

APOLLO RAJSHREE HOSPITALS PRIVATE LIMITED
Balance sheet as at 31 March 2017

		Amount in Rs.		
	Note	31 March 2017	31 March 2016	1 April 2015
ASSETS				
Non-current assets				
Property, plant and equipment	1	38,50,99,632	39,41,65,612	39,05,51,585
Capital work-in-progress		2,42,12,789	1,25,71,449	19,03,433
Other intangible assets	2	2,27,402	3,68,039	57,944
Financial assets				
- Others	3	28,39,903	27,39,356	26,23,337
Current assets				
Inventories	4	72,14,381	79,24,193	79,43,936
Financial assets				
- Trade receivables	5	3,16,39,441	2,54,70,931	2,35,40,937
- Cash and cash equivalents	6	54,31,399	55,78,255	2,46,88,219
- Bank balances other than above	7	46,52,613	41,48,900	56,27,014
- Loans	8	5,29,324	1,91,828	-
Current tax assets(net)		96,14,418	1,41,58,243	89,47,897
Other current assets	9	93,59,615	53,84,642	15,81,381
Non-current assets classified as held for sale				
Total (ASSETS)		48,08,20,917	47,27,01,448	46,74,65,683
EQUITY AND LIABILITIES				
Equity				
Equity Share capital	10	19,68,69,430	19,68,69,430	19,68,69,430
Other equity	11	(12,42,98,371)	(6,31,47,003)	2,09,95,633
Liabilities				
Non-current liabilities				
Financial liabilities				
- Long term borrowings	12	18,87,05,923	16,55,69,777	14,60,13,339
Provisions	13	21,08,486	22,39,439	20,06,760
Deferred tax liabilities (Net)	13a	2,36,62,040	1,98,84,967	1,41,41,187
Current liabilities				
Financial liabilities				
- Short term borrowings	12	5,94,66,755	3,69,35,631	1,03,03,938
- Trade payables	14	11,57,71,042	9,18,87,917	6,02,08,568
Other current liabilities	15	1,79,13,706	2,06,05,945	1,58,93,526
Provisions	13	6,21,906	18,55,345	10,33,302
TOTAL (LIABILITIES & EQUITY)		48,08,20,917	47,27,01,448	46,74,65,683

See accompanying notes to the financial statements

As per our report annexed

For S. Viswanathan LLP

Chartered Accountants

Firm Registration No.: 0047705/S200025

Thiruman
 VC Krishnan
 Partner

(Membership No: 022167)
 17, Bishop Wallers Avenue West
 Mylapore, Chennai - 600 004
 Place : Chennai
 Date : 13th May 2017



Gunjan Shrimal
 Gunjan Shrimal
 Chief Financial Officer

Surbhi Jain
 Surbhi Jain
 Company Secretary

Dr. Hari Prasad Kovelamudi
 Dr. Hari Prasad Kovelamudi
 Nominee Director

Dr. Ashok Bajpai
 Dr. Ashok Bajpai
 Whole Time Director

APOLLO RAJSHREE HOSPITALS PRIVATE LIMITED
Statement of Profit and Loss for the year ended 31st March 2017

Particulars	Note no.	Amount in Rs.	
		For the year ended 31 March 2017	For the year ended 31 March 2016
Revenue from operations	16	35,24,67,152	31,97,04,094
Other income	17	25,67,285	13,03,912
Total Income		35,50,34,437	32,10,08,006
Expenses			
Cost of materials consumed	18	7,62,87,459	6,29,70,542
Employee benefit expense	19	8,59,25,328	7,67,59,185
Finance cost	20	2,19,46,952	1,75,51,887
Depreciation and amortisation expense	21	2,57,17,855	2,40,21,872
Other expense	22	20,21,43,779	21,80,73,014
Total expenses		41,20,21,373	39,93,76,500
Profit/ (loss) before exceptional items and tax		(5,69,86,936)	(7,83,68,494)
Exceptional items			
Profit/ (loss) before tax from continuing operations		(5,69,86,936)	(7,83,68,494)
Tax expense			
Current Tax			
Deferred Tax		37,77,073	57,43,780
Profit/ (loss) for the period from continuing operations		(6,07,64,009)	(8,41,12,274)
Profit/ (loss) from discontinued operations		-	-
Tax expense of discontinued operations		-	-
Profit/ (loss) from discounting operations (after tax)		-	-
Profit/ (loss) for the period		(6,07,64,009)	(8,41,12,274)
Other comprehensive income			
(i). Items that will be reclassified to Profit or Loss			
(ii). Items that will not be reclassified to Profit or Loss			
(a). Remeasurements of gains or losses on Defined benefit plans		(3,87,359)	(46,554)
Total comprehensive income for the period (Profit/ loss + other comprehensive income)		(6,11,51,368)	(8,41,58,828)
Earnings per equity share (for continuing operations)			
a) Basic		(3.09)	(4.27)
b) Diluted		(3.09)	(4.27)
Earnings per equity share (for discontinued operations)			
a) Basic			
b) Diluted			
Earnings per equity share (for discontinued & continuing operations)			
a) Basic		(3.09)	(4.27)
b) Diluted		(3.09)	(4.27)

See accompanying notes to the financial statements

As per our report annexed

For S. Viswanathan LLP
Chartered Accountants
FRN: 004770S/S200025

V C Krishnan
Partner

(Membership No: 022167)
17, Bishop Wallers Avenue West
Mylapore, Chennai - 600 004
Place : Chennai
Date : 13th May 2017



Gunjan Shrimal
Chief Financial Officer

Surbhi Jain
Company Secretary

For and on behalf of Board of Directors

Dr. Han Prasad Kovelamudi
Noninee Director

Dr. Ashok Bajpai
Whole Time Director

APOLLO RAJSHREE HOSPITALS PRIVATE LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2017

Amount in Rs.

