

## Independent Auditor's Report

### To the Members of VAYAM RESEARCH SOLUTIONS LIMITED

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the accompanying financial statements of **Vayam Research Solutions Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.

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 Accounting Standards prescribed under section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules 2014 (as amended) and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and its loss and its cash flows for the year ended on that date.

#### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SA's) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Key Audit Matters

*The Commercial Operations were started during the year but not as expected by the Management. The Management has informed that it is confident that the Commercial Operations will pick up in the next year and that discussions with multiple customers are going on and on verge of being finalized. The Management has further informed that the company had inspection by various government authorities and have received in principle approval and are awaiting final approvals that are expected by the end of the next year.*

#### Other Information

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report 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 in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is no material misstatement of this other information, we are required to report that fact. Reporting under this section is not applicable as no other information is obtained at the date of this auditor's report.

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

The Company's Board of Directors are 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 principles generally accepted in India, including 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.

In preparing the financial statements, the Board of Directors 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 Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also 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 SA's 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 SA's, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

1. 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 to 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.
2. 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.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. 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.
5. 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 standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated 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.



## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, 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 and the Cash Flow Statement dealt with by this Report are in agreement with the 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 Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) We have no observations or comments on financial transactions or matters which may have an adverse effect on the functioning of the company.
  - f) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164(2) of the Act.
  - g) We have no qualification, reservation or adverse remark relating to the maintenance of accounts and other matters connected therewith.
  - h) As required by the provisions relating to report on the Internal Financial Controls under Clause (i) of sub-section 3 of section 143 of the Companies Act, 2013 ("the Act"), we give in "**Annexure B**" a statement on the matters specified.
  - i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - 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 contracts for which there were any material foreseeable losses.
    - iii. There were no amounts which were 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, no funds (which are material either individually or in the aggregate) 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 entity ("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, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("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;
- c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

- v. Provisio to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company w.e.f April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the current year.
- vi. The Company has not declared or paid out any dividend during the year and has not proposed final dividend for the year.



3. With respect to the matter to be included in the Auditors' Report under section 197(16):

According to the information and explanations given to us, the remuneration paid by the Company to its Managing Director during the year is in accordance with the provisions of section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under section 197(16) which are required to be commented upon by us.

For **Italia & Associates LLP**

Chartered Accountants

Firm registration number: 003793S/S200089

*Percy Homi Italia*

**Percy Homi Italia**

Partner

Membership Number: 015196

**UDIN:** 23015196BGZSGE3944

Place: Hyderabad

Date: August 10, 2023



## **ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT**

**(Annexure referred to paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)**

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

- (i) In respect of the Company's Property, Plant and Equipment and Intangible Assets:
  - (a)
    - (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right of use assets.
    - (B) The Company has maintained proper records showing full particulars of intangible assets;
  - (b) The Company has a regular programme of physical verification of its Property, Plant and Equipment which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were identified on such verification.
  - (c) Based on our examination, we report that the Company does not hold any title to any immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee).
  - (d) The Company has not revalued its Property, Plant and Equipment (including Right of Use Assets) and intangible assets during the year.
  - (e) The Company does not hold any Benami property during the year and no proceedings were initiated nor pending against the Company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.
- (ii)
  - (a) The Company did not hold any inventory at any point of time during the year; hence this clause is not applicable.
  - (b) The Company has not been sanctioned any working capital limits in excess of Rs.5 Crores, in aggregate, at any point of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under this sub-clause is not applicable.
- (iii) The Company has not made any investments in, companies, firms, Limited Liability Partnerships, or granted unsecured loans to other parties, during the year and hence reporting under this clause is not applicable.
- (iv) The Company has not granted any loans, made investments or provided guarantees and hence reporting under this clause is not applicable.



- (v) According to the information and explanations given to us, the Company has not accepted any deposit during the year.
- (vi) The Central Government has not specified maintenance of cost records under section 148(1) of the Companies Act, 2013, in respect of Company's services. Hence, this clause is not applicable.
- (vii)
- a) The Company is regular in depositing undisputed statutory dues including, Employees State Insurance, Income-Tax, Goods and Services Tax Duty of Customs, Cess and any other statutory dues with the appropriate authorities *except for Provident fund and Tax deducted at source that were deposited after the due dates*. There are no dues outstanding as at the year-end for a period of more than six months from the day they became payable.
- b) According to the information and explanations given to us, there are no statutory dues which have not been deposited on account of any disputes.
- (viii) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has no transactions relating to previously unrecorded income that were surrendered or recorded as income during the year in the tax assessments under the Indian Income Tax Act, 1961.
- (ix)
- a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- b) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not been declared as a wilful defaulter by any bank or financial institution or government or any government authority.
- c) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has raised term loans during the year and they were used for the purpose for which they were raised and the usage was in compliance with the terms and conditions of the loan agreement.
- d) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not used any funds raised on short term basis for long term purposes.
- e) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company does not have any subsidiaries or joint ventures, but has associates. However, the Company has not incurred any expenses on behalf of its associates.
- f) The Company does not hold any Investments and hence this sub-clause is not applicable.



