



Hemant Surgical Industries Ltd.

BOARD REPORT

To

The Members,

HEMANT SURGICAL INDUSTRIES LIMITED

{CIN: U33110MH1989PLC051133}

502, 5TH Floor, Ecstasy Business Park Co-Op Society Limited,

J.S.D. Road, Mulund West Mumbai City MH 400080 IN

Your directors have pleasure in presenting the 33rd Board Report of the Company, together with the Audited Statement of Accounts for the financial year ended on March 31, 2022.

Financial Results

The Company's performance during the financial year ended March 31, 2022 is summarized below

Particulars	[In Lakhs.]	
	Year ended 31 st March 2022	Year ended 31 st March 2021
Revenue from operation	10,361.05	5,981.92
Profit/(Loss) before taxation	339.68	148.68
Profit/(Loss) after tax	271.68	135.68

Operation and State of the affairs of the Company

During the financial year ended on March 31, 2022, the revenue stood at Rs. 10,361.05 Lakhs as compared to revenue of Rs. 5,981.92 Lakhs in previous year. During the year the Company incurred a profit of Rs. 271.68 Lakhs as against profit of Rs. 135.68 Lakhs in the previous year.

Nature of Business

There was no change in the nature of the business of the Company during the year under review.

Dividend

Your directors do not recommend any dividend for the financial year ended March 31, 2022.

Transfer to Reserves

During the period under review, no amount was transferred to General Reserve.

Subsidiary, Associate and Joint Venture Company

As on March 31, 2022 the Company has no Subsidiary or Associate or Joint Venture Company.

Consolidated Financial Statement

The Company is not required to consolidate its financial statements in terms of the provision of Section 129(3) of the Companies Act, 2013 and Rules made there-under during the financial year ended on March 31, 2022.

Deposits

During the period under review, your Company has neither accepted nor renewed any deposits in terms of Section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposit) Rules, 2014.

Disclosures under section 134(3)(l) of the companies act, 2013

Except as disclosed elsewhere in this report, no material changes and commitments which could affect the Company's financial position have occurred between the end of the financial period of the Company and date of this report.

Internal Financial Control

The Internal Financial Controls with reference to financial statements as designed and implemented by the Company are adequate.

Disclosure of orders passed by Regulators or Courts or Tribunal

During the Financial ended on March 31, 2022, no significant and material orders have been passed by any Regulator or Court or Tribunal which can have impact on the going concern status and the Company's operations in future.

Particulars of contracts or arrangement with related parties

All the transactions/contracts/arrangements of the nature as specified in Section 188(1) of the Companies Act, 2013 entered by the Company during the year under review with related party (ies) are in the ordinary course of business and on arms' length basis. Hence, Section 188(1) is not applicable and consequently no particulars in form AOC-2 are furnished.

Particulars of loans, guarantees, investments under Section 186

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to financial statements.

Share Capital

The Authorised Equity share capital as at March 31, 2022 stood at Rs. 7,50,00,000/- (Rupees Seven Crore Fifty Lakhs only).

The paid-up equity share capital as at March 31, 2022 stood at Rs. 2,00,00,000/- (Rupees Two Crore only). There was no change in the Equity as share capital of the Company during the financial year.

Disclosure relating to equity shares with differential rights

The Company has not issued any equity shares with differential rights and hence reporting requirement, as mentioned in Rule 4(4) of the Companies (Share Capital and Debenture) Rules, 2014 are not applicable.

Disclosure relating to sweat equity share

The Company has not issued any sweat equity shares and hence reporting requirement as mentioned in Rule 8(13) of the Companies (Share Capital and Debenture) Rules, 2014 are not applicable.

Disclosure relating to Employee Stock Option Scheme and Employee Stock Purchase Scheme

The Company does not have any Employee Stock Option Scheme or Employee Stock Purchase Scheme. Hence reporting requirement as mentioned in Rule 12(9) of the Companies (Share Capital and Debenture) Rules, 2014 are not applicable.

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 has been made under Rule 16(4) of the Companies (Share Capital and Debentures) Rules, 2014.

Annual Return

Provisions of section 92(3) read with section 134(3)(a) of the Act, which requires, Annual Return to be made available on the website of the Company is not applicable, as the Company do not have website.

Board of Directors and Key Managerial Personnel

The Board of Directors of the Company is duly constituted and in terms of the provisions of the Companies Act, 2013 and Articles of Association of the Company.

Ms. Anita Jaiswal was appointed as a Company Secretary of the company w.e.f. 05th April, 2022.

Meetings of Board of Directors and Committee thereof

The Board of Directors of the Company duly met 14 (Fourteen) times on 03.05.2021, 17.05.2021, 28.06.2021, 03.07.2021, 06.07.2021, 08.07.2021, 02.08.2021, 27.08.2021, 14.12.2021, 22.12.2021, 12.01.2022, 08.03.2022, 10.03.2022, 25.03.2022 during the financial year ended on March 31, 2022 in accordance with the provisions of the Companies Act, 2013 and rules made thereunder.

All the Directors actively participated in the meetings and contributed valuable inputs on the matters brought before the Board of Directors from time to time.

Director's Responsibility Statement

In terms of Section 134(5) of the Companies Act, 2013, in relation to the audited financial statements of the Company for the year ended March 31, 2022; the Board of Directors hereby confirms that:

- a. in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

- b. such accounting policies have been selected and applied consistently and the Directors 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 March 31, 2022 and of the profit of the Company for the year ended on that date;
- c. proper and sufficient care was taken 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;
- d. the annual accounts of the Company have been prepared on a going concern basis;
- e. internal financial controls have been laid down to be followed by the Company and that such internal financial controls are adequate and were operating effectively;
- f. proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Declaration by Independent directors

The Company was not required to appoint Independent Director under Section 149(4) read with Rule 4 of the Companies (Appointment and Qualification of Directors) Rules, 2014 during year ended on March 31, 2022 and hence a statement on declaration by the Independent Directors as per section 134(3) (d) of the Companies Act, 2013 is not applicable.

Company's policy on Directors' appointment and remuneration

The provisions of section 178(1) of the Companies Act, 2013 read with Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 related to Nomination and Remuneration Committee are not applicable to the Company and hence the information on the Company's policy on Director's appointment and remuneration as per section 134(3) (e) of the Companies Act, 2013 is not applicable.

Composition of Audit Committee

The provisions of section 177 of the Companies Act, 2013 read with rule 6 of the Companies (Meeting of Board and its Power), Rules, 2014 relating to constitution of Audit Committee are not applicable to the Company and hence reporting requirement as mentioned in section 177(8) of the Companies Act, 2013 are not applicable.