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before taxation & extraordinary items	(5,73,74,295)	(7,84,15,048)
Adjustment for:		
Depreciation	2,57,17,855	2,40,21,872
Interest paid	2,19,46,952	1,75,51,887
Interest received	(22,49,579)	(12,55,795)
Baddebts written off	17,26,086	7,21,671
Profit/Loss on sale of assets	9,213	1,10,088
Operating Profit before working capital changes	(1,02,23,768)	(3,72,65,325)
Adjustment for:		
Trade Receivables	(78,94,596)	(1,07,32,062)
Provisions	(13,64,392)	10,70,913
Inventories	7,09,812	19,743
Trade Payables	2,38,83,125	4,44,72,165.93
Change in Other current asset	2,31,356	(93,21,454)
Change in Other current Liabilities	(26,92,239)	
Cash generated from operations	1,28,73,066	2,55,09,306
Net cash from Operating activities (A)	26,49,298	(1,17,56,019)
CASH FLOW FROM INVESTING ACTIVITIES		
Interest Income	22,49,579	12,55,795
Investment in security deposit	(1,00,547)	-
Purchase of fixed assets including Capital WIP	(2,81,91,791)	(3,90,89,096)
Sale Of Fixed Assets	30,000	3,65,000
Net cash from investing activities (B)	(2,60,12,759)	(3,74,68,301)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long term Borrowings	2,31,36,146	1,95,56,438
Interest expense	(2,19,46,952)	(1,75,51,887)
Net cash From financing activities (C)	11,89,194	20,04,551
Net increase/(decrease) in cash & cash equivalent(A+B+C)	(2,21,74,267)	(4,72,19,769)
Cash and cash equivalent (opening)	(2,72,08,476)	2,00,11,295
Cash and cash equivalent (closing)	(4,93,82,743)	(2,72,08,474)
Net increase/(decrease) in Cash and Cash equivalent	(2,21,74,267)	(4,72,19,769)

As per our report annexed

For and on behalf of Board of Directors

For S. Viswanathan LLP
Chartered Accountants

FRN: 004770S/S200025

V C Krishnan

Partner

(Membership No: 022167)

17, Bishop Wallers Avenue West

Mylapore, Chennai - 600 004

Place : Chennai

Date : 13th May 2017


Gunjan Shimal
Chief Financial Officer


Dr. Hari Prasad
Kovelamudi
Nominee Director


Surbhi Jain
Company Secretary


Dr. Ashok Bajpai
Whole Time Director



APOLLO RAJSHREE HOSPITALS PRIVATE LIMITED
STATEMENT OF CHANGES IN EQUITY

A. Equity Share Capital

	Amount in Rs.
Equity shares of Rs. 10 each issued, subscribed and fully paid	Amount
At 1 April 2015	19,68,69,430
(19686943 shares of Rs.10 each)	
Changes during the year	-
At 31 March 2016	19,68,69,430
(19686943 shares of Rs.10 each)	
Changes during the year	-
At 31 March 2017	19,68,69,430
(19686943 shares of Rs.10 each)	-

B. Other Equity

FY 2016-17	Reserves and Surplus		Total
Particulars	Securities Premium Reserve	Retained Earnings	
Balance as at 1st April 2016	36,78,60,573	(43,10,07,576)	(6,31,47,003)
Changes in accounting policy or prior period errors	-	-	-
Restated balance as at 1st April 2016	36,78,60,573	(43,10,07,576)	(6,31,47,003)
Profit for the year	-	(6,07,64,009)	(6,07,64,009)
Other Comprehensive income	-	(3,87,359)	(3,87,359)
Total comprehensive income for the year	-	(49,21,58,944)	(49,21,58,944)
Transfer to retained earnings	-	-	-
Balance as at 31st March 2017	36,78,60,573	(49,21,58,944)	(12,42,98,371)

FY 2015-16	Reserves and Surplus		Total
Particulars	Securities Premium Reserve	Retained Earnings	
Balance as at 1st April 2015	36,78,60,573	(34,68,48,749)	2,10,11,824
Changes in accounting policy or prior period errors	-	-	-
Restated balance as at 1st April 2015	36,78,60,573	(34,68,48,749)	2,10,11,824
Profit for the year	-	(8,41,12,274)	(8,41,12,274)
Other Comprehensive income	-	(46,554)	(46,554)
Total comprehensive income for the year	-	(43,10,07,576)	(43,10,07,576)
Transfer to retained earnings	-	-	-
Balance as at 31st March 2016	36,78,60,573	(43,10,07,576)	(6,31,47,003)



Notes Forming Part of Accounts

Apollo Rajshree Hospitals Private Limited STANDALONE FINANCIAL STATEMENTS

Note-1 Corporate Information & Significant Accounting Policies

A. Corporate Information

The stand-alone financial statements of "Apollo Rajshree Hospitals Private Limited" are for the year ended 31 March 2017. The Company is a private company domiciled in India and is incorporated under the provisions of the Companies Act applicable in India. The registered office of the Company is located at Vijay Nagar, Indore

The Company is engaged in the business of providing Health care services to the public.

The stand-alone financial statements were approved for issue in accordance with a resolution of the directors on May 13 2017.

B. Significant Accounting Policies

1. BASIS OF PREPARATION

- 1.1. The financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and with Companies (Indian Accounting Standards) (Amendment) Rules, 2016 and comply in all material aspects with the relevant provisions of the Act.

For all periods up to 31st March 2015, the financial statements were prepared under historical cost convention 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. These financial statements for the year ended 31 March 2017 are the first the Company has prepared in accordance with Ind AS.

The stand-alone financial statements have been prepared on a historical cost basis

2. FIXED ASSETS

2.1. Property, plant and equipment

- 2.1.1. The cost of an item of property, plant and equipment (PPE) is recognized as an asset if, and only if:

- (i) it is probable that future economic benefits associated with the item will flow to the entity; and
- (ii) the cost of the item can be measured reliably.

- 2.1.2. Property, plant and equipment are stated at acquisition cost less accumulated depreciation / amortization and cumulative impairment.



