost as on 01.04.2020	Additions	Deletions	Cost as on 31.03.2021	Upto 01.04.2020	For the Year	Withdrawn	Upto 31.03.2021	WDV as on 31.03.2021	WDV as on 31.03.2020
<b>A : TANGIBLE ASSETS</b>											
01	Land	2,07,98,814			2,07,98,814				-	2,07,98,814	2,07,98,814
02	Building										
	Treatment Building	12,53,95,909	-	-	12,53,95,909	6,19,31,644	60,63,260		6,79,94,904	5,74,01,005	6,34,64,265
	Temporary Building	17,64,960			17,64,960	16,76,712	-		16,76,712	88,248	88,248
03	Plant & Machinery										
	Machinery	24,59,451	-	-	24,59,451	12,08,063	3,23,985		15,32,048	9,27,403	12,51,388
	Electrical Installations	35,12,877	-	-	35,12,877	25,78,143	2,32,230	-	28,10,373	7,02,504	9,34,734
	Solar Panels	31,75,318	-	-	31,75,318	16,66,291	2,75,610	-	19,41,901	12,33,417	15,09,027
04	Office Equipments	28,32,783	8,500	-	28,41,283	24,83,452	1,13,165	-	25,96,617	2,44,666	3,49,331
05	Furniture and Fittings	76,61,387	-	-	76,61,387	64,63,003	2,72,052	-	67,35,055	9,26,332	11,98,384
06	Computer and Softwares	24,98,875	1,87,267	-	26,86,142	21,12,235	2,75,633	-	23,87,868	2,98,274	3,86,640
07	Canteen Equipments	53,610	-	-	53,610	50,706	825	-	51,531	2,079	2,904
09	Vehicles	48,42,141	-	-	48,42,141	36,45,288	3,25,616	-	39,70,904	8,71,237	11,96,853
		17,49,96,125	1,95,767	-	17,51,91,892	8,38,15,537	78,82,376	-	9,16,97,913	8,34,93,979	9,11,80,588
<b>B : INTANGIBLE ASSETS</b>											
01	Trade Marks	3,560	-	-	3,560	3,382	-	-	3,382	178	178
02	Goodwill	41,00,000			41,00,000	-	-	-	-	41,00,000	41,00,000
		41,03,560	-	-	41,03,560	3,382	-	-	3,382	41,00,178	41,00,178
<b>C : CAPITAL WORK IN PROGRESS</b>											
01	Building WIP - Land Development	94,40,000	-		94,40,000				-	94,40,000	94,40,000
02	Building WIP - Vaidhyagarama Phase I	4,09,57,760	38,56,849		4,48,14,608				-	4,48,14,608	4,09,57,760
03	Computer Software(WIP)	1,36,500	-		1,36,500	-	-	-	-	1,36,500	1,36,500
		5,05,34,260	38,56,849	-	5,43,91,108	-	-	-	-	5,43,91,108	5,05,34,260
									-		
	Gross Total for Current Year	22,96,33,945	40,52,616	-	23,36,86,560	8,38,18,919	78,82,376	-	9,17,01,295	14,19,85,265	14,58,15,026
	Gross Total for Previous Year	18,71,33,291	4,25,00,654	-	22,96,33,945	7,48,63,425	89,55,494	-	8,38,18,919	14,58,15,026	11,22,69,866