Vigil mechanism for the Directors and Employees

Provisions of Section 177(9) regarding vigil mechanism for Directors and employees of the Company are not applicable to the Company during the financial period.

Risk management

The Board of Directors of the Company is in process of developing and implementing of a Risk Management Policy which aims at enhancing shareholders' value and providing an optimum risk-reward trade-off. The risk management approach is based on a clear understanding of the variety of risks that the organization faces, disciplined risk monitoring and measurement and continuous risk assessment and mitigation measures.

Particulars of employees and remuneration

During the financial year 2021-22, none of the Employees of the Company are in receipt of remuneration prescribed in terms of the provisions of Section 197(12) of the Companies Act, 2013 read with rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rule, 2014.

Auditors' Report

The auditors' Report does not contain any qualification, reservation or adverse remark or disclaimer.

There were no frauds reported by the Statutory Auditors under provisions of Section 143(12) of the Companies Act, 2013 and rules made there under.

Statutory Auditor

Vijay V. Dedhia & Co, Chartered Accountant (FRN 111439W), who was appointed as the Statutory Auditor of the company vide its letter dated 21st March, 2022 resigned as the statutory auditor of the company citing the reasons that audit fees is not commensurate to the efforts that they would be incurring to conduct an audit for the Financial Year 21-22.

In this regard, after obtaining their consent and eligibility certificate under Section 139(1) of the Companies Act, 2013, the Board of Directors of the Company at their meeting held on April 04, 2022 appointed M/s ADV & Associates, Chartered Accountants (Firm Registration Number: 128045W) as the Statutory Auditors of the Company under Section 139(8) of the Companies Act, 2013, to fill the casual vacancy consequent to the resignation of Vijay V. Dedhia & Co.

As required by Section 139(8) of the Companies Act, 2013, the appointment is also to be ratified and approved at a general meeting of the Company. Accordingly, the Board of Directors recommends the said appointment for the ratification and approval of shareholders at the ensuing AGM of the Company.

Further, the Board, to the subject of approval of the shareholders, approved appointment of ADV & Associates (Firm Registration Number: 128045W) as the Statutory Auditors of the Company for a period of 5 (five) years from the conclusion of the ensuing AGM till the conclusion of the AGM to be held in the year 2027 at such remuneration plus out of pocket expenses and applicable taxes, as may be mutually agreed between the Board of Directors of the Company and the Auditors.

Cost Auditor

Provision of Section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Rules, 2014 are not applicable to the Company during the period under review.

Compliance of Secretarial Standards

During the year under review, the Company has complied with the applicable SS-1 (Secretarial Standard on Meetings of the Board of Directors) and SS-2 (Secretarial Standard on General Meetings) issued by the Institute of Company Secretaries of India and approved by the Central Government under Section 118(10) of the Companies Act, 2013

Corporate Social Responsibility (CSR) Policy

The provision of section 135 of the Companies Act 2013 read with Companies (Corporate Social Responsibility Policy) Rules 2014, related to CSR are not applicable to the Company during the financial year.

Environment and Safety

The Company is conscious of the importance of environmentally clean and safe operations. The Company's policy requires conduct of operations in such a manner, so as to ensure safety of all concerned, compliances environmental regulations and preservation of natural resources.

As required by the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013, the Company has formulated and implemented a policy on prevention of sexual harassment at workplace with a mechanism of lodging complaints and an Internal Complaints Committee has been set up to redress complaints received regarding sexual harassment.

During the period under review, no complaints were reported to the Board.

Other Disclosures

Other disclosures as per provisions of Section 134 of the Act read with Companies (Accounts) Rules, 2014 are furnished as under:

Conservation of energy, technology, absorption and foreign exchange earnings and outgo:

The particulars as required under the provisions of Section 134(3) (m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 in respect of conservation of energy and technology absorption are not applicable to the Company considering the nature of activities undertaken by the Company during the period under review.

The transactions involving foreign exchange earnings and outgo during the period under review is as follows:

Foreign Exchange Income: Rs. 797 Lakhs

Foreign Exchange Outgo: Rs. 6035 Lakhs

Acknowledgements and Appreciation:

Your Directors take this opportunity to thank the business partners/associates and various regulatory authorities for their consistent support/ encouragement to the Company.

Your Directors would also like to thank the Members for reposing their confidence and faith in the Company and its Management.

For and on behalf of the Board of
HEMANT SURGICAL INDUSTRIES LIMITED

A handwritten signature in blue ink, appearing to read "Hans Kumar", is written over the name of the Managing Director.

Hanskumar Shamji Shah
Managing Director
DIN: 00215972

A handwritten signature in blue ink, appearing to read "Kaushik", is written over the name of the Director.

Kaushik Hans Kumar Shah
Director
DIN: 01483743



Place: Mumbai

Date: September 01, 2022



Independent Auditor's Report

To
The Members of HEMANT SURGICAL INDUSTRIES LIMITED

Report on the Audit of the Financial Statements:

Opinion

We have audited the accompanying financial statements of **HEMANT SURGICAL INDUSTRIES LIMITED ("the Company")**, which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2015, as amended, ("AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, the profit and its cash flows for the year ended on that date.

Basis for opinion

We conducted our audit of the Financial Statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the 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 independence requirements that are relevant to our audit of the Financial Statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Financial Statements.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the Financial Statements and our auditor's report thereon.

Our opinion on the 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 Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained during the course of our 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.



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 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 Standards and other accounting principles generally accepted in India. 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.

In preparing the Financial Statements, management is responsible for assessing the Company's ability 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 Company or to cease operations or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 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 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 financial controls 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 system 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 Company's ability 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 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 Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Statements 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 Financial Statements.

We communicate with those charged with governance 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report 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.
- 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.
- c) The Balance Sheet, the Statement of Profit and Loss, the Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended.
- e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.



g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is not in accordance with the provisions of section 197 of the Act.

h) 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, as amended in our opinion and to the best of our information and according to the explanations given to us:

i. The Company does not have any pending litigations on its financial position in its Financial Statements

ii. The Company did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise.

iii. There was no amount which was required to be transferred to the Investor Education and Protection Fund by the company.

iv. (a) 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 or entity, 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;

(b) 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 or entity, 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 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

(c) Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (a) and (b) contain any material mis-statement.

v. The company has not declared or paid any dividend during the year.

2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.



For ADV & Associates
Chartered Accountants
FRN: 128045W

CA Pratik Kabra
Partner

M.No.: 611401

UDIN: 22611401AVYKCT5735

Place: Mumbai

Date: 1st September, 2022

Annexure "A" to the Independent Auditor's Report

Report 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")

We have audited the internal financial controls over financial reporting of **HEMANT SURGICAL INDUSTRIES LIMITED** ("the Company") as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Board of Directors of the Company 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 respective 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we 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.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Company.