Notes Forming Part of Accounts

Apollo Rajshree Hospitals Private Limited STANDALONE FINANCIAL STATEMENTS

- 2.1.3. Technical know-how / license fee relating to plants/facilities are capitalised as part of cost of the underlying asset.
- 2.1.4. The Surgical Instruments of the company are classified as a part of PPE. Major spare parts are capitalized when they meet the definition of PPE, i.e., when the Company intends to use these during more than a period of 12 months.
- 2.1.5. The acquisition of property, plant and equipment, directly increasing the future economic benefits of any particular existing item of property, plant and equipment, which are necessary for the Company to obtain the future economic benefits from its other assets, are recognized as assets.
- 2.1.6. On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at 1 April 2015 measured as per the previous GAAP and use that carrying value as the deemed cost of the capital work in progress and property, plant and equipment.
- 2.2. **Capitalisation of Construction period expenses:**
- 2.2.1. Revenue expenses exclusively attributable to projects incurred during construction period are capitalized.
- 2.3. **Intangible assets**
- 2.3.1. Computer software/licenses other than as mentioned above are capitalised as Intangible Asset and amortised over a period of three years beginning from the date such software is capitalised.
- 2.3.2. Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses.
- 2.3.3. On transition to Ind AS, the Company has elected to continue with the carrying value of all of its intangible assets recognized as at 1 April 2015 measured as per the previous GAAP and use that carrying value as the deemed cost of intangible assets.
- 2.4. **Depreciation / Amortisation**
- 2.4.1. Cost of Property, Plant and Equipment (net of residual value) is depreciated on a straight-line basis over the useful lives of the assets prescribed in Schedule II of the Companies Act, 2013.
- 2.4.2. Depreciation / Amortisation is charged pro-rata on assets, from capitalization / sale, disposal / or dismantled during the year. Assets, costing up to ` 5,000/- per item are depreciated fully in the year of capitalization.
- 2.4.3. Residual value is generally considered 5 % of cost of assets.



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Apollo Rajshree Hospitals Private Limited STANDALONE FINANCIAL STATEMENTS

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

- 2.4.4. Gains or losses arising from derecognition of Property, Plant and Equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit or loss when the asset is derecognized.
- 2.4.5. On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognized as at 1st April 2015 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

3. IMPAIRMENT OF NON-FINANCIAL ASSETS

Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets.

Impairment loss is recognized when the carrying amount of an asset exceeds recoverable amount.

4. Borrowing costs

- 4.1. Borrowing costs that are attributable to the acquisition and construction of the qualifying asset are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

5. Prior Period Expenses, Changes in Accounting Estimates and Errors

- 5.1. According to IND AS 8

Prior period errors are omissions from, and misstatements in, the entity's financial statements for one or more prior periods arising from a failure to use, or misuse of, reliable information that:

- (i) was available when financial statements for those periods were approved for issue; and
- (ii) could reasonably be expected to have been obtained and taken into account in the preparation and presentation of those financial statements.

A change in accounting estimate is an adjustment of the carrying amount of an asset or a liability, or the amount of the periodic consumption of an asset, that results from the assessment of the present status of, and expected future benefits and obligations associated



Notes Forming Part of Accounts

Apollo Rajshree Hospitals Private Limited STANDALONE FINANCIAL STATEMENTS

with, assets and liabilities. Changes in accounting estimates result from new information or new developments and, accordingly, are not corrections of errors.

- 5.2 During the year the company had not recognised any prior period expenses and no change took place in accounting estimates of assets or liabilities

6. Inventories

- 5.1 Stock of provisions, stores (including lab materials and other consumables), stationeries and housekeeping items are stated at cost. The net realisable value is not applicable in the absence of any further modification/alteration before being consumed in-house only. Cost of these inventories comprises of all costs of purchase and other costs incurred in bringing the inventories to their present location, after adjusting for VAT wherever applicable applying FIFO method.

- 5.2 Imported inventories are accounted for at the applicable exchange rates prevailing on the date of the transactions.

6 Provisions, contingent liabilities and commitments

6.1 Provisions:

- 6.1.1 Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

6.2 Contingent Liabilities and Contingent Assets:

Contingent liabilities are not provided for unless a reliable estimate of probable outflow to the company exists as at the balance sheet date. Contingent assets are neither recognised nor disclosed in the financial statements.

7 REVENUE RECOGNITION

- 7.1 Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is received. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.
- 7.2 The specific recognition criteria described below must also be met before revenue is recognised:



Notes Forming Part of Accounts

Apollo Rajshree Hospitals Private Limited STANDALONE FINANCIAL STATEMENTS

(i) Sale of Services:

Income from Healthcare Services is recognised on completed service contract method. The hospital collections of the Company are net of discounts, Payment to doctors and Medicine supplied. Revenue also includes the value of services rendered pending final billing in respect of in-patients undergoing treatment as on 31st March 2017.

(ii) Interest income:

Interest income is recognised on a time proportion basis taking into account the principle amount outstanding and the rate applicable

(iii) Dividends:

Dividend income is recognized when the Company's right to receive dividend is established.

8 TAXES ON INCOME

8.1 Current income tax

Provision for current tax is made as per the provisions of the Income Tax Act, 1961.

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

8.2 Deferred tax

Deferred tax is recognised using the Balance Sheet method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

8.2.1 Deferred tax liabilities are recognised for all taxable temporary differences

8.2.2 Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

8.2.3 Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity).



Notes Forming Part of Accounts

Apollo Rajshree Hospitals Private Limited STANDALONE FINANCIAL STATEMENTS

- 8.2.4 Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

9 EMPLOYEE BENEFITS

9.1 Short Term Benefits:

Short Term Employee Benefits are accounted for in the period during which the services have been rendered.

9.2 Post-Employment Benefits and Other Long-Term Employee Benefits:

- 9.2.1 The Company's contribution to the Provident Fund is remitted to the Provident Fund Organisation as per the applicable rates

- 9.2.2 The Company makes annual contribution to the Employees' Group Gratuity Cash Accumulation Plan-cum-Life Assurance Scheme of Life Insurance Corporation of India, for funding defined benefit plan for qualifying employees and recognised as an expense. The Scheme provides for lump sum payment to vested employees at retirement, death while in employment, or on termination of employment of an amount equivalent to 15 days salary payable for each completed year of service, or part thereof in excess of six months. Vesting occurs upon completion of five years of service. The Company complies with the norms of IND AS 19.