- (x)
- a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not raised moneys by way of initial public offer or further public offer (including debt instruments).
  - b) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not issued Equity shares during the year and hence this sub-clause is not applicable.
- (xi)
- a) No fraud by the Company and no material fraud on the Company 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 up to the date of this report.
  - c) As represented to us by the Management, there were no whistle blower complaints received by the Company during the year (and upto the date of this report).
- (xii) The Company is not a Nidhi Company and hence reporting under this clause is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013, where applicable, for all the transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) In our opinion and to the best of our information and according to the explanations given to us, the provisions of Internal Audit are not applicable to the Company.
- (xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with him and hence this clause is not applicable;
- (xvi)
- a) The Company is not required to be registered under section 45-I of the Reserve Bank of India Act, 1934.
  - b) The Company has not conducted any Non-Banking Financial or Housing Finance activities during the year. Hence, this clause is not applicable
  - c) The Company is not a Core Investment Company as defined in the regulations made by the Reserve Bank of India.
  - d) In our opinion and to the best of our information and according to the explanations given to us, the Company is neither a Core Investment Company nor is it having any such subsidiaries, associates or joint venture, hence this sub-clause is not applicable.



- (xvii) In our opinion and to the best of our information and according to the explanations given to us and on the basis of examination of the books of accounts, *the Company has incurred cash losses during the year. However, the Management is confident that the operations will generate cash profits during the next year and accordingly, no adjustments have been made to the financial statements and these have been prepared on a going concern basis.*
- (xviii) There has been no change in the statutory auditors during the year.
- (xix) According to the explanations given to us and on the basis of examination of books of accounts and the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, 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 that the Company is not capable of meeting its liabilities existing on the date of the balance sheet as and when they fall due within a period of one year from the date of balance sheet. 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.
- (xx) The provisions of section 135 are not applicable to the Company for the financial year under audit and hence this clause is not applicable.

**For Italia & Associates LLP**

Chartered Accountants

Firm Registration Number: 003793S/S200089

*Percy Homi Italia*

**Percy Homi Italia**

Partner

Membership Number: 015196

**UDIN:** 23015196BGZSGE3944

Place: Hyderabad

Date: August 10, 2023



## **Annexure 'B' to the Independent Auditor's Report**

**(Referred to in paragraph (f) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We were engaged to audit the internal financial controls over financial reporting of **Vayam Research Solutions Limited** ("the Company") as of March 31, 2023 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 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.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit conducted in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India.

### **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 disposition 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 with reference to financial statements**

Because of the inherent limitations of internal financial controls with reference to financial statements, 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 with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements 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 and 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 the financial reporting were operating effectively as at March 31, 2023, 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 **Italia & Associates LLP**

Chartered Accountants

Firm registration number: 003793S/S200089

*Percy Homi Italia*

**Percy Homi Italia**

Partner

Membership Number: 015196

**UDIN:** 23015196BGZSGE3944

Place: Hyderabad

Date: August 10, 2023



**VAYAM RESEARCH SOLUTIONS LIMITED**  
**BALANCE SHEET AS AT MARCH 31, 2023**  
(All amounts in ₹ thousands unless otherwise stated)

Particulars	Note No	As at March 31, 2023	As at March 31, 2022
<b>1. Equity and Liabilities</b>			
<b>I. Shareholder's Funds</b>			
a) Share capital	2	83,240.00	83,240.00
b) Reserves and Surplus	3	(60,936.64)	1,041.24
		<b>22,303.36</b>	<b>84,281.24</b>
<b>II. Non Current Liabilities</b>			
a) Secured Long Term Borrowings	4	2,18,660.86	1,68,006.36
b) Unsecured Long Term Borrowings	5	50,995.04	60,098.00
c) Deferred Tax Liability		1,537.47	-
		<b>2,71,193.38</b>	<b>2,28,104.36</b>
<b>III. Current Liabilities</b>			
a) Secured Short Term Borrowings	6	20,207.42	17,217.53
b) Trade Payables			
(i) total outstanding dues of micro enterprises and small enterprises	7	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	7	18,653.29	9,253.73
b) Other Current Liabilities	8	36,219.72	15,965.24
		<b>75,080.43</b>	<b>42,436.50</b>
<b>Total</b>		<b>3,68,577.17</b>	<b>3,54,822.10</b>
<b>2. Assets</b>			
<b>I. Non Current Assets</b>			
a) Property, Plant & Equipment and Intangible Assets			
- Tangible Assets	9	1,98,234.55	-
- Intangible Assets		-	-
- Capital Work-in-progress	9	-	2,27,803.16
- Intangible Under Development	9	1,06,035.02	56,881.23
b) Other Non current Assets	10	15,313.85	20,413.85
		<b>3,19,583.42</b>	<b>3,05,098.24</b>
<b>II. Current Assets</b>			
a) Trade Receivables	11	355.18	4,110.46
b) Other Current Assets	12	518.73	818.26
c) Cash and Cash Equivalents	13	151.06	1,342.64
d) Short Term Loans and Advances	14	47,968.79	43,452.48
		<b>48,993.76</b>	<b>49,723.85</b>
<b>Total</b>		<b>3,68,577.17</b>	<b>3,54,822.10</b>

Significant Accounting Policies  
Notes on Financial Statements

1B  
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The Notes form an integral part of the financial statements  
As per our report of even date