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



authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Limitations of Internal Financial Controls Over Financial Reporting

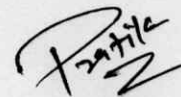
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected.

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 our opinion, to the best of our information and according to the explanations given to us, 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, 2022, 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.

**For ADV & Associates
Chartered Accountants
FRN: 128045W**



**CA Pratik Kabra
Partner**

M.No.: 611401

UDIN: 22611401AVYKCT5735



Place: Mumbai

Date: 1st September, 2022

Annexure "B" to the Independent Auditor's Report

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of **HEMANT SURGICAL INDUSTRIES LIMITED** of even date)

1) In respect of the Company's Property, Plant and Equipment's and Intangible Assets:

- (a) 1. According to the information and explanations given to us, the Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
2. The Company has maintained proper records showing full particulars of intangible assets.
- (b) The Fixed Assets have been physically verified by the management in a phased manner which, in our opinion, is reasonable having regard to the size of the company and nature of its assets. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the book's records and the physical fixed assets have been noticed.
- (c) According to the information and explanations given to us and the records examined by us and based on the examination of the registered sale deed provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date.
- (d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.
- (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made there under.

2) In Respect of Inventories:

- (a) The management has conducted physical verification of inventory at reasonable intervals during the year, in our opinion, the coverage and procedure of such verification by the management is appropriate. As informed to us, any discrepancies of 10% or more in the aggregate for each class of inventory were not noticed on such verification.
- (b) The company has been sanctioned working capital limits in excess of five crore rupees (at any point of time during the year), in aggregate, from banks or financial institutions on the basis of security of current assets; quarterly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of account of the Company.

3) During the year the company has not made investments in, provided any guarantee or security but granted loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties:

- (a) During the year the company has provided loans or provided advances in the nature of loans, or stood guarantee, or provided security to associate company:

(Rs. In Lakhs)		
To Whom	The aggregate amount During the year	Balance Outstanding at the end of the year
MANSI SHAH	41.20	7.60
NEHA HANSKUMAR SHAH	69.42	62.42
NEHA HEMANT SHAH	53.14	19.19
Ikigai Services Private Limited	2.75	2.75
Diaso Diagnostics LLP	25.75	32.25
TOTAL	192.26	124.21

- (b) According to the information and explanation given to us, the terms and conditions of the grant of loans and advances in the nature of loans and guarantees provided are not prejudicial to the company's interest;



- (c) Schedule of repayment of the principal amount and the payment of the interest have not been stipulated and hence we are unable to comment as to whether receipt of the principal amount and the interest is regular;
- (d) According to the information and explanation given to us, no amount is overdue in this respect;
- (e) According to the information and explanation given to us, in respect of any loan or advance in the nature of loan granted which has fallen due during the year, none has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties;
- (f) The company has granted loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment, required details in respect thereof are as below:

(Rs. In Lakhs)

The Aggregate Amount	Loans Given to Other	Aggregate amount of loans granted to Promoters, related parties as defined in clause (76) of section 2 of the Companies Act, 2013
230.30	38.04	192.26
100%	16.15%	83.48%

- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- 5) The Company has not accepted deposits during the year and does not have any unclaimed deposits as at 31st March, 2022 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.
- 6) As informed to us, the maintenance of Cost Records is not applicable to the company as specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company. Thus, reporting under clause 3(vi) of the order is not applicable to the Company.
- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess, GST and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, undisputed amounts payable in respect of the above were in arrears as at 31st March, 2022 for a period of more than six months from the date on when they become payable.
- (b) According to the information and explanation given to us, the company has dispute against the assessment of surgical tapes by custom not grandly benefit of exemption notification as an accessories for medical device, company has paid full amount Rs 3,56,02,689 under protest and has filed appeal which is pending in supreme court. There are no dues of income tax, sales tax, service tax, duty of excise, value added tax, GST outstanding on account of any dispute:
- 8) According to the information and explanations given to us and the records of the Company examined by us, there are no transactions in the books of account that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.
- 9) (a) According to the information and explanation given to us, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.
- (b) Company is not declared willful defaulter by any bank or financial institution or other lender,



(c) According to the information and explanation given to us, term loans were applied for the purpose for which the loans were obtained;

(d) According to the information and explanation given to us, funds raised on short term basis have not been utilized for long term purposes;

(e) According to the information and explanation given to us, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures;

(f) According to the information and explanation given to us, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies;

10) (a) In our opinion, and according to the information and explanations given to us, the Company has not raised money by way of initial public offer or further public offer.

(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally)

11) (a) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.

(c) According to the information and explanation given to us, no whistle-blower complaints, received during the year by the company;

12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.

13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.

14) Internal Audit System & Report:

(a) According to the information and explanations given to us, the company has an internal audit system commensurate with the size and nature of its business;

(b) We have considered the reports of the Internal Auditors for the period under audit;

15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.

16) (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a) of the Order is not applicable.

(b) The Company has not conducted non-banking financial / housing finance activities during the year. Accordingly, the reporting under Clause 3(xvi)(b) of the Order is not applicable to the Company.

(c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the reporting under Clause 3(xvi)(c) of the Order is not applicable to the Company.

(d) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.



17) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

18) There has been no resignation of the statutory auditors of the Company during the year.

19) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

20) The provision of sub-section (5) of Section 135 of the Companies Act, 2013 not applicable to the company. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable

**For ADV & Associates
Chartered Accountants
FRN: 128045W**



**CA Pratik Kabra
Partner**

M.No.: 611401

UDIN: 22611401AVYKCT5735



Place: Mumbai

Date: 1st September, 2022

HEMANT SURGICAL INDUSTRIES LIMITED

ADD : 502,5TH FLOOR, ECSTASY BUSINESS PARK, J.S.D. ROAD, MULUND (W) MUMBAI, 400080

CIN : U33110MH1989PLC051133

BALANCE SHEET AS AT 31.03.2022

(Rs in Lakhs)