- 9.2.3 The Company pays leave encashment Benefits to employees as and when claimed, subject to the policies of the Company. The Company complies with the norms of IND AS 19.

9.3 Termination Benefits:

Payments made under Voluntary Retirement Scheme are charged to Statement of Profit and Loss on incurrence.

9.4 Remeasurements of Post-Employment defined benefit plans:

Remeasurements, comprising of actuarial gains and losses, the effect of the changes in asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Remeasurements are not reclassified to profit or loss in subsequent periods.

Past service costs are recognised in profit or loss on the earlier of:

- (i) the date of the plan amendment or curtailment, and
- (ii) the date that the Company recognises related restructuring costs



Notes Forming Part of Accounts

Apollo Rajshree Hospitals Private Limited STANDALONE FINANCIAL STATEMENTS

The Company recognises the following changes in the net defined benefit obligation as an expense in the statement of profit and loss:

- Service costs comprising current service costs, past-service costs, gains and losses on curtailments and non-routine settlements; and
- Net interest expense or income

10 CURRENT VERSUS NON-CURRENT CLASSIFICATION

10.1 The Company presents assets and liabilities in the balance sheet based on current/ non-current classification.

10.2 An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

10.3 All other assets are classified as non-current.

10.4 A liability is current when:

- It is expected to be settled in normal operating cycle
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

10.5 The Company classifies all other liabilities as non-current.

10.6 Deferred tax assets and liabilities are classified as non-current assets and liabilities.

10.7 The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

11 FINANCIAL INSTRUMENTS

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

11.1 Financial assets:

Trade receivables, security deposits and the advances given are measured at their transaction value on their initial recognition



Notes Forming Part of Accounts

Apollo Rajshree Hospitals Private Limited STANDALONE FINANCIAL STATEMENTS

11.2 Financial liabilities:

Initial recognition and measurement:

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables and loans

Loans and borrowings:

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

This category generally applies to borrowings.

12 **Bad Debts Policy**

The Board of Directors approves the Bad Debt Policy, on the recommendation of the Audit Committee, after the review of debtors every year. The standard policy for write off of bad debts is as given below subject to management inputs on the collectability of the same,

Period	% of write off
0-1 years	0%
1-2 years	5%
2-3 years	7.5%
Over 3 years	15%



Notes Forming Part of Accounts

Apollo Rajshree Hospitals Private Limited STANDALONE FINANCIAL STATEMENTS

13 Cash and cash equivalent

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

14. Effects of Changes in Foreign Exchange Rates

As per IND AS 21

14.1 The company hasn't recognised any amount of exchange differences in profit or loss except for those arising on financial instruments measured at fair value through profit or loss in accordance with IND AS 109; and

14.2 The company hasn't recognised net exchange differences in other comprehensive income and accumulated in a separate component of equity, and a reconciliation of the amount of such exchange differences at the beginning and end of the period.

15. Earnings per Share.

15.1 Basic Earnings Per Share:

Basic earnings per share is calculate by dividing:

- The profit or loss from the continuing operations attributable to the parent entity
- By the weighted average number of equity shares outstanding during the financial year

15.2 Diluted Earnings Per Share:

Diluted earnings per share is calculate by dividing:

- The profit or loss from the continuing operations attributable to the parent entity
- By the weighted average number of equity shares outstanding during the financial year assuming the conversion of all dilutive potential equity shares

16 Explanation of Transition to IND AS:

The transition as at April 1, 2015 to Ind AS was carried out from Previous GAAP. The exemptions and exceptions applied by the Company in accordance with Ind AS 101 First-time Adoption of Indian Accounting Standards, the reconciliations of equity and total comprehensive income in accordance with Previous GAAP to Ind AS are explained below.

Exemptions availed from Application of IND AS:

Deemed Cost:

The company has elected to measure the items of property, plant and equipment at the date of transition to Ind ASs at its fair value and use that fair value as its deemed cost at that date



Notes Forming Part of Accounts

Apollo Rajshree Hospitals Private Limited STANDALONE FINANCIAL STATEMENTS

Reconciliation between GAAP and IND AS

Reconciliation of Profit as per IND AS for the FY 2015-16

Particulars	2015-16
Net Profit as per previous GAAP (Indian GAAP)	(8,38,69,165)
Add:	
Re-measurement of post-employment defined benefit plans	46,554
Less:	
Deferred tax adjustments as per IND AS	2,89,663
Net Profit for the period as per Ind AS (A)	(8,41,12,274)
Other Comprehensive Income (net of tax)	
Re-measurement of Defined Benefit Plans	(46,554)
Other Comprehensive Income for the period under Ind AS (B)	(46,554)
Total Comprehensive Income for the period under Ind AS C = (A+B)	(8,41,58,828)

Reconciliation of Equity adjustments as per IND AS

Particulars	As at 01 April 2015	As at 31 March 2016
Equity as per previous GAAP (Indian GAAP)		
(a)Securities Premium	36,78,60,573	36,78,60,573
(b)General Reserve	(34,68,98,785)	(43,07,48,760)
Add:		
Adjustment to Opening reserves(deferred tax liability restatement IND AS -12)	30,846	30,846
Less:		
Adjustments due to deferred tax restatement as per IND AS - 12	-	2,89,662
Equity as per ind AS	2,09,92,634	(6,31,47,003)

Reconciliation of Cash and Cash Equivalents in Cash flow statement

Particulars	2015-16	
	Opening	Closing
Cash and Cash Equivalents as per IGAAP	3,03,15,233	97,27,156
Reclassification of Bank overdraft as per IND AS	(1,03,03,938)	(3,69,35,631)
Cash and Cash Equivalents as per IND AS	2,00,11,295	(2,72,08,475)