**For Italia & Associates LLP**  
Chartered Accountants  
FRN:003793S/S200089

*Percy Homi Italia*  
**Percy Homi Italia**  
Partner  
M.No. 015196

Place: Hyderabad  
Date : 10/08/2023



For and on behalf of the Board of Directors  
**VAYAM RESEARCH SOLUTIONS LIMITED**

*M. Dopesha Raja*  
**M. Dopesha Raja**  
Managing Director  
DIN.NO.01176660

Place: Hyderabad  
Date : 10/08/2023



*Chintapatla Shruvan*  
**Chintapatla Shruvan**  
Director  
DIN.NO.02698825

Place: Hyderabad  
Date : 10/08/2023

**VAYAM RESEARCH SOLUTIONS LIMITED**  
**Statement of Profit & Loss for the year ended March 31, 2023**  
(All amounts in ₹ thousands unless otherwise stated)

Particulars	Note No	For the year ended March 31, 2023	For the year ended March 31, 2022
a) Revenue from operations	15	11,048.80	3,376.60
b) Other Income	16	618.13	2,546.47
<b>Total Income</b>		<b>11,666.93</b>	<b>5,923.07</b>
<b>Expenses</b>			
a) Direct Expenses	17	2,650.54	788.78
b) Employee Benefit Expenses	18	11,542.61	950.20
c) Finance Cost	19	27,790.78	2,133.64
d) Depreciation & Amortization	9	14,199.87	
e) Other Expenses	20	15,923.53	998.27
<b>Total Expenses</b>		<b>72,107.33</b>	<b>4,870.89</b>
<b>Profit Before Tax</b>		<b>(60,440.40)</b>	<b>1,052.18</b>
<b>Tax Expenses</b>			
a) Current Income Tax		-	325.65
b) Deferred Tax		1,537.47	-
<b>Total</b>		<b>1,537.47</b>	<b>325.65</b>
<b>Net profit/(loss) for the year</b>		<b>(61,977.88)</b>	<b>726.53</b>
<b>Earning for Equity Share Basic and Diluted</b>	21	<b>(7.45)</b>	<b>0.09</b>
Significant Accounting Policies Notes on Financial Statements	1B 2 to 26		

The Notes form an integral part of the financial statements  
As per our report of even date

**For Italia & Associates LLP**  
Chartered Accountants  
FRN:003793S/S200089

*Percy Homi Italia*  
**Percy Homi Italia**  
Partner  
M.No. 015196

Place: Hyderabad  
Date : 10/08/2023



For and on behalf of the Board of Directors  
**VAYAM RESEARCH SOLUTIONS LIMITED**

*M. Dopesh Raja*  
**M. Dopesh Raja**  
Managing Director  
DIN.NO.01176660

*Chintapatla Shravan*  
**Chintapatla Shravan**  
Director  
DIN.NO.02698825

Place: Hyderabad  
Date : 10/08/2023



Place: Hyderabad  
Date : 10/08/2023

**VAYAM RESEARCH SOLUTIONS LIMITED**  
**Cash Flow statement for the year ended March 31, 2023**  
(All amounts in ₹ thousands unless otherwise stated)

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
<b>A. Cash Flow from Operating Activities</b>		
Profit before exceptional, Extraordinary items and Tax	(60,440.40)	1,052.18
<b>Adjustment for:</b>		
Depreciation & Amortization expenses	14,199.87	-
Finance Charges	27,790.78	2,133.64
<b>Operating profit Before Working Capital Changes</b>	<b>(18,449.76)</b>	<b>3,185.82</b>
<b>Adjustment for:</b>		
(Increase) /Decrease in Trade recivables	3,755.28	1,693.94
Increase /(Decrease) in Current Liabilities	32,643.93	(9,471.71)
(Increase) /Decrease Loans & Advances	(4,516.30)	(7,005.93)
(Increase) /Decrease Other current Assets	299.53	1,193.89
<b>Cash Generated from operations</b>	<b>32,182.44</b>	<b>(13,589.82)</b>
Income Tax paid	-	(325.65)
<b>Net Cash Generated from operations</b>	<b>13,732.68</b>	<b>(10,729.65)</b>
<b>Net Cash Flow from Operarting Activities - ( A )</b>	<b>13,732.68</b>	<b>(10,729.65)</b>
<b>B: Cash Flow from Investing Activities</b>		
Purchase of Fixed Assets	(2,12,434.42)	-
Capital Work In progress	2,27,803.16	(34,402.85)
Capital Work In progress-R&D	(49,153.79)	(56,881.23)
Purchase of other Non current Assets	5,100.00	(141.65)
<b>Net Cash Flow from Investing Activites - ( B )</b>	<b>(28,685.04)</b>	<b>(91,425.73)</b>
<b>C: Cash Flow from Financing Activites</b>		
Increase /(Decrease) in Unsecured Loan	(9,102.96)	10,088.00
Increase /(Decrease) in Term Loan	50,654.51	53,591.07
Increase /(Decrease) in share capital	-	30,240.00
Increase /(Decrease) in share Premium	-	-
Finance Charges	(27,790.78)	(2,133.64)
<b>Net Cash Flow from Financing Activities - ( C )</b>	<b>13,760.78</b>	<b>91,785.43</b>
<b>D: Net Increase/Decrease in Cash and cash Equivalentents - ( A+B+C )</b>	<b>(1,191.59)</b>	<b>(10,369.95)</b>
<b>Opening of Cash and Cash Equivalentents</b>	1,342.64	11,712.59
<b>Closing Balance of Cash and Cash Equivalentents</b>	<b>151.06</b>	<b>1,342.64</b>