Particulars	Note No.	As at March 31, 2022	As at March 31, 2021
I Equity & Liabilities			
1.Shareholders funds:			
a.Share Capital	2	200.00	200.00
b.Reserves and Surplus	3	982.95	711.28
2.Share Application Money pending Allotment:			124.88
3.Non-Current liabilities:			
a.Long-Term Borrowings	4	464.49	1,051.29
b.Long Term Provisions	5	36.06	-
4.Current Liabilities:			
a.Short Term Borrowings	6	404.77	396.57
b.Trade Payables	7	2,112.71	1,162.12
c.Other Current Liabilities	8	885.60	384.12
d.Short Term Provisions	9	244.08	-
Total		5,330.67	4,030.26
II Assets			
1.Non-Current Assets:			
a) Property, Plant & Equipment and Intangible Assets			
(i) Property, Plant & Equipment	10	1,006.66	1,098.32
(ii) Intangible Assets	10	0.42	0.48
b.Non-Current Investments	11	0.65	0.65
c.Long Term Loans & Advances	12	107.43	65.15
2.Current Assets:			
a.Current Investments		-	-
b.Inventories	13	1,284.30	1,483.69
c.Trade Receivables	14	1,565.53	427.24
d.Cash and Cash Equivalents	15	663.78	244.23
e.Short Term Loans and Advances	16	232.25	99.66
f.Other Current Assets	17	469.65	610.84
Total		5,330.67	4,030.26

See accompanying notes to the financial statements, as under

Significant Accounting Policies

1

Notes to the Financial Statements

2 to 32

As per our report of even date

For A D V & Associates

Chartered Accountant

FRN: 128045W

Pratik Kabra

Pratik Kabra

Partner

M.No. 611401

UDIN:22611401AVYKCT5735

Date : 1st September, 2022

Place : Mumbai



For and on behalf of the Company

For HEMANT SURGICAL INDUSTRIES LIMITED

Hans Kumar Shah
(Hans Kumar Shah)

Managing Director

DIN: 00215972

Kaushik Shah
(Kaushik Shah)

DIRECTOR

DIN: 01483743

Ahita Jaiswal
(Ahita Jaiswal)
Company Secretary
AHRPJ4073A

HEMANT SURGICAL INDUSTRIES LIMITED

ADD : 502,5TH FLOOR, ECSTASY BUSINESS PARK, J.S.D. ROAD, MULUND (W) MUMBAI, 400080

CIN : U33110MH1989PLC051133

STATEMENT OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2022

(Rs. In lakhs)

Particulars	Note No.	For The Year ended on 31.03.2022	For The Year ended on 31.03.2021
I.Revenue from Operations	18	10,361.05	5,981.92
II.Other Incomes	19	215.97	83.27
III.Total Revenue (a)		10,577.02	6,065.19
IV.Expenses			
1. Cost of Raw Materials Consumed	20	2,247.72	2,764.37
2.Purchase of Stock in Trade	21	5,901.60	2,207.53
3.Change in Inventories	22	20.27	(179.57)
4.Employee Benefits Expenses	23	607.02	380.65
5.Finance Costs	24	345.34	164.22
6.Depreciation and amortization expenses	25	133.98	89.19
7.Other Expenses	26	981.42	490.13
V.Total Expenses (b)		10,237.34	5,916.51
V.Profit before Exceptional Items & Tax	(I-II)	339.68	148.68
VI.Exceptional Items		-	-
IX.Profit before tax		339.68	148.68
X.Tax Expense			
a.CurrentTax		84.92	13.00
b.Earlier Year Tax		(16.92)	-
XI.Profit for the period from Continuing Operations		271.68	135.68
XII.Profit from Discontinuing Operations		-	-
XIII.Tax Expense of Discontinuing Operations		-	-
XIV.Profit from Discontinuing Operations after Tax		-	-
XV.Profit for the period		271.68	135.68
XVI.Earning per share (equated)	27	135.84	67.84

As an annexure to the Balance Sheet.

For A D V & Associates

Chartered Accountant

FRN: 128045W

Pratik

Pratik Kabra

Partner

M.No. 611401

UDIN:22611401AVYKCT5735

Date : 1st September, 2022

Place : Mumbai



For and on behalf of the Company
For HEMANT SURGICAL INDUSTRIES LIMITED

Hans Kumar
(Hans Kumar Shah)

Managing Director

DIN: 00215972

Kaushik
(Kaushik Shah)
DIRECTOR

DIN: 01483743

Anita
(Anita Jaiswal)
Company Secretary
AHRPJ4073A

HEMANT SURGICAL INDUSTRIES LIMITED
ADD : 502,5TH FLOOR, ECSTASY BUSINESS PARK, J.S.D. ROAD, MULUND (W) MUMBAI, 400080
CIN : U33110MH1989PLC051133
CASE FLOW-STATEMENT FOR THE YEAR ENDED 31.03.2022

(Rs. In lakhs)		
Particulars	For the year ended March 31,2022	For the year ended March 31,2021
Cash Flow From Operating Activities:		
Net Profit before tax as per Profit And Loss A/c	339.68	135.68
Adjustments for:		
Depreciation & Amortisation Expense	133.98	89.19
Interest Income	(12.39)	(12.39)
Finance Cost	342.22	342.22
Operating Profit Before Working Capital Changes	803.48	554.70
Adjusted for (Increase)/ Decrease in:		
Long term provision	36.06	-
Short term Borrowings	8.20	(145.14)
Trade Payables	950.59	(382.18)
Other Current Liabilities	501.48	42.15
Short term provision	244.08	(38.96)
Other Non-current assets	-	0.16
Inventories	199.39	(3.77)
Trade Receivables	(1,138.29)	114.04
Short Term Loans and Advances	(132.60)	52.19
Other current assets	141.19	(610.84)
Cash Generated From Operations	1,613.59	(417.65)
Appropriation of Profit		
Net Income Tax paid/ refunded	(68.00)	(26.02)
Net Cash Flow from/(used in) Operating Activities: (A)	1,545.59	(443.66)
Cash Flow From Investing Activities:		
Net (Purchases)/Sales of Fixed Assets (including capital work in progress)	(42.26)	(238.95)
Interest Income	12.39	12.39
Net Increase/(Decrease) in Current Investment	-	(0.65)
Net Cash Flow from/(used in) Investing Activities: (B)	(29.86)	(227.21)
Cash Flow from Financing Activities:		
Net Increase/(Decrease) in Long Term Borrowings	(586.80)	179.07
Share Application Money	(124.88)	124.88
Long term Loans and Advances	(42.28)	533.74
Interest on borrowings	(342.22)	(342.22)
Net Cash Flow from/(used in) Financing Activities (C)	(1,096.18)	495.47
Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	419.55	(175.41)
Cash & Cash Equivalents As At Beginning of the Year	244.23	419.64
Cash & Cash Equivalents As At End of the Year	663.78	244.23

See accompanying notes to the financial statements, as under
 Significant Accounting Policies
 Notes to the Financial Statements