Notes Forming Part of Accounts

Apollo Rajshree Hospitals Private Limited STANDALONE FINANCIAL STATEMENTS

Notes to Reconciliation between Previous GAAP and IND AS

a. Tax Adjustments:

Tax adjustments include deferred tax impact on account of differences between Previous GAAP and Ind AS. These adjustments have resulted in an increase in equity under Ind AS by Rs. 30,846 as at April 1, 2015 and a decrease in the equity under IND AS by Rs.2,89,663 as at 31st March, 2016 and decrease in net profit by Rs.2,89,663 for the year ended March 31, 2016.

b. Employee Benefits:

Under previous GAAP, actuarial gains and losses were recognised in the statement of profit and loss. Under Ind AS, the actuarial gains and losses form part of re-measurement of net defined benefit liability / asset which is recognised in other comprehensive income in the respective periods. This difference has resulted in increase in net profit of Rs. 46,554 for the year ended March 31, 2016. However, the same does not result in difference in equity.



APOLLO RAJSHREE HOSPITALS PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
Note 1 : Plant Property and Equipment

Amount in Rs.

FY 2016-17

Fixed Assets	Gross Block			Accumulated Depreciation				Net Block		
	Balance as at April 1, 2016	Additions	Deletions	Balance as at Mar 31st, 2017	Balance as at April 1, 2016	Depreciation charge for the year	On disposals	Balance as at Mar 31st, 2017	Balance as at March 31, 2017	Balance as at April 1, 2016
Tangible Assets										
Land	7,25,71,900	-	-	7,25,71,900	-	-	-	-	7,25,71,900	7,25,71,900
Buildings	10,09,93,019	13,69,930	-	10,23,62,949	1,94,71,492	13,99,492	-	2,08,70,984	8,14,91,965	8,15,21,527
Plant and Equipment										
Medical Equipment & Surgical Instruments	17,43,43,372	94,97,684	-	18,38,41,056	2,14,82,259	1,28,64,311	-	3,43,46,570	14,94,94,486	15,28,61,113
Air Conditioning Plant & Air Conditioners	11,20,74,350	14,79,491	99,795	11,34,54,046	5,84,32,236	48,44,312	60,582	6,32,15,966	5,02,38,080	5,36,42,114
Furniture and Fixtures	1,68,11,761	29,51,677	-	1,97,63,438	48,59,310	19,22,310	-	67,81,620	1,29,81,818	1,19,52,451
Vehicles	14,54,731	-	-	14,54,731	9,42,471	1,79,549	-	11,22,020	3,32,711	5,12,260
Office equipment	-	56,900	-	56,900	-	-	-	501	56,399	-
Others	-	-	-	-	-	-	-	-	-	-
Electrical Installations & Generators	3,34,63,942	7,65,904	-	3,42,29,846	1,36,47,930	37,17,914	-	1,73,65,844	1,68,64,002	1,98,16,012
Computer	46,76,465	4,78,865	-	51,05,330	33,88,230	6,48,829	-	40,37,059	10,68,271	12,88,235
Total	51,63,89,540	1,65,50,451	99,795	53,28,40,196	12,22,23,928	2,55,77,218	60,582	14,77,40,564	38,50,99,632	39,41,65,612

FY 2015-16

Fixed Assets	Gross Block			Accumulated Depreciation				Net Block		
	Balance as at April 1, 2015	Additions	Deletions	Balance as at Mar 31st, 2016	Balance as at April 1, 2015	Depreciation charge for the year	On disposals	Balance as at Mar 31st, 2016	Balance as at March 31, 2016	Balance as at April 1, 2015
Tangible Assets										
Land	7,25,71,900	-	-	7,25,71,900	-	-	-	-	7,25,71,900	7,25,71,900
Buildings	9,96,00,044	13,92,975	-	10,09,93,019	1,80,86,229	13,85,263	-	1,94,71,492	8,15,21,527	8,15,13,815
Plant and Equipment										
Medical Equipment & Surgical Instruments	15,43,66,465	1,99,76,907	-	17,43,43,372	96,32,431	1,18,49,828	-	2,14,82,259	15,28,61,113	14,47,34,034
Plant & Air Conditioners	11,26,63,893	5,59,014	11,48,557	11,20,74,350	5,43,26,507	47,79,198	6,73,469	5,84,32,236	5,36,42,114	5,83,37,386
Furniture and Fixtures	1,29,58,284	38,53,477	-	1,68,11,761	32,91,560	15,67,749	-	48,59,310	1,19,52,451	96,66,724
Vehicles	14,54,731	-	-	14,54,731	7,63,126	1,79,345	-	9,42,471	5,12,260	6,91,605
Others	-	-	-	-	-	-	-	-	-	-
Electrical Installations & Generators	3,17,56,816	17,07,126	-	3,34,63,942	1,00,51,182	35,96,748	-	1,36,47,930	1,98,16,012	2,17,05,634
Computer	41,67,765	5,08,700	-	46,76,465	28,37,276	5,50,954	-	33,88,230	12,88,235	13,30,489
Total	48,95,39,898	2,79,98,199	-	51,63,89,540	9,89,88,312	2,39,09,086	6,73,469	12,22,23,928	39,41,65,612	39,05,51,585



APOLLO RAJSHREE HOSPITALS PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
Note : 2 - Other Intangible assets

FY 2016-17

Amount in Rs.