**For Italia & Associates LLP**

Chartered Accountants  
FRN:003793S/S200089

*Percy Homi Italia*

**Percy Homi Italia**  
Partner  
M.No. 015196

Place: Hyderabad  
Date : 10/08/2023



For and on behalf of the Board of Directors  
**VAYAM RESEARCH SOLUTIONS LIMITED**

*M. Dopesh Raja*  
**M. Dopesh Raja**  
Managing Director  
DIN.NO.01176660

Place: Hyderabad  
Date : 10/08/2023



*Chintapatla Shravan*  
**Chintapatla Shravan**  
Director  
DIN.NO.02698825

Place: Hyderabad  
Date : 10/08/2023

**VAYAM RESEARCH SOLUTIONS LIMITED**  
**Notes on Financial Statements for the year ended March 31, 2023**

**1. A. Corporate Information:**

**VAYAM RESEARCH SOLUTIONS LIMITED** (‘the Company’) was incorporated on October 10, 2018. It has its registered office in Hyderabad, India. The Company is engaged in Research & Development in the field of discovery and development of drugs, biologicals, vaccines, gene based therapies as well as diagnostics and cosmetics including clinical research and CRO services.

**1. B. Significant Accounting Policies:**

**a. Basis of Preparation of Financial Statements**

These financial statements have been prepared in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company during the period.

**b. Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities on the date of financial statements and the results of operations during the reporting period end. Although these estimates are based upon management’s best knowledge of current events and actions, actual results could differ from these estimates.

**c. Revenue Recognition**

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Company and can be reliably measured.

**d. Fixed Assets**

Fixed Assets are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Costs of improvements on leasehold buildings are capitalized as leasehold improvements.

**e. Depreciation**

Depreciation on the Fixed Assets has been provided on Straight Line Method on an estimated useful life as prescribed in Schedule II to the Companies Act, 2013.

Depreciation on additions during the year is charged on a pro-rata basis.



**VAYAM RESEARCH SOLUTIONS LIMITED**  
**Notes on Financial Statements for the year ended March 31, 2023**

Fixed Assets costing up to Rs. 5,000 individually are fully depreciated in the year of purchase.

Lease hold improvement has been depreciated over the lease period.

**f. Intangible Assets and Amortization**

Intangible assets are recognized as per the criteria specified in Accounting Standard (AS) 26 "Intangible Assets". Intangible assets are recorded at the consideration paid for their acquisition. Intangible assets are amortized over the period of their estimated useful life.

**g. Impairment**

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

**h. Borrowing Costs**

Borrowing costs that are attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of cost of such asset till such time the asset is ready for its intended use or sale. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to the Statement of Profit and Loss as incurred.

**i. Inventories**

Inventories are valued at cost or net realizable value whichever is lower. Cost of inventories comprises of cost of purchase, cost of conversion and other costs incurred in bringing them to their present location and condition. Cost is determined on first-in first-out basis.

**j. Investments**

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments. Dividend Income is accounted when the right to receive dividend is established.



**VAYAM RESEARCH SOLUTIONS LIMITED**  
**Notes on Financial Statements for the year ended March 31, 2023**

**k. Foreign Currency Transactions**

(i) Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

(ii) Conversion

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

(iii) Exchange Differences

Exchange differences arising on the settlement of monetary items or on reporting Company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.

**l. Retirement and Other Employee Benefits**

Retirement benefit in the form of Provident Fund is a defined contribution scheme and the contributions are taken to Statement of Profit and Loss of the year when the contributions to the respective funds are due.

**m. Leases**

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased term are classified as operating leases. Operating lease payments are recognized as an expense in the Statement of Profit and Loss over the lease term.

**n. Earnings Per Share**

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares. The effects of anti-dilutive potential equity shares are not considered in calculating dilutive earnings per share.



**VAYAM RESEARCH SOLUTIONS LIMITED**  
**Notes on Financial Statements for the year ended March 31, 2023**

**o. Taxation**

Tax expense comprises of current and deferred tax.

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, considering the tax benefits and concessions available to the Company.

Deferred income tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized 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. If the company has carry forward of unabsorbed depreciation and tax losses, deferred tax assets are recognized only if there is virtual certainty that such deferred tax assets can be realized against future taxable profits. Unrecognized deferred tax assets of earlier years are re-assessed and recognized to the extent that it has become reasonably certain that future taxable income will be available against which such deferred tax assets can be realized.

**p. Provisions and Contingent Liabilities**

A provision is recognized when an enterprise has a present obligation as a result of past event 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 are not discounted to its present value and are determined based on 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.