As per our report of even date

For A D V & Associates

Chartered Accountant

FRN: 128045W

Pratik Kabra

Partner

M.No. 611401

UDIN:22611401AVYKCT5735

Date : 1st September, 2022

Place : Mumbai



For and on behalf of the Company

For HEMANT SURGICAL INDUSTRIES LIMITED

Hans Kumar Shah
(Hans Kumar Shah)
 Managing Director

DIN: 00215972

(Kausik Jaiswal)
DIRECTOR
 Director

DIN: 01483743

Anita Jaiswal
(Anita Jaiswal)
 Company Secretary
 AHRPJ4073A

HEMANT SURGICAL INDUSTRIES LIMITED

ADD : 502,5TH FLOOR, ECSTASY BUSINESS PARK, J.S.D. ROAD, MULUND (W) MUMBAI, 400080

CIN : U33110MH1989PLC051133

Notes to the Financial Statements for the year ended 31.03.2022

Particulars	(Rs. In Lakhs)	
	As at March 31, 2022	As at March 31, 2021
Note-2 : Share Capital		
1.Authorised Equity Share Capital		
1a.750000 Shares of Rs.100 each	750.00	200.00
2.Issued, Subscribed & Paid-Up Equity Share Capital		
2a.200000 of Rs 100 each	200.00	200.00
Total	200.00	200.00

a) Reconciliation of the Shares outstanding at the beginning and at the end of the reporting period

Number of shares outstanding at the beginning of the year	Qty	2.00	2.00
	Value	200.00	200.00
Add: Equity shares issued during the year		-	-
Less: Shares bought back during the year		-	-
Number of shares outstanding at the end of the year	Qty	2.00	2.00
	Value	200.00	200.00

b) Terms/ rights attached to shares

The Company has only one class of equity share having a par value of Rs.10/- per share.
Each holder of equity share is entitled to one vote per share.

c) Details of Shares held by each shareholder holding more than 5% shares

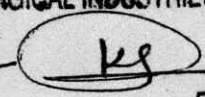
Name of shareholders	As at 31.03.2022		As at 31.03.2021	
	% held	No. of shares	% held	No. of shares
Hanskumar S Shah	62.84	1.26	62.84	1.26
Kaushik P Shah	16.08	0.32	16.08	0.32
Hemant P Shah	7.52	0.15	7.52	0.15
J. A. Dharmshi	2.98	0.06	2.98	0.06
Neha H Shah	2.43	0.05	2.43	0.05
Neha Hemant Shah	1.74	0.03	1.74	0.03
Leena H Shah	2.75	0.05	2.75	0.05
Ranjan P Shah	2.98	0.06	2.98	0.06
Rita B Shah	0.70	0.01	0.70	0.01

d) Details of Shares held by Promoters

Name of shareholders	As at 31.03.2022		
	No. of shares	% held	% Change
Hanskumar S Shah	1.26	62.84	-
Kaushik P Shah	0.32	16.08	-
Hemant P Shah	0.15	7.52	-

Name of shareholders	As at 31.03.2021		
	No. of shares	% held	% Change
Hanskumar S Shah	1.26	62.84	-
Kaushik P Shah	0.32	16.08	-
Hemant P Shah	0.15	7.52	-

For HEMANT SURGICAL INDUSTRIES LIMITED

Hanskumar  **DIRECTOR**

Particulars

2022

2021

Note-3 : Reserves and Surplus**Surplus Account**

Opening Balance

711.28

601.61

Add: Net Surplus during the year

271.68

109.66

Closing Balance**982.95****711.28****Total of Reserves and Surplus****982.95****711.28**Note-4 : Long Term Borrowings**As at March 31,
2022****As at March 31,
2021****Secured Loans**

Loans from Bank

530.93

1,132.86

Less: Current Maturities

122.93

111.67

408.00**1,021.19****Unsecured Loans**

Loans from Related Parties & Friends

56.49

26.49

Loans from others

-

3.62

Total of Long Term Borrowings**464.49****1,051**Note-5 : Long Term Provisions**As at March 31,
2022****As at March 31,
2021**

Gratuity Provision

36.06

-

Closing of Long Term Provisions**36.06****-**Note-6 : Short term Borrowings**As at March 31,
2022****As at March 31,
2021**

Current Maturities of long term loans

122.93

111.67

Demand Loans

281.84

284.89

Closing Short term Borrowings**404.77****396.57**Note-7 : Trade Payables**As at March 31,
2022****As at March 31,
2021****a. total outstanding dues of micro enterprises and small enterprises; and**

230.99

249.83

b. total outstanding dues of creditors other than micro enterprises and small enterprises.

1,881.72

912.29

Total**2,112.71****1,162.12****Particulars (Outstanding from due date of payment / from date of transaction)****As at March 31,
2022****As at March 31,
2021**

i) MSME

Less than 1 year

222.63

218.79

1-2 Years

2.23

23.72

2-3 Years

6.12

6.21

More than 3 Years

-

1.11

230.99**249.83**

ii) Others

Less than 1 year

1,898.55

905.34

1-2 Years

0.77

6.95

2-3 Years

6.80

-

More than 3 Years

-

-

1,906.12**912.29**

For HEMANT SURGICAL INDUSTRIES LIMITED

Hans Kumar

Less than 1 year	-	-
1-2 Years	-	-
2-3 Years	-	-
More then 3 Years	-	-
	-	-
iv) Disputed dues- Others		
Less than 1 year	-	-
1-2 Years	-	-
2-3 Years	-	-
More then 3 Years	-	-
	-	-
Total	2,137.11	1,162

Note-8 : Other Current Liabilities

Advances received from Customers		
Other Payable		
Statutory Liabilities	0.11	-
Payable for Expenses	228.94	63.52
Security Deposits	24.73	296.53
Total	885.60	384.12

Note-9 : Short Term Provisions

Provision for Income (net off advance tax and TDS)	46.16	-
Interest Provision on Bank Guarantee	197.92	-
Closing Balance	244.08	-

Note-11 : Non-current Investments

Gold Bonds	0.65	0.65
Total	0.65	0.65

Note-12 : Long term Loans and Advances

Loans and Advances	107.43	65.15
Total	107.43	65.15

Note-13 : Inventories

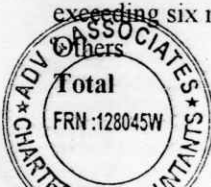
Raw Materials	235.44	414.56
Trading Goods	975.97	968.79
Finished Goods	72.89	100.34
Total	1,284.30	1,483.69

Note-14 : Trade Receivables

Unsecured, Considered Good

Aggregate amount of Trade Receivables outstanding for a period exceeding six months