Sl. No	Particulars	As at 31st March 2021	As at 31st March 2020
<b>9</b>	<b>LONG TERM LOANS AND ADVANCES</b>		
a)	<u>Security Deposits</u>		
	Secured, Considered Good	-	-
	Unsecured, Considered Good	56,78,190	56,78,190
	Doubtful	-	-
		56,78,190	56,78,190
	Less: Provision for Doubtful Deposits	-	-
		56,78,190	56,78,190
b)	<u>Advance Income Tax</u>		
	Unsecured, Considered Good (Net of Provision)	24,68,438	23,51,204
		24,68,438	23,51,204
c)	<u>MAT Credit Entitlement</u>		
	Unsecured, Considered Good	-	-
c)	<u>Advance for Capital Expenditure</u>		
	Unsecured, Considered Good	1,11,107	-
	Total	82,57,735	80,29,394
<b>10</b>	<b>DEFERRED TAX LIABILITIES / (ASSET)</b>		
	<u>Tax effect of items constituting deferred tax liability</u>		
a)	Effect of Depreciation	15,84,824	17,00,344
	<u>Tax effect of items constituting deferred tax assets</u>		
a)	Provision for Gratuity	21,86,109	19,96,699
b)	Carried Forward Losses	67,25,368	3,69,891
		89,11,477	23,66,590
	Deferred Tax Asset at the end of the Year	73,26,653	6,66,246
<b>11</b>	<b>INVENTORIES</b>		
a)	Stock in Trade	13,30,175	14,82,625
		-	-
		13,30,175	14,82,625
<b>12</b>	<b>TRADE RECEIVABLES</b>		
a)	Trade receivables outstanding for a period exceeding Six months from the date they were due for payment		
	Secured, Considered good	-	-
	Unsecured, Considered good	15,51,394	18,67,227
	Doubtful	-	-
		15,51,394	18,67,227
	Less: Provision for doubtful trade receivables	-	-
		15,51,394	18,67,227
b)	Other Trade Receivables		
	Secured, Considered good	-	-
	Unsecured, Considered good	30,11,916	13,86,546
	Doubtful	-	-
		30,11,916	13,86,546
	Less: Provision for doubtful trade receivables	-	-
		30,11,916	13,86,546
	Total	45,63,310	32,53,773

Sl. No	Particulars	As at 31st March 2021	As at 31st March 2020
<b>13</b>	<b>CASH AND CASH EQUIVALENTS</b>		
a)	Cash on Hand	3,40,800	7,28,987
b)	<u>Balance with Banks</u>		
	i) in Current Accounts	29,42,362	71,08,346
	ii) in Deposit Accounts	1,09,84,004	2,84,42,180
	iii) In EEFC Accounts	10,800	21,08,286
		<b>1,42,77,966</b>	<b>3,83,87,799</b>
<b>14</b>	<b>SHORT TERM LOANS AND ADVANCES</b>		
a)	<u>Loans and Advances to employees</u>		
	Secured, Considered Good	-	-
	Unsecured, Considered Good	85,109	1,65,293
	Doubtful	-	-
		<b>85,109</b>	<b>1,65,293</b>
	Less: Provision for Doubtful Deposits	-	-
		<b>85,109</b>	<b>1,65,293</b>
b)	<u>Prepaid Expenses</u>		
	Unsecured, Considered Good	1,15,915	69,071
		<b>1,15,915</b>	<b>69,071</b>
c)	<u>Balance with Government Securities</u>		
	Unsecured, Considered Good	93,766	1,20,419
		<b>93,766</b>	<b>1,20,419</b>
d)	<u>Others</u>		
	Unsecured, Considered Good		
i)	Advance for Purchases	4,79,738	5,14,692
ii)	Other Advances	15,57,704	14,18,390
		<b>20,37,442</b>	<b>19,33,082</b>
		<b>23,32,232</b>	<b>22,87,865</b>
	Total		
<b>15</b>	<b>OTHER CURRENT ASSETS</b>		
i)	Interest accrued on Deposits	1,99,209	2,66,093
		<b>1,99,209</b>	<b>2,66,093</b>



Sl. No	Particulars	For the Year ended on 31st March 2021	For the Year ended on 31st March 2020
<b>16</b>	<b>REVENUE FROM OPERATIONS</b>		
a)	Sale of Products	64,66,476	1,25,09,590
b)	Other Operating Revenues	2,35,88,615	9,63,07,178
		3,00,55,091	10,88,16,768
	Less: Excise Duty	-	-
		3,00,55,091	10,88,16,768
<b>16 a)</b>	<b>Sale of Products</b>		
i)	<u>Trading Goods</u>		
	Sales - Local	64,18,140	75,39,315
	Sales - Export	48,336	99,200
		64,66,476	76,38,515
	Less: Sales Returns	-	-
		64,66,476	76,38,515
<b>16 b)</b>	<b>Other Operating Revenues</b>		
i)	Treatment Charges Received	2,35,88,615	9,63,07,178
ii)	Collection towards Food supplies	-	-
iii)	Accomodation Charges	-	-
		2,35,88,615	9,63,07,178
<b>17</b>	<b>OTHER INCOME</b>		
a)	Interest Income	10,83,769	9,87,770
b)	Net Gain on Foreign currency transactions and translation (other than considered as finance cost)	40,782	4,72,940
c)	Other Non-Operating Income	13,81,020	23,38,590
		25,05,571	37,99,300
<b>17 a)</b>	<b>Interest Income</b>		
i)	Interest from Banks on Fixed Deposits	10,83,769	9,87,770
ii)	Interest on Security Deposit	-	-
iii)	Interest on Income tax Refund	-	-
		10,83,769	9,87,770
<b>17 c)</b>	<b>Other Non-operating Income</b>		
i)	Packing & Forwarding charges	6,50,598	2,56,910
ii)	Incidentals	7,03,283	13,17,187
iii)	Sundry Balance written off	27,139	1,48,056
		13,81,020	17,22,153