A disclosure for a contingent liability is made when there is a present obligation that arises from past events, but it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or for which no reliable estimate can be made. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

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**VAYAM RESEARCH SOLUTIONS LIMITED**  
**Notes on Financial Statements for the year ended March 31, 2023**  
(All amounts in ₹ thousands unless otherwise stated)

**2. Share capital**

Particulars	As at March 31, 2023		As at March 31, 2022	
	No. of Shares	Amount	No. of Shares	Amount
<b>Authorized</b> 10,000,000 Equity Shares of Rs. 10 Each	<b>1,00,00,000</b>	<b>1,00,000.00</b>	<b>1,00,00,000</b>	<b>1,00,000.00</b>
<b>Issued share capital</b> 9,010,000 Equity Shares of Rs. 10 Each (5,300,000 Equity Shares of Rs. 10 Each)	<b>90,10,000</b>	<b>90,100.00</b>	<b>53,00,000</b>	<b>53,000.00</b>
<b>Subscribed and fully paid up</b> 8,324,000 Equity Shares of Rs. 10 Each (5,300,000 Equity Shares of Rs. 10 Each)	83,24,000	83,240.00	83,24,000	83,240.00
<b>Total</b>	<b>83,24,000</b>	<b>83,240.00</b>	<b>83,24,000</b>	<b>83,240.00</b>

**2.1 Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period**

Particulars	As at March 31, 2023		As at March 31, 2022	
	No. of Shares	Amount	No. of Shares	Amount
Equity Shares Outstanding at the beginning of the year	83,24,000	83,240.00	53,00,000	53,000.00
Equity Shares issued during the year	-	-	30,24,000	30,240.00
<b>Equity Shares Outstanding at the end of the year</b>	<b>83,24,000</b>	<b>83,240.00</b>	<b>83,24,000</b>	<b>83,240.00</b>

**2.2 Terms/ Rights attached to Equity Shares**

The company has only one class of equity shares having par value of Rs. 10 Per share. Each holder of equity share is entitled to one vote per share.

**2.3 Details of shares held by each share Holder holding more than 5% Equity Shares**

Name of the Share holder	As at March 31, 2023		As at March 31, 2022	
	No. of Shares	% of shareholding	No. of Shares	% of shareholding
Vanta Clinical Research Limited	30,00,000	36.04%	30,00,000	36.04%
Dopesh Raja	30,24,000	36.33%	30,24,000	36.33%
Mulakala Mohan Krishna	13,20,000	15.86%	13,20,000	15.86%
Sailendra Kumar Jagabandhu Goswami	9,00,000	10.81%	9,00,000	10.81%
<b>Total</b>	<b>82,44,000</b>	<b>99.04%</b>	<b>82,44,000</b>	<b>99.04%</b>

**2.4 The details of shareholders holding of Promoters:**

Name of the Share holder	As at March 31, 2023			As at March 31, 2022		
	No. of Shares	% of shareholding	change in % holding	No. of Shares	% of shareholding	change in % holding
Vanta Clinical Research Limited	30,00,000	36.04%	0.00%	30,00,000	36.04%	-20.56%
Dopesh Raja	30,24,000	36.33%	0.00%	30,24,000	36.33%	36.33%
Mulakala Mohan Krishna	13,20,000	15.86%	0.00%	13,20,000	15.86%	-9.05%
Sailendra Kumar Jagabandhu Goswami	9,00,000	10.81%	0.00%	9,00,000	10.81%	-6.17%
Sunita Sailendra Goswami	80,000	0.96%	0.00%	80,000	0.96%	-0.55%
<b>Total</b>	<b>83,24,000</b>	<b>100.00%</b>	<b>-</b>	<b>83,24,000</b>	<b>100.00%</b>	<b>0.00</b>



**VAYAM RESEARCH SOLUTIONS LIMITED****Notes on Financial Statements for the year ended March 31, 2023**

(All amounts in ₹ thousands unless otherwise stated)

**3. Reserves and Surplus**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Surplus in the statement of Profit and Loss</b>		
Balance at the beginning of the period	1,041.24	314.71
Add: Profit for the period	(61,977.88)	726.53
<b>Balance at the end of the year</b>	<b>(60,936.64)</b>	<b>1,041.24</b>

**4. Secured Long Term Borrowings**

Particulars	As at March 31, 2023	As at March 31, 2022
AU SMALL FBL GEC LOAN	3,998.84	-
AU SMALL FBL TERM LOAN	1,13,555.03	-
AU SMALL FBL TERM LOAN 1	37,206.07	-
AXIS FINANCE LIMITED LOAN-2	48,374.72	-
ICICI Bank Term Loan I	-	9,114.52
ICICI Bank Term Loan II	-	1,14,415.29
ICICI GEC Loan	-	4,693.89
(Term Loans Secured by (i) all movable and immovable properties of the company, present and future (ii) corporate guarantee given by Vanta Clinical Research Ltd (major shareholder) and Vanta Bioscience Ltd (ultimate BO) and (iii) personal guarantee of the Directors)		
Axis Finance Ltd Term Loan (Term Loans Secured by the immovable property of the Director)	47,081.23	50,000.00
	2,50,215.89	1,78,223.71
Less: Amount disclosed under the Head Other Current Liabilities payable within one year	31,555.03	10,217.35
<b>Total</b>	<b>2,18,660.86</b>	<b>1,68,006.36</b>

**5. Unsecured Long Term Borrowings**

Particulars	As at March 31, 2023	As at March 31, 2022
Vanta Clinical Research Limited	7,389.94	14,560.00
Loan from Director	35,405.10	14,938.00
Loan from Related Parties	8,200.00	30,600.00
<b>Total</b>	<b>50,995.04</b>	<b>60,098.00</b>