Others	96.58	96.64
Total	1,468.95	330.60
	1,565.53	427.24



For HEMANT SURGICAL INDUSTRIES LIMITED

Hans Kumar

KN

(Outstanding from due date of payment / from date of transaction)

As at March 31,
2022

As at March 31,
2021

(i) Undisputed Trade Receivables – considered good

Less than 6 months	1,480.04	327.86
6 months - 1 year	75.05	27.45
1-2 years	7.80	36.37
2-3 years	1.69	14.42
More than 3	0.95	21.14
	<u>1,565.53</u>	<u>427.24</u>

(ii) Undisputed

Less than 6
6 months - 1 year
1-2 years
2-3 years
More than 3

- -

(iii) Undisputed

Less than 6
6 months - 1 year
1-2 years
2-3 years
More than 3

- -

(iv) Disputed

Less than 6
6 months - 1 year
1-2 years
2-3 years
More than 3

- -

credit risk

Less than 6
6 months - 1 year
1-2 years
2-3 years
More than 3

- -

(vi) Disputed

Less than 6
6 months - 1 year
1-2 years
2-3 years
More than 3

- -

(vii) Unbilled

Less than 6
6 months - 1 year
1-2 years
2-3 years
More than 3

- -

Less: Provision

- -

- -

- -

- -

- -



For HEMANT SURGICAL INDUSTRIES LIMITED

Handwritten signature

Handwritten initials

Note-15 : Cash and Cash Equivalents

Balance with Banks

- a. in current accounts
- b. in deposit accounts
- c. FD for Margin Money

Cash on hand

Total

As at March 31, 2022	As at March 31, 2021
27.53	5.41
233.26	231.42
398.18	3.56
4.80	3.83
663.78	244.23

Note-16 : Short Term Trade Advances

- Advances to Suppliers
- Advances for Capital Goods
- Advances to employee
- Advances to others

Total

As at March 31, 2022	As at March 31, 2021
54.48	46.82
21.76	-
134.16	52.84
21.86	-
232.25	99.66

Note-17 : Other Current Assets

- Balance with Government Authorities
 - TDS on GST receivable
 - Security Deposits with Electricity Department
 - Advances to Custom Authorities
- Total**

As at March 31, 2022	As at March 31, 2021
95.69	242.24
4.44	-
13.49	12.57
356.03	356.03
469.65	610.84

For HEMANT SURGICAL INDUSTRIES LIMITED

Hanshu

[Signature]
DIRECTOR



Not-10 Fixed Assets

(Rs. In Lakhs)

Sl No	Particulars	Cross Block			Accumulated Depreciation			Net Block	
		As At 01-04-2021	Addition	Deduction during the year	As At 31-03-2022	Upto 31-03-2021	For the Year	Upto 31-03-2022	As At 31-03-2022
	Tangible Assets								
1	Factory Building	27.89	-	-	27.89	25.03	0.22	25.25	2.64
2	Godown	54.00	-	-	54.00	-	5.40	5.40	48.60
3	Plant And Machinery	790.48	30.53	-	821.01	344.48	63.50	407.99	413.02
4	Furniture And Fixture	57.15	2.10	-	59.26	23.46	4.83	28.29	30.96
5	Vehicles	184.35	-	-	184.35	147.92	12.64	160.56	23.79
7	Office Equipments	42.36	3.44	-	45.81	26.94	4.50	31.44	14.37
8	Computers	12.28	6.18	-	18.46	9.23	2.14	11.37	7.10
9	Office	406.80	-	-	406.80	-	40.68	40.68	366.12
10	Land	100.06	-	-	100.06	-	-	-	100.06
	TOTAL (i)	1,675.38	42.26	-	1,717.63	577.06	133.91	710.97	1,006.66
	Intangible Assets								
1	Software	1.64	-	-	1.64	1.15	0.07	1.22	0.42
	Sub Total (B)	1.64	-	-	1.64	1.15	0.07	1.22	0.42
	Total Assets	1,677.01	42.26	-	1,719.27	578.21	133.98	712.19	1,007.08
									1,098.81

FOR HEMANT SURGICAL INDUSTRIES LIMITED

Hemant

125

DIRECTOR

Particulars	(Rs. In Lakhs)	
	For The Year ended on 31.03.2022	For The Year ended on 31.03.2021
<u>Note-18 : Revenue from Operations</u>		
Sale of Products	10,335.00	5,955.50
Other Operating Revenue	26.05	26.42
Total	10,361.05	5,981.92
<u>Note-19 : Other Incomes</u>		
Interest Income	12.39	15.96
Foreign Exchange Gain	49.08	-
Dailysis Fees	22.00	20.95
Insurance Claim	126.36	45.35
Vehicle Subsidy	-	1.00
Duty Drawback	1.73	-
Discount Received	4.40	-
Total	215.97	83.27
<u>Note-20 : Cost of Raw Material Consumed</u>		
Opening Stock	414.56	590.36
Add: Purchases- Raw Materials & Packing Materials	2,068.59	2,588.56
Less: Closing Stock	235.44	414.56
Cost of Raw Material Consumed	2,247.72	2,764.37
<u>Note-21 : Purchase of Stock in Trade</u>		
Purchase of Stock in Trade	5,901.60	2,207.53
Total	5,901.60	2,207.53
<u>Note-22 : Change in Inventories</u>		
<u>Inventories at the beginning of the year</u>		
Finished Goods	1,069.13	889.56
SubTotal	1,069.13	889.56
<u>Inventories at the end of the year:</u>		
Finished Goods	1,048.86	1,069.13
SubTotal	1,048.86	1,069.13
Net Changes	20.27	(179.57)
<u>Note-23 : Employee Benefits Expense s</u>		
Salary, Wages & Bonus	428.05	242.96
Contribution to PF & Other Funds	10.38	8.14
Gratuity	36.06	0.52
Director Remuneration	114.00	120.00
Staff welfare Expense	18.53	9.03
Total	607.02	380.65



For HEMANT SURGICAL INDUSTRIES LIMITED

Hans Kumar

DIRECTOR

Interest	342.22	163.63
Processing Charges	3.12	0.59
Total	345.34	164.22

Note-25: Depreciation & Amortization

Depreciation	133.98	89.19
Total	133.98	89.19

Note-26: Other Expenses

[A].Manufacturing Exp

Power & Fuel	53.19	34.07
Factory Rent	88.28	34.41
Other Manufacture Expense	11.37	17.52
Total	152.84	86.00

[B].Administration Expenses

Advertisement	3.20	2.69
Audit Fees	3.15	1.38
Bad Debts	94.02	-
Business promotion	16.93	16.09
Commission	1.90	0.21
Courior Charges	9.12	2.18
Dialysis Charges	8.64	2.41
Discounts	226.41	16.87
Donations and contributions	5.63	2.46
Electricity Expenses	1.70	1.41
GST reversal	29.37	-
Insurance	43.09	27.07
Legal & Professional	38.99	34.46
Licence Renewal fees	1.93	41.94
Other Admr. Exp	21.24	12.73
Printing and stationary	3.58	1.77
Rent	2.35	1.94
Security Charges	2.03	1.57
Shipping Charges	8.20	3.38
Telephone & Internet Charges	4.13	3.74
Tender Charges	8.48	19.46
Travelling and Conveyance	16.81	10.98
Vehicle Running Expenses	31.68	23.55
Total	582.58	228.30

[C].Selling and Marketing Exp.