Particulars	Gross Block				Accumulated Depreciation				Net Block	
	Balance as at April 1, 2016	Additions	Deletions	Balance as at Mar 31st, 2017	Balance as at April 1, 2016	Depreciation charge for the year	On disposals	Balance as at Mar 31st, 2017	Balance as at Mar 31st, 2017	Balance as at April 1, 2016
(a) Computer software	10,38,185			10,38,185	6,70,146	1,40,637		8,10,783	2,27,402	3,68,039
Total	10,38,185	-	-	10,38,185	6,70,146	1,40,637	-	8,10,783	2,27,402	3,68,039

FY 2015-16

Particulars	Gross Block				Accumulated Depreciation				Net Block	
	Balance as at April 1, 2015	Additions	Deletions	Balance as at MAR 31st, 2016	Balance as at April 1, 2015	Depreciation charge for the year	On disposals	Balance as at MAR 31st, 2016	Balance as at MAR 31st, 2016	Balance as at April 1, 2015
(a) Computer software	6,15,304	4,22,881		10,38,185	5,57,360	1,12,786		6,70,146	3,68,039	57,944
Total	6,15,304	4,22,881	-	10,38,185	5,57,360	1,12,786	-	6,70,146	3,68,039	57,944



APOLLO RAJSHREE HOSPITALS PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note : 3 - Other Financial Assets

Amount in Rs.

Particulars	Non Current		
	31 March 2017	31 March 2016	1 April 2015
Security Deposits			
(i) security deposits (Unsecured, considered good)	28,39,903	27,39,356	26,23,337
(ii) advances to related properties			
Total	28,39,903	27,39,356	26,23,337

Note : 4 - Inventories

Amount in Rs.

Particulars	31 March 2017	31 March 2016	1 April 2015
In hand			
Stores and spares;	50,41,843	49,09,073	59,38,885
Others (specify nature).			
(i) Lab materials	6,78,975	7,40,420	4,18,587
(ii) Other consumables	14,93,563	22,74,700	15,86,464
In transit			
Total	72,14,381	79,24,193	79,43,936

Note : 5 - Trade receivables

Amount in Rs.

Particulars	Non Current		
	31 March 2017	31 March 2016	1 April 2015
Receivables			
(a) Secured, considered good	-	-	-
(b) Unsecured, considered good	3,15,72,917	2,85,54,253	3,23,48,851
Receivables from related parties			
(a) Secured, considered good	-	-	-
(b) Unsecured, considered good	66,524	66,524	-
(c) Doubtful	-	-	-
Less: Allowance for doubtful debts	-	31,49,846	88,07,914
Total	3,16,39,441	2,54,70,931	2,35,40,937

Note : 6 - Cash And Cash Equivalents

Amount in Rs.

Particulars	31 March 2017	31 March 2016	1 April 2015
Balances with Banks			
(i) Current account balances	44,03,948	45,79,868	34,99,329
(ii) Fixed deposit with banks	3,91,375	-	2,03,99,264
Cash on hand	6,36,076	9,98,387	7,89,626
Total	54,31,399	55,78,255	2,46,88,219



APOLLO RAJSHREE HOSPITALS PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note : 7 - Bank balances other than above

Amount in Rs.

Particulars	31 March 2017	31 March 2016	1 April 2015
Balances with banks to the extent held as margin money or security against the borrowings, guarantees	46,52,613	41,48,900	56,27,014
Repatriation restrictions in respect of cash and bank balances			
Total	46,52,613	41,48,900	56,27,014

Note : 8 - Loans

Amount in Rs.

Particulars	31 March 2017	31 March 2016	1 April 2015
Loans to Employees			
(a) Secured, considered good	5,29,324	1,91,828	-
(b) Unsecured, considered good	-	-	-
(c) Doubtful	-	-	-
less: Bad and Doubtful loans	-	-	-
Total	5,29,324	1,91,828	-

Note : 9 - Other Current assets

Amount in Rs.

Particulars	31 March 2017	31 March 2016	1 April 2015
Advances to Suppliers	61,93,096	35,87,643	9,29,018
Advances to doctors	80,665	1,67,976	-
Interest Accrued	17,286	-	37,764
Prepaid Expenses	30,68,568	16,29,023	6,14,599
Total	93,59,615	53,84,642	15,81,381



APOLLO RAJSHREE HOSPITALS PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note – 10 : EQUITY SHARE CAPITAL

Amount in Rs.

Particulars	31 March 2017	31 March 2016	1 April 2015
Authorized:			
200,00,000 (2015-16: 200,00,000) Equity Shares of Rs. 10/-	20,00,00,000	20,00,00,000	20,00,00,000
	20,00,00,000	20,00,00,000	20,00,00,000
Issued :			
1,96,86,943 (2014-15: 1,96,86,943) Equity Shares of Rs. 10/- each	19,68,69,430	19,68,69,430	19,68,69,430
	19,68,69,430	19,68,69,430	19,68,69,430
Subscribed, Called-up and Paid-up :			
1,96,86,943 (2014-15: 1,96,86,943) Equity Shares of Rs. 10/- each	19,68,69,430	19,68,69,430	19,68,69,430
Total Paid up Equity share Capital	19,68,69,430	19,68,69,430	19,68,69,430

Reconciliation of the number of shares

Particulars	31 March 2017		31 March 2016	
	Equity Shares		Equity Shares	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	1,96,86,943	19,68,69,430	1,96,86,943	19,68,69,430
Shares issued from CCPS to Equity Shares	-	-	-	-
Shares issued during the year	-	-	-	-
Shares outstanding at the end of the year	1,96,86,943	19,68,69,430	1,96,86,943	19,68,69,430

Rights, preferences and restrictions attached to shares

Equity Shares: The company has one class of equity shares having a par value of `10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company in proportion to their shareholding.

Shareholders holding more than 5% of Share Capital

Name of Shareholder	31 March 2017		31 March 2016	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Dr Devendra Bhargava	2012395	10.22%	2012395	10.22%
Ratnakar Tripathi	1199902	6.09%	1088777	5.53%
Yogendra Bhargava	1794357	9.11%	1679657	8.53%
Rajshree Engineering Private Limited	1788169	9.08%	1608169	8.17%
Apollo Hospitals Enterprise Limited	10754375	54.63%	11274901	57.27%



APOLLO RAJSHREE HOSPITALS PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note : 11 - Other Equity

Amount in Rs.