**6. Secured Short Term Borrowings**

Particulars	As at March 31, 2023	As at March 31, 2022
AU SMALL FBL OD account	20,207.42	-
ICICI Bank OD account	-	17,217.53
(Term Loans Secured by (i) all movable and immovable properties of the company, present and future (ii) corporate guarantee given by Vanta Clinical Research Ltd (major shareholder) and Vanta Bioscience Ltd (ultimate BO) and (iii) personal guarantee of the Directors)		
<b>Total</b>	<b>20,207.42</b>	<b>17,217.53</b>

**8. Other Current Liabilities**

Particulars	As at March 31, 2023	As at March 31, 2022
Creditors for Capital Goods	2,274.69	4,855.86
Current Maturity on Term Loan	31,555.03	10,217.35
Statutory Dues	2,389.99	504.92
Provision for Tax	-	387.11
<b>Total</b>	<b>36,219.72</b>	<b>15,965.24</b>



**VAYAM RESEARCH SOLUTIONS LIMITED****Notes on Financial Statements for the year ended March 31, 2023**

(All amounts in ₹ thousands unless otherwise stated)

**7: Trade Payable**

Ageing for Trade Payables outstanding as of March 31, 2023

Particulars	Outstanding for following periods from due date of payment#				Total
	< 1 year	1 to 2 years	2 to 3 years	> 3 years	
Trade Payables					
MSME*	-	-	-	-	-
Others	9,705.14	324.36	696.95	-	10,726.45
Disputed dues - MSME*	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-
	<b>9,705.14</b>	<b>324.36</b>	<b>696.95</b>	<b>-</b>	<b>10,726.45</b>
Accrued Expenses					7,926.84
<b>Total</b>					<b>18,653.29</b>

Ageing for Trade Payables outstanding as of March 31, 2022

Particulars	Outstanding for following periods from due date of payment#				Total
	< 1 year	1 to 2 years	2 to 3 years	> 3 years	
Trade Payables					
MSME*	-	-	-	-	-
Others	3,291.99	1,320.50	-	-	4,612.49
Disputed dues - MSME*	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-
	<b>3,291.99</b>	<b>1,320.50</b>	<b>-</b>	<b>-</b>	<b>4,612.49</b>
Accrued Expenses					4,641.25
<b>Total</b>					<b>9,253.73</b>

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**VAYAM RESEARCH SOLUTIONS LIMITED**  
Notes on Financial Statements for the year ended March 31, 2023  
(All amounts in ₹ thousands unless otherwise stated)

**9: Property, Plant and Equipment**

Particulars	Gross Block				Depreciation				Net Block		
	Opening Balance as on 01.04.2022	Additions during the year	Disposals during the year	As on 31.03.2023	Opening Balance as on 01.04.2022	Depreciation for the year	Depreciation on disposals	Depreciation transferred to Proceeds under Development	Depreciation charged to Profit & Loss	As on 31.03.2023	As on 31.03.2022
<b>Property, Plant &amp; Equipment</b>											
Leasehold Improvements	-	39,655.88	-	39,655.88	-	7,281.34	-	5,764.39	1,516.95	7,281.34	32,374.54
Electrical Fittings	-	52,361.66	-	52,361.66	-	4,902.40	-	3,881.07	1,021.33	4,902.40	47,459.26
Furniture	-	15,609.05	-	15,609.05	-	1,480.94	-	-	1,480.94	1,480.94	14,128.11
Office Equipments	-	16,399.26	-	16,399.26	-	3,116.10	-	2,466.91	649.19	3,116.10	13,283.17
Computers	-	36,285.16	-	36,285.16	-	11,443.24	-	9,059.23	2,384.01	11,443.24	24,841.92
Lab Equipment	-	72,872.50	-	72,872.50	-	6,922.89	-	5,480.62	1,442.27	6,922.89	65,949.61
Vehicles	-	215.00	-	215.00	-	17.07	-	-	17.07	17.07	197.93
<b>Sub - Total</b>	-	<b>2,33,398.51</b>	-	<b>2,33,398.51</b>	-	<b>35,163.97</b>	-	<b>26,652.22</b>	<b>8,511.75</b>	<b>35,163.97</b>	<b>1,98,234.55</b>
Previous year	-	-	-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>											
<b>Sub - Total</b>	-	-	-	-	-	-	-	-	-	-	-
Previous year	-	-	-	-	-	-	-	-	-	-	-
<b>Capital Work in Progress</b>											
Capital Work in Progress	<b>2,27,803.16</b>	-	<b>2,27,803.16</b>	-	-	-	-	-	-	-	-
Previous year	<b>1,93,400.31</b>	<b>34,402.85</b>	-	<b>2,27,803.16</b>	-	-	-	-	-	-	<b>2,27,803.16</b>

**Ageing analysis of Capital Work in Progress**

Capital Work in Progress	Amount in CWIP for a period of			Total
	Less than 1 year	1 to 2 years	2 to 3 years	
Projects in Progress	-	-	-	-
Previous year	34,402.85	1,23,352.77	70,047.54	<b>2,27,803.16</b>