Freight and forwarding	62.72	49.74
Marketing Expense	109.98	88.94
Total	172.71	138.68

[D].Repair and Maintenance

Repairs and maintenance - buildings	37.34	16.22
Repairs and maintenance - Machinery	27.18	15.07
Repairs and maintenance - Others	8.77	5.87
Total	73.29	37.16

Total of Other Expenses

981.42	490.13
---------------	---------------

Note-27: Earning Per Share

Net Profit after tax as per statement of Profit and Loss attributable to Equity Shareholders

271.68 135.68

Weighted Average number of equity shares used as denominator for calculating EPS*

2.00 2.00

Basic & Dilluted Earning per share

135.84 67.84



For HEMANT SURGICAL INDUSTRIES LIMITED

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Handwritten signature

Note -28

Related Party Disclosures

(a). List of Related Parties

Detail of Related Parties with whom transactions have been taken place during the year

Key Managerial Personnel

Hanskumar Shah	Managing Director
Kaushik Shah	Executive Director
Hemant Shah	Executive Director
Neha H Shah	Shareholder
Neha Hemant Shah	Shareholder
Mansi Shah	Relative of Director

Associate Enterprises

Ikigai Services Private Limited	Associate companies where directors or relatives of director are Director
Ikigai Services Private Limited	Associate companies where directors or relatives of director are Director
Lifesenz Cancer Research Lab Pvt Ltd	Associate companies where directors or relatives of director are Director
Diaso Diagnostics LLP	Firm in which Directors are Partners

(b). Transactions with related parties

Particulars	Nature of Transaction 2021-22	2020-21
Hanskumar Shah	Share Application	
	Money Received	114.13
	Share Application	
	Money Refunded	-
	Advances Received	63.19
	Advances Repaid	38.04
Kaushik Shah	Remuneration Paid	36.00
	Share Application	
	Money Received	4.50
	Share Application	
	Money Refunded	-
	Advances Received	-
Hemant Shah	Advances Received	-
	Advances Repaid	6.25
	Remuneration Paid	-
	Share Application	
	Money Received	6.25
	Money Refunded	-
Neha H Shah	Advances Received	8.72
	Advances Repaid	12.42
	Remuneration Paid	-
	Rent Paid	1.80
	Loan Given	21.50
	Loan Recovered	22.80
Neha Hemant Shah	Salary	
	Advances Received	
	Advances Repaid	
	Salary	



For HEMANT SURGICAL INDUSTRIES LIMITED

Hanskumar

Leena Shah	Loan Received	22.45	-
	Loan Repaid	27.60	-
	Rent Paid	1.35	1.80
Mansi Shah	Salary	9.00	9.00
	Loan Given	41.20	9.45
	Loan Recovered	38.21	8.15
Ikigai Services Private Limited	Loan Given	2.75	-
Diaso Diagnostics LLP	Loan Given	25.75	6.50
Total		1,087.46	406.67

(c) Balances outstanding at the end of the year:-

Sr. No.	Particulars	As on 31.03.2022 (Payable) / Receivable
	Hanskumar Shah	(126.57)
	Kaushik Shah	(15.68)
	Hemant Shah	(13.64)
	Neha H Shah	62.42
	Neha Hemant Shah	19.19
	Leena Shah	(5.15)
	Mansi Shah	7.60
	Ikigai Services Private Limited	2.75
	Diaso Diagnostics LLP	32.25
Total		(36.81)

For HEMANT SURGICAL INDUSTRIES LIMITED

Hanskumar

[Signature]
DIRECTOR



Note-29 EMPLOYEE BENEFITS

The Company has adopted the Accounting Standard 15 (revised 2005) on Employee Benefits during the restated financials period. The disclosure as envisaged under the Accounting Standard is provided hereunder:

<i>Details of Gratuity Expenses</i>	<i>2021-22</i>	<i>2020-21</i>
<u>Profit and loss account for the period</u>		
Current service cost	4.37	3.69
Interest on obligation	2.24	1.81
Expected return on plan assets	-	-
Net actuarial loss/(gain)	-1.52	0.45
Recognised Past Service Cost-Vested	-	-
Loss (gain) on curtailments	-	-
Total included in 'Employee Benefit Expense'	5.09	5.96
prior year charge	-	-
Total Charge to P&L	5.09	5.96

<u>Reconciliation of defined benefit obligation</u>		
Opening Defined Benefit Obligation	30.96	25.00
Transfer in/(out) obligation		
Current service cost	4.37	3.69
Interest cost	2.24	1.81
Actuarial loss (gain)	-1.52	0.45
Past service cost	-	-
Benefits paid	-	0.00
prior year charge	-	-
Closing Defined Benefit Obligation	36.05	30.95

<u>Table of experience adjustments</u>		
Defined Benefit Obligation	36.05	30.95
Plan Assets	0.00	0.00
Net liability/(assets) recognise in balance sheet	36.05	30.95

<i>Details of Gratuity Expenses</i>	<i>2021-22</i>	<i>2020-21</i>
<u>Reconciliation of net defined benefit liability</u>		
Net opening provision in books of accounts	30.96	25.00
Transfer in/(out) obligation	5.09	5.96
Transfer (in)/out plan assets	-	-
Employee Benefit Expense	-	-
Benefits paid by the Company	-	-
Contributions to plan assets	-	-
Closing provision in books of accounts	36.05	30.96

<u>Bifurcation of liability</u>		
Current Liability	7.69	6.69
Non-Current Liability	28.36	24.26
Net Liability	36.05	30.95

<u>Principle actuarial assumptions</u>		
Discount Rate	7.25%	7%
Expected Return on Plan Assets	-	-
Salary Escalation Rate	5%	5%
Withdrawal Rates	5.00% p.a	5.00% p.a



For HEMANT SURGICAL INDUSTRIES LIMITED

Hanshu

[Signature]
DIRECTOR

31st March, 2022

31st March, 2021

Note:(1) Ratio Analysis**A. Current Ratio**

Current Assets	4,216	2,866
Current Liabilities	3,647	1,943
Current ratio	116%	148%
Increase / (Decrease) in ratio	-22%	

B. Debt Equity Ratio

Long term borrowings	464.49	1,051.29
Short term borrowings	404.77	396.57
Total Debt	869.26	1,447.86

Share Capital	200.00	200.00
Reserves & Surplus	982.95	711.28
Money received against Share Warrants	-	-
Shareholder's Equity	1,182.95	911.28

Debt Equity Ratio	73.48%	158.88%
Increase / (Decrease) in ratio	(53.75)	

Reason for Increase / (Decrease)

Company has Repaid Loans during the year
hence Long term loans has been decreased.