Particulars	31 March 2017	31 March 2016	1 April 2015
Securities Premium Account :			
As per last Account	36,78,60,573	36,78,60,573	36,78,60,573
Add/Less: Movement during the Year	-	-	-
Balance carried forward to next Year	36,78,60,573	36,78,60,573	36,78,60,573
Balance of General Reserve			
Balance Bought Forward from Last Year's Account (General Reserve)	(43,10,07,576)	(34,68,64,940)	(34,68,95,785)
Add: Provision not required	-	16,191	-
Add: Profit for the Year	(6,11,51,368)	(8,41,58,828)	
Adjustments to opening reserve due to IND AS	-	-	30,846
Less: Appropriations	-	-	-
Balance carried forward to next Year (General Reserve)	(49,21,58,944)	(43,10,07,576)	(34,68,64,940)
Total	(12,42,98,371)	(6,31,47,003)	2,09,95,633

Note : 12 - Borrowings(Non Current)

Amount in Rs.

Particulars	Non Current		
	31 March 2017	31 March 2016	01 April 2015
(a) Term loans			
(i) From Banks			
In Indian Rupees			
Secured	17,87,05,923	15,55,69,777	13,60,13,339
Unsecured	-	-	-
(b) Deposits			
Secured	-	-	-
Unsecured			
(i) Other long term deposit(for pharmacy)	1,00,00,000	1,00,00,000	1,00,00,000
Total	18,87,05,923	16,55,69,777	14,60,13,339

Note : 12 - Borrowings (Current)

Amount in Rs.

Particulars	Current		
	31 March 2017	31 March 2016	01 April 2015
Loans repayable on demand(from Axis bank)			
secured	5,94,66,755	3,69,35,631	1,03,03,938
unsecured			
Total	5,94,66,755	3,69,35,631	1,03,03,938

Note : 13 - Provisions(Non Current)

Amount in Rs.

Particulars	Non Current		
	31 March 2017	31 March 2016	1 April 2015
Provision for employee benefits			
Provision for leave encashment	21,08,486	22,39,439	20,06,760
Gratuity			
Others			
(a) Taxation			
Total	21,08,486	22,39,439	20,06,760

Note : 13 - Provisions(Current)

Amount in Rs.

Particulars	Current		
	31 March 2017	31 March 2016	1 April 2015
Provision for employee benefits			
Gratuity	6,21,906	18,55,345	10,17,111
Others			
Taxation	-	-	16,191
Total	6,21,906	18,55,345	10,33,302



APOLLO RAJSHREE HOSPITALS PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note : 13a - Deferred Tax Liability

FY 2016-17

Amount in Rs.

Particulars	As at April 1st, 2016	Current year Charge	As at March 31st, 2017
Deferred Tax Liability	1,98,84,967	37,77,073	2,36,62,040
Total	1,98,84,967	37,77,073	2,36,62,040

FY 2015-16

Particulars	As at April 1st, 2015	Current year Charge	As at March 31st, 2016
Deferred Tax Liability	1,41,41,187	57,43,780	1,98,84,967
Total	1,41,41,187	57,43,780	1,98,84,967

Significant components of Deferred tax Liabilities as at March 31, 2017 is as follows:

Particulars	As at April 1st, 2016	Recognised through Profit and Loss	Recognised in OCI	As at March 31st, 2017
Plant Property and Equipment	2,00,35,706	43,23,463		2,43,59,169
Provisions (Leave Encashment)	(1,50,739)	(5,46,390)		(6,97,129)
Total	19884966.82	3777073.01	0.00	23662039.83

Significant components of Deferred tax Liabilities as at March 31, 2016 are as follows:

Particulars	As at April 1st, 2015	Recognised through Profit and Loss	Recognised in OCI	As at March 31st, 2016
Plant Property and Equipment	1,45,92,171	54,43,535		2,00,35,706
Provisions (Leave Encashment)	(4,50,984)	3,00,245		(1,50,739)
Total	14141187.11	5743779.71	0.00	19884966.82

The company has not created any deferred tax assets out of the carry forward losses

Note : 14 - Trade payables

Amount in Rs.

Particulars	Current		
	31 March 2017	31 March 2016	1 April 2015
Trade payables	7,47,77,722	6,49,10,158	3,81,74,340
Trade payables others			
Trade payables to related parties	4,09,93,319	2,69,77,759	2,20,34,227
Total	11,57,71,041	9,18,87,917	6,02,08,567

The trade payable for FY 2016-17 to related parties consists of

Related Party	Amount
Apollo Hospitals Enterprise Ltd - Project	3,69,05,771
Apollo Hospitals Enterprise Chennai	6,32,674
Apollo Hospitals Enterprise Ltd (Hyderabad)	14,09,816
Rajshree Catering Services	20,45,058

Details of Trade Payables are based on the information available with the company. Regarding the status of suppliers as defined under the Micro, Small and Medium Enterprises Development Act, 2006, no amount is due to Micro, Small and Medium Enterprises for the financial year ended 31st March 2015 as per the information furnished by the Management. No interest in terms of Section 16 of Micro, Small and Medium Enterprises Development Act, 2006 as per the information furnished by the Management.



APOLLO RAJSHREE HOSPITALS PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note : 15 - Other current liabilities

Amount in Rs.

Particulars	31 March 2017	31 March 2016	1 April 2015
(A) Deposits			
(i) IP Deposits	40,74,969	18,28,607	32,81,735
(ii) Other Deposits	3,17,831	3,17,831	3,17,831
(B) Others (Specify Nature);			
(i) Tax deducted at source	24,54,313	28,95,633	25,28,990
(iii) Outstanding expenses	55,70,749	1,18,77,706	95,96,430
(iv) PF Payable	6,96,337	7,79,242	
(v) Professional tax payable	1,23,300	2,500	
(vi) Tax Collected at source	10,909		
(vii) Stale Cheques	43,77,798	27,32,676	
(viii) Audit fee	2,87,500	1,71,750	1,68,540
Total	1,79,13,706	2,06,05,945	1,58,93,526

Note : 16 - Revenue From Operations

Amount in Rs.