**Ageing analysis of Intangible under Development**

Intangible under Development	Amount in CWIP for a period of			Total
	Less than 1 year	1 to 2 years	2 to 3 years	
Projects in Progress	54,841.91	51,193.11	-	<b>1,06,035.02</b>
Previous year	56,881.23	-	-	<b>56,881.23</b>



**VAYAM RESEARCH SOLUTIONS LIMITED****Notes on Financial Statements for the year ended March 31, 2023**

(All amounts in ₹ thousands unless otherwise stated)

**11. Trade Receivables**

Ageing for Trade Receivables outstanding as of March 31, 2023

Particulars	Outstanding for following periods from due date of payment					Total
	< 6 months	6 months to 1 year	1 to 2 years	2 to 3 years	> 3 years	
<b>Trade Receivables - Billed</b>						
<b>Undisputed</b>						
Considered good	0.00	-	-	-	355.18	355.18
Considered doubtful	-	-	-	-	-	-
<b>Disputed</b>						
Considered good	-	-	-	-	-	-
Considered doubtful	-	-	-	-	-	-
	<b>0.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>355.18</b>	<b>355.18</b>
Less: Provision for doubtful trade receivable - Billed						
<b>Add: Trade receivable - Unbilled</b>						<b>355.18</b>

Ageing for Trade Receivables outstanding as of March 31, 2022

Particulars	Outstanding for following periods from due date of payment					Total
	< 6 months	6 months to 1 year	1 to 2 years	2 to 3 years	> 3 years	
<b>Trade Receivables - Billed</b>						
<b>Undisputed</b>						
Considered good	3,755.28	-	-	-	355.18	4,110.46
Considered doubtful	-	-	-	-	-	-
<b>Disputed</b>						
Considered good	-	-	-	-	-	-
Considered doubtful	-	-	-	-	-	-
	<b>3,755.28</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>355.18</b>	<b>4,110.46</b>
Less: Provision for doubtful trade receivable - Billed						
<b>Add: Trade receivable - Unbilled</b>						<b>4,110.46</b>



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**VAYAM RESEARCH SOLUTIONS LIMITED****Notes on Financial Statements for the year ended March 31, 2023**

(All amounts in ₹ thousands unless otherwise stated)

**10. Other Non Current Assets**

Particulars	As at March 31, 2023	As at March 31, 2022
Security Deposits	6,213.85	6,213.85
Other Deposits with Banks	9,100.00	14,200.00
<b>Total</b>	<b>15,313.85</b>	<b>20,413.85</b>

**12. Other Current Assets**

Particulars	As at March 31, 2023	As at March 31, 2022
Prepaid Expenses	518.73	818.26
<b>Total</b>	<b>518.73</b>	<b>818.26</b>

**13. Cash and Cash Equivalents**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Cash and Cash Equivalents</b>		
<b>Balance with Banks</b>		
In current Accounts	100.00	1,337.60
In Escrow Account	1.06	-
Cash on Hand	50.00	5.05
<b>Total</b>	<b>151.06</b>	<b>1,342.64</b>

**14. Short Term Loans and Advances**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Unsecured, considered good</b>		
<b>Loans and Advances</b>		
Advance for capital Asset	9,976.35	10,108.82
Advance for Expenses	308.72	305.54
Other Advances	661.26	78.60
Interest accrued	1,072.06	809.65
TDS Receivable	351.08	346.61
GST Input Credit - Net	35,599.33	31,803.26
<b>Total</b>	<b>47,968.79</b>	<b>43,452.48</b>



**VAYAM RESEARCH SOLUTIONS LIMITED****Notes on Financial Statements for the year ended March 31, 2023**

(All amounts in ₹ thousands unless otherwise stated)

**15. Revenue from Operations**

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Technical Consultancy Fees	11,048.80	3,376.60
<b>Total</b>	<b>11,048.80</b>	<b>3,376.60</b>

**16. Other Income**

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Interest Income	593.83	768.68
Other Income	24.30	1,777.79
<b>Total</b>	<b>618.13</b>	<b>2,546.47</b>

**17. Direct Expenses**

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Purchases	995.34	311.53
Other Direct Expenses	1,655.20	477.25
<b>Total</b>	<b>2,650.54</b>	<b>788.78</b>

**18. Employment Benefit Expenses**

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Directors Remuneration	4,500.00	-
Employer contribution to Provident Fund	765.09	-
Leave Encashment	17.42	-
Salaries & Wages - R&D plant	6,043.60	950.20
Staff Training Expenses	25.00	-
Staff welfare Exp	191.49	-
<b>Total</b>	<b>11,542.61</b>	<b>950.20</b>

**19. Finance Costs**

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Interest on Loan taken	23,226.92	176.88
Interest on OD account	1,985.66	1,956.76
Loan processing charges	2,578.20	-
<b>Total</b>	<b>27,790.78</b>	<b>2,133.64</b>

**20. Other Expenses**

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Audit Fees	150.00	150.00
Consultancy Charges	-	-
Electricity Charges	1,265.73	2.25
Insurance expenses	390.04	-
Other Expenses	3,279.10	782.30
Professional Charges	3,999.86	-
Rent	4,652.22	63.72
Security Charges	750.73	-
Telephone Charges	101.70	-
Travelling Expenses	1,334.15	-
<b>Total</b>	<b>15,923.53</b>	<b>998.27</b>