C. Debt Service Coverage Ratio

Profit after taxes	271.68	135.68
Add: Interest	342.22	163.63
Depreciation & Amortization	133.98	89.19
Earnings available for debt service	747.88	388.50

Interest	342.22	163.63
Short term borrowings	404.77	396.57
Debt Service	746.99	560.20

Debt Service Coverage Ratio	100%	69%
Increase / (Decrease) in ratio	44%	

Reason for Increase / (Decrease)

Interest has been increased as the company has
made a provision of interest on a case filed with
supreme court.

D. Return on equity

Net profit after taxes	272	136
Equity (As defined in Debt Equity Ratio)	1,183	911
Return on equity ratio	22.97%	14.89%
Increase / (Decrease) in ratio	54.25	

Reason for Increase / (Decrease)

Profit of the company has increase due to
higher revenue, hence improvement in the ratio.

E. Inventory Turnover Ratio

Cost of Goods Sold	8,169.58	4,792.33
Opening stock	1,483.69	1,479.92
Closing stock	1,284.30	1,483.69
Average Inventory	1,383.99	1,481.81

Inventory Turnover Ratio	590%	323%
Increase / (Decrease) in ratio	82.52	

Reason for Increase / (Decrease)

Cost of Goods sold has increased due to
increment in revenue where as closing stock has
been decreased.

F. Trade Receivables turnover Ratio

Revenue from Operations	10,361.05	5,981.92
Average Trade Receivables	996.39	484.26

Trade Receivable Turnover ratio (in days)	1039.86%	1235.27%
Increase / (Decrease) in ratio	-15.82%	



For HEMANT SURGICAL INDUSTRIES LIMITED

Hanshu

DIRECTOR

G. Trade Payables Turnover Ratio

Total Purchase	7,970.19	4,796.10
Average Trade Payables	1,637.41	1,353.21
Trade Payables Turnover Ratio (in days)	486.75%	354.42%
Increase / (Decrease) in ratio	37.34%	
Reason for Increase / (Decrease)	The purchase has been increased drastically hence change in the ratio.	

H. Net Capital turnover ratio

Revenue from Operations	10,361.05	5,981.92
Current assets - Current Liabilities	568.35	922.85
Net Capital turnover ratio	1823.01%	648.20%
Increase / (Decrease) in ratio	181.24	
Reason for Increase / (Decrease)	The revenue of the company has increased drastically hence change in the ratio.	

I. Net Profit Ratio

Net Profit	272	136
Revenue from Operations	10,361	5,982
Net Profit Ratio	2.62%	2.27%
Increase / (Decrease) in ratio	15.60%	

J. Return on capital employed

Profit before taxes	339.68	148.68
Add: Interest	342.22	163.63
Profit before interest and taxes	681.89	312.31
Share Holders Funds	1,647.45	1,962.57
Add: Borrowings	869.26	1,447.86
Total Capital Employed	2,516.71	3,410.43
Return on capital employed	27.09%	9.16%
Increase / (Decrease) in ratio	195.87%	
Reason for Increase / (Decrease)	Profit of the company is almost double as compared to last year hence change in the ratio.	

K. Return on Investment

Profit / (loss) after tax attributable to owners of the company	272	136
Equity shareholders' fund	1,183	911
Return on Investment	22.97%	14.89%
Increase / (Decrease) in ratio	54.25%	
Reason for Increase / (Decrease)	Profit of the company is almost double as compared to last year hence change in the ratio.	

Note-31 Additional Regulatory Information**Details of Benami Property held**

The Company do not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami

Details of Loans and advances

The company has granted loans and advances to promoters, directors, key managerial personnel (KMPs) and the related parties which are repayable on demand or without specifying any terms or period of repayment. Details of which are as follows:

Name of the Party	Nature of the Transaction	Amount	Closing Balance as on 31/3/22
Mansi Shah	Loan Given	41.2	7.6
Neha Hanskumar Shah	Loan Given	69.42	62.42
Neha Hemant Shah	Loan Given	53.14	19.19
Ikigai Services Private Limited	Loan Given	2.75	2.75
Diaso Diagnostics LLP	Loan Given	25.75	32.25
TOTAL		192.26	124.21

Willful Defaulter



For HEMANT SURGICAL INDUSTRIES LIMITED

Hans Kumar

[Signature]
DIRECTOR

The company has not been declared as a wilful Defaulter by any Financial Institution or bank as at the date of Balance Sheet.

Relationship with Struck off Companies

The Company do not have any transactions with companies struck off.

Registration of charges or satisfaction with Registrar of Companies (ROC)

The company has no pending charges or but has pending satisfaction which are yet to be registered with the ROC beyond the Statutory period. The details of the same is as follows:

Name of the Bank	Date of Charge Creation	Amount (Rs. In Lakhs)
Dhanlaxmi Bank Limited	1/30/2012	38.40
Punjab & Sindh Bank	12/26/2006	500.00

Compliance with number of layers of companies

The Company has complied with the provision of the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.

Compliance with approved Scheme(s) of Arrangements

There are no Schemes of Arrangements has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.

Discrepancy in utilization of borrowings

The company has used the borrowings from banks and financial institutions for the specific purpose for which it was taken at the balance sheet date. There are no discrepancy in utilisation of borrowings.

Utilisation of Borrowed funds and share premium:

(A) The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries).

(B) the company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party).

The company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (intermediaries) with the understanding that the intermediary shall:

a) 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

b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;

The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or;

b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

Note-32 Additional Information:

Undisclosed income

The Company has no transaction that is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

Details of Crypto Currency or Virtual Currency

The company has not traded or invested in Crypto currency or Virtual Currency.

For HEMANT SURGICAL INDUSTRIES LIMITED

Hans Kumar

KS
DIRECTOR