Sl. No	Particulars	For the Year ended on 31st March 2021	For the Year ended on 31st March 2020
<b>18</b>	<b>CONSUMPTION OF MATERIALS</b>		
a)	Purchase of Medicines	44,98,874	1,29,37,726
b)	Purchase of Provisions	39,02,862	66,78,010
		84,01,736	1,96,15,736
<b>19</b>	<b>CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE</b>		
a)	<u>Inventories at the End of the Year</u>		
i)	Stock in Trade	13,30,175	14,82,625
		13,30,175	14,82,625
b)	<u>Inventories at the Beginning of the Year</u>		
i)	Stock in Trade	14,82,625	17,48,750
		14,82,625	17,48,750
	<b>Net (increase) / Decrease</b>	1,52,450	2,66,125
<b>20</b>	<b>EMPLOYEE BENEFIT EXPENSES</b>		
a)	Salaries & Wages	1,84,76,060	3,28,45,194
b)	Remuneration to Directors	42,40,000	46,80,000
c)	Contribution to Provident and Other Funds	10,56,240	14,31,672
d)	Staff Welfare Expenses	1,76,310	6,41,414
e)	Gratuity	6,80,841	19,83,742
		2,46,29,451	4,15,82,022
<b>21</b>	<b>FINANCE COSTS</b>		
a)	Interest Expenses	10,89,933	21,46,873
b)	Other Borrowing Costs	3,31,521	8,63,720
		14,21,454	30,10,593
<b>21 a)</b>	<b>Interest Expenses</b>		
i)	On borrowings		
	- Interest on Working Capital Limits	8,34,941	12,55,870
	- Interest on Fixed Deposits	1,88,966	1,89,006
	- Hire Purchase Loans	66,026	96,943
	- On Term Loans	-	6,05,054
		10,89,933	21,46,873
<b>21 b)</b>	<b>Other Borrowing Costs</b>		
i)	Bank Charges	1,56,996	8,07,811
ii)	Credit Card Service Charges	1,74,525	55,909
		3,31,521	8,63,720

Sl. No	Particulars	For the Year ended on 31st March 2021	For the Year ended on 31st March 2020
<b>22</b>	<b>DEPRECIATION AND AMORTISATION EXPENSES</b>		
a)	Depreciation	78,82,376	89,55,494
		78,82,376	89,55,494
<b>23</b>	<b>OTHER EXPENSES</b>		
a)	Advertisement Expenses	-	5,74,189
b)	Business Promotion	-	97,000
c)	Communication Expenses	14,99,939	17,33,893
d)	Discount Allowed	19,04,461	21,74,555
e)	Donation	-	2,000
f)	General Expenses	3,99,996	9,24,990
g)	Insurance	84,262	1,02,470
h)	Interest on Delayed Payments	10,542	65,537
i)	Legal and professional	3,98,280	42,96,291
j)	Payments to Auditors	1,94,800	1,69,800
k)	Power and fuel	12,57,227	28,02,462
l)	Printing and stationery	3,42,313	3,36,982
m)	Rates and taxes	3,92,739	5,99,481
n)	Rent	46,50,900	2,05,90,417
o)	Repairs and maintenance - Machinery	-	65,145
p)	Repairs and maintenance - Others	22,57,160	47,29,884
q)	Security Charges	79,100	6,75,910
r)	Subscription, News Paper & Periodicals	-	42,480
s)	Travelling and conveyance	5,44,356	30,77,113
t)	Water Expenses	-	6,730
u)	Sundry balances written off	786	83,159
		1,40,16,861	4,31,50,488
<b>n)</b>	<b>Payment to Auditors</b>		
i)	Statutory Audit Fees	1,69,800	1,44,800
ii)	Taxation Matters	25,000	25,000
iii)	Other Services	-	-
		1,94,800	1,69,800
<b>24</b>	<b>EARNINGS PER SHARE</b>		
<b>(a)</b>	<b>BASIC &amp; DILUTED</b>		
	Net profit / (loss) for the year	(1,72,83,259)	(29,19,567)
	Less: Preference dividend and tax thereon	-	-
	Net profit / (loss) for the year attributable to the equity shareholders	-	-
		(1,72,83,259)	(29,19,567)
	Weighted average number of equity shares	60,20,816	60,20,816
	Par value per share	5.00	5.00
	Earnings per share - Basic & Diluted	(2.87)	(0.48)