**VAYAM RESEARCH SOLUTIONS LIMITED****Notes on Financial Statements for the year ended March 31, 2023****21 Particulars of Earnings per share**

(Amounts in ₹)

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Net Profit for the year (Amounts in ₹ thousands)	-61,977.88	726.53
Weighted Average Number of Equity Shares	83,24,000	79,02,623
Earnings per Share (EPS)	-7.45	0.09
Nominal value of the share	10.00	10.00

**22 Related Party Disclosure****(i) Names of related parties where control exists irrespective of whether transactions have taken place**

Name of the Related Party	Nature of Relationship
Vanta Clinical Research Ltd	Holding Company
Vanta Bioscience Ltd	Ultimate Holding Company
Sarvottam Care Ltd	Common Directors
Sarvottam Remedies Ltd	Common Directors
Sarvottam Solutions Ltd	Common Directors
M Dopesh Raja	Managing Director
M Sajan Kiran	Director
Chintapatla Shravan	Director

**(ii) Nature of the Transactions and the year end balances**

(Amounts in ₹ thousands)

Transaction	For the year ended March 31, 2023	For the year ended March 31, 2022
<b>Vanta Bioscience Ltd</b>		
Transactions during the year		
Technical Consultancy Fee Income	-	-
Reimbursement of Expenses payable	-	691.20
Balance outstanding at the year end		
- Trade Receivable	-	-
- TDS Receivable	-	342.40
- Reimbursement of Expenses payable	-	10.70
<b>Vanta Clinical Research Ltd</b>		
Transactions during the year		
- Unsecured Loan received	-7,170.06	14,560.00
Balance outstanding at the year end		
- Unsecured Loan payable	7,389.94	14,560.00
- Interest payable	408.53	416.03
Unsecured Loans Received		
- Sarvottam Care Ltd	-4,600.00	4,600.00
- Sarvottam Remedies Ltd	-10,500.00	10,500.00
- Sarvottam Solutions Ltd	-7,300.00	11,400.00



Balance outstanding at the year end		
- Sarvottam Care Ltd	-	4,600.00
- Sarvottam Remedies Ltd	-	10,500.00
- Sarvottam Solutions Ltd	4,100.00	11,400.00
Interest on Loan		
- Sarvottam Care Ltd		-
- Sarvottam Remedies Ltd		-
- Sarvottam Solutions Ltd	36.17	-
<b>M Dopesh Raja</b>		
Unsecured Long Term Loan received	20,467.10	(22,972.00)
Balance outstanding at the year end	35,405.10	14,938.00
Yati Chugh - Key Managerial Person		
Remuneration paid	642.47	5,816.70
Balance outstanding at the year end	382.07	1,110.20

**23** The Company has not entered into any non-cancellable lease. Hence reporting as per Accounting Standard - 19 "Leases" does not arise.

**24 Micro and Small Enterprises**

There are no dues to Micro and Small Enterprises at the end of the year and the previous year payable beyond the appointed date. Hence there is no interest due.

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of the information collected by the Management.



**VAYAM RESEARCH SOLUTIONS LIMITED**

Notes on Financial Statements for the year ended March 31, 2023

**25 Ratios**

The Ratios for the years ended March 31, 2022 and March 31, 2021 are as follows:

Particulars	Numerator	Denominator	As at March 31, 2023	As at March 31, 2022	Variance %
Current ratio	Current assets	Current liabilities	0.65	1.17	(44.31)
Debt – Equity ratio	Total Liability	Shareholder's equity	3.50	2.95	(18.78)
Debt service coverage ratio	(Revenue–Operation Expenses excl depreciation and amortisation)	Current Debt - Say EMI's due next in 12 months	(0.58)	0.31	(287.52)
Return on Equity (ROE)	Net profits after taxes Less Preference Dividend	Average shareholder's equity	-0.745	0.009	8,630.64
Trade Receivables turnover ratio	Total Turnover	Average trade receivables	4.95	0.78	532.44
Trade payables turnover ratio	Purchases, services and other expenses	Average trade payables	1.33	0.29	366.23
Net capital turnover ratio	Net Sales	Average Working Capital	(0.42)	0.46	(191.41)
Net profit ratio	Net profit after tax	Revenue	-560.95%	21.52%	2,707.03
Return on Capital Employed (ROCE)	Earning before interest and taxes	Capital employed = Networth + Debt + DTL	-11.12%	1.02%	(1,190.80)

26 Previous year figures have been regrouped / reclassified wherever necessary, to conform to current year's presentation. The amounts have rounded off to the nearest hundred.

As per our report of even date

**For Italia & Associates LLP**  
Chartered Accountants  
FRN:003793S/S200089

*Percy Hemi Italia*  
**Percy Hemi Italia**  
Partner  
M.No. 015196

Place: Hyderabad  
Date : 10/08/2023



For and on behalf of the Board of Directors  
**VAYAM RESEARCH SOLUTIONS LIMITED**

*M. Dopesh Raja*

**M. Dopesh Raja**  
Managing Director  
DIN.NO.01176660

Place: Hyderabad  
Date : 10/08/2023



*Chintapatla Shravan*  
**Chintapatla Shravan**  
Director  
DIN.NO.02698825

Place: Hyderabad  
Date : 10/08/2023