ADDITIONAL NOTES FORMING PART OF THE FINANCIAL STATEMENTS

DISCLOSURE PURSUANT TO ACCOUNTING STANDARDS

a. EMPLOYEE BENEFITS (AS 15)

i) Defined Contribution Plan

Particulars	For the Year ended on 31 <sup>st</sup> March 2021	For the Year ended on 31 <sup>st</sup> March 2020
Contribution to Provident Fund	8,61,439	11,51,748
Contribution to ESI	1,94,801	2,80,464

ii) Defined Benefit Plan - Gratuity

Particulars	For the Year ended on 31 <sup>st</sup> March 2021	For the Year ended on 31 <sup>st</sup> March 2020
<b>A.Changes in Present Value of Obligation</b>		
PV of Obligation as at the beginning of the year	71,77,207	51,93,465
Current Service Cost	10,01,113	8,04,658
Interest Cost	4,62,212	3,79,123
Past Service Cost	Nil	Nil
Actual (Gain)/Loss on Obligation	(7,82,484)	7,99,961
PV Obligation as at the end of the year	78,58,048	71,77,207
<b>B Changes in Assets during the year ended on 31<sup>st</sup> March</b>		
FV of Plan Assets at the beginning of the year	0.00	0.00
Expected return on Plan Assets	0.00	0.00
Settlement Claims Credit	0.00	0.00
Contributions by the Employer	0.00	0.00
FV of Plan Assets at the end of the year	0.00	0.00
<b>C. Net Asset/(Liability) recognized in the Balance sheet</b>		
PV of Obligation as at the end of the year	78,58,048	71,77,207
FV of Plan Assets obligation as at the end of the year	0.00	0.00
Funded Status (Surplus/Deficit)	78,58,048	71,77,207
<b>D.Expenses recognized during the period ended 31<sup>st</sup> March</b>		
Current Service Cost	10,01,113	8,04,658
Interest Cost	4,62,212	3,79,123
Expected return on Plan assets	Nil	Nil
Actuarial Gains/Losses	(7,82,484)	7,99,961
Past Service Cost - Vested Benefits	Nil	Nil
Net amount recognized in the statement of Profit and Loss	6,80,841	19,83,742

**b. ACCOUNTING FOR TAXES ON INCOME (AS 22)**

The Company has recognized Deferred Tax Liability and is quantified as per AS 22 of the Institute of Chartered Accountants of India.

**c. IMPAIRMENT OF ASSETS (AS 28)**

The assets of the company have not suffered any impairment as assessed by the Management.

**d. PROVISIONS, CONTIGENT LIABILITIES AND CONTINGENT ASSETS (AS 29)**

**i. CONTIGENT LIABILITIES**

Sl. No	Particulars	As at 31 <sup>st</sup> March 2021	As at 31 <sup>st</sup> March 2020
1	Claims against the company not acknowledged as debt	Nil	Nil
2	Guarantees	Nil	Nil
3	Other money for which the company is contingently liable	Nil	Nil

**ii. COMMITMENTS**

Sl. No	Particulars	As at 31 <sup>st</sup> March 2021	As at 31 <sup>st</sup> March 2020
1	Estimated amount of contracts remaining to be executed on capital account and not provided for	Nil	Nil
2	Uncalled liability on shares and other investments partly paid	Nil	Nil
3	Letter of Credit	Nil	Nil
4	Bank Guarantee	Nil	Nil

**e. SEGMENT REPORTING AS PER ACCOUNTING STANDARD 17 (AS 17) OF ICAI:**

Since the Company is comes under single segment of Ayurveda Hospital services no separate report on segmental activities is given.

**f. DISCLOSURE IN RESPECT OF RELATED PARTIES PUSUANT TO AS 18**

<b>A</b>	Enterprises in which the key management personnel and their relatives have significant Influence	Sathya Ayurveda Trust Authentic Ayurveda Private Limited Sri Dharma Arpitha Associates (P) Limited Nidarshana Technologies (P) Ltd
<b>B</b>	Key management Personnel	Dr Ramkumar Kutty Dr A R Ramadas Dr Harikrishnan

**PUNARNAVA AYURVEDA LIMITED**

			Kalpana Sampath E K Ramanandan J M Sampath			
<b>C</b>	Relative of Key Management Personnel		Sujatha Rajendran M V Krishnankutty			
Sl. No	Nature of Transactions	Related parties where control exists	Key Management Personnel	Relative of Key management Personnel	Total 2020-21	Previous Year 2019-20
<b>01</b>	<b>Expenditures</b>					
<b>(a)</b>	<b>Remuneration</b>					
	Dr. Ramkumar Kutty	-	10,60,000	-	10,60,000	10,80,000
	Dr. A R Ramadas	-	10,60,000	-	10,60,000	12,00,000
	Dr. Harikrishnan	-	10,60,000	-	10,60,000	12,00,000
	Dr. EK Ramanandan	-	10,60,000	-	10,60,000	12,00,000
<b>(b)</b>	<b>Rent</b>					
	Ramkumar Kutty	-	-	1,56,000	1,56,000	1,56,000
	Sujatha Rajendran	-	3,00,000	-	3,00,000	3,00,000
	Sri Dharma	41,94,900	-	-	41,94,900	41,94,900
<b>(c)</b>	<b>Purchase</b>					
	Dr. Haikrishnan	-	34,13,274	-	34,13,274	72,39,926
	Dr. Ramanathan	-	3,86,401	-	3,86,401	9,57,255
<b>02</b>	<b>Assets</b>					
<b>(a)</b>	<b>Rent Advance</b>					
	Sri Dharma	55,00,000	-	-	55,00,000	55,00,000
<b>(b)</b>	<b>Land Development Charges</b>					
	Sri Dharma	-	-	-	-	94,40,000
<b>03</b>	<b>Liabilities</b>					
<b>(a)</b>	<b>Unsecured Loans</b>					
	M V Krishnankutty	1,00,000	-	-	1,00,000	1,00,000

**g. EXPENDITURE IN FOREIGN EXCHANGE**

Nature of payments	₹ in Lacs
Travelling Expenses	1.25

**h. EARNINGS IN FOREIGN EXCHANGE**

Nature of Receipts	₹ in Lacs
Treatment Charges Receipts	32.56

i. OTHER DISCLOSURES

I. Income tax Assessments:-

Income tax assessments have been completed up to Assessment Year 2018-19 and there is no pending appeal or other proceedings before any authority.

II. The company has not received any memorandum (as required to be filed by the suppliers with the notified authority under the Micro, Small and Medium Enterprises Development Act, 2006) claiming their status as micro, small or medium enterprises. In the opinion of the Board of Directors, there were no overdue trade payables requiring payment of any interest on overdue liability.

III. In the opinion of the Board of Directors, all assets other than fixed assets and non-current investments have a realizable value in the normal course of business of the company which is not different from the amount at which it is stated.

IV. Balances in the trade receivables and trade payables are subject to confirmation and difference, if any, will be accounted in the year of reconciliation.

V. There are no amounts required to be transferred to Central Government under the Investor Education and Protection Fund.

VI. Previous year's figures have been recasted/restated to conform the classification of the current year.

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As per Report of my Even Date  
Annexed

For and On behalf of the Board

MURALIDHARAN B  
Chartered Accountant  
M No. 203288  
UDIN 21203288AAAAEX6238

Dr Ramkumar Kutty  
Managing Director  
DIN 01793515

Dr K K Harikrishnan  
Director  
01840157

Place : Coimbatore  
Date : 03.09.2021

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