Particulars	31 March 2017	31 March 2016
Sale of Products(Including Excise Duty)		
Sale of Services	35,24,67,152	31,97,04,094
Other Operating Revenue		
Total Revenue from continuing operations	35,24,67,152	31,97,04,094

Note : 17 - Other Income

Amount in Rs.

Particulars	31 March 2017	31 March 2016
Interest Income	22,49,579	12,55,795
Misc. Income	3,17,706	43,093
Exchange Gain/(Loss)		5,024
Total	25,67,285	13,03,912

Note : 18 - Cost of Materials Consumed

Amount in Rs.

Particulars	31 March 2017	31 March 2016
Stock at the beginning of the year	79,24,193	79,43,936
ADD:Purchases	7,55,77,647	6,29,50,799
Less:Stock at the end of the year	72,14,381	79,24,193
Total cost of materials consumed during the year	7,62,87,459	6,29,70,542

Note : 19 - Employee Benefit Expenses

Amount in Rs.

Particulars	31 March 2017	31 March 2016
Salaries and Wages	7,58,89,345	6,76,60,469
Contribution to Provident and other Funds	48,45,963	40,47,548
Staff Welfare Expenses	12,64,779	8,59,732
Gratuity	10,24,036	9,01,878
Bonus and Incentive	18,58,576	21,96,107
Leave Encashment	10,42,629	10,93,451
Total	8,59,25,328	7,67,59,185



APOLLO RAJSHREE HOSPITALS PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Defined Benefit Plans

Gratuity

5.1.1 The Company makes annual contribution to the Employees' Group Gratuity Cash Accumulation Plan-cum-Life Assurance Scheme of Life Insurance Corporation of India, for funding defined benefit plan for qualifying employees and recognised as an expense. The Scheme provides for lump sum payment to vested employees on retirement, death while in employment, or on termination of employment of an amount equivalent to 15 days salary payable for each completed year of service, or part thereof in excess of six months. Vesting occurs upon completion of five years of service. The Company complies

The following table sets out the details of the defined benefit retirement plans and the amounts recognised in the financial statements:

Amount in Rs.

Particulars	as at 31st March 2017			as at 31st March 2016		
	Gratuity	Earned Leave	Total	Gratuity	Earned Leave	Total
Present Value of Obligation as at the beginning of the year	24,46,522	22,39,439	46,85,961	16,81,932	20,06,760	36,88,692
Interest Cost	1,83,489	1,67,958	3,51,447	1,34,555	1,60,981	2,95,536
Current Service Cost	8,98,718	8,74,671	17,73,389	8,30,002	9,32,470	17,62,472
Benefit Paid	(1,95,905)	(19,63,071)	(21,58,976)	(1,29,042)	(9,70,970)	(11,00,012)
Actuarial (gain) / Loss on obligation	(4,58,551)	7,89,489	3,30,938	(70,925)	1,10,198	39,273
Present Value of Obligation end of the year	28,74,273	21,08,486	49,82,759	24,46,522	22,39,439	46,85,961
Defined benefit obligation liability as at the balance sheet is wholly funded by the company						
Change in plan assets						
Fair Value of Plan Assets beginning of the period	5,91,177	-	5,91,177	6,76,782	-	6,76,782
Adjustment	12,868	-	12,868	-	-	-
Expected return on plan assets	45,303	-	45,303	50,718	-	50,718
Contributions	18,55,345	-	18,55,345	-	-	-
Benefits paid	(1,95,905)	-	(1,95,905)	(1,29,042)	-	(1,29,042)
Actuarial gain / (loss)	(56,421)	-	(56,421)	(7,281)	-	(7,281)
Fair Value of Plan Assets as on 31st March, 2016	22,52,367	-	22,52,367	5,91,177	-	5,91,177
Reconciliation of present value of the obligation and the fair value of the plan assets						
Fair value of the defined benefit	28,74,273	21,08,486	49,82,759	24,46,522	22,39,439	46,85,961
Fair value of plan assets at the end of the year	(22,52,367)	-	(22,52,367)	(5,91,177)	-	(5,91,177)
Liability / (assets)	6,21,906	21,08,486	27,30,392	18,55,345	22,39,439	40,94,784
Unrecognised past service cost	-	-	-	-	-	-
Liability / (assets) recognised in the balance sheet	6,21,906	21,08,486	27,30,392	18,55,345	22,39,439	40,94,784
Gratuity & Leave Encashment cost for the period to be recognised Profit and Loss						
Service Cost	8,98,718	1,67,958	10,66,676	8,30,002	9,32,470	17,62,472
Interest Cost	1,83,489	8,74,671	10,58,160	1,34,555	1,60,981	2,95,536
Expected return on plan assets	(45,303)	-	(45,303)	(50,718)	-	(50,718)
Expenses to be recognised in the statement of profit and loss	10,36,904	10,42,629	20,79,533	9,13,839	10,93,451	20,07,290
Other comprehensive (income)/expenses (Remeasurement)						
Actuarial (gain) / loss - Obligation	(4,58,551)	7,89,489	3,30,938	(70,925)	1,10,198	39,273
Actuarial (gain) / loss - Plan Assets	56,421	-	56,421	7,281	-	7,281
Net gratuity and Leave Encashment cost	(4,02,130)	7,89,489	3,87,359	(63,644)	1,10,198	46,554
Investment details of plan assets						
100% of the plan assets are invested in debt instruments						
Actual return on plan assets	(11,118)	-	(11,118)	43,437	-	43,437



The assumptions used in accounting for the defined benefit plan are set out below:

Particulars	As at 31st March 2017		As at 31st March 2016	
	Gratuity	Earned Leave	Gratuity	Earned Leave
Assumptions				
Discount Rate	7.50%	7.50%	8.00%	8.00%
Rate of Increase in Salaries	5.00%	5.00%	5.00%	5.00%
Mortality pre- retirement	Indian Assured Lives Mortality (2006-08) Ultimate			
Disability	Nil	Nil	Nil	Nil
Attrition	3.00%	3.00%	3.00%	3.00%
Estimated rate of return on plan assets	0.00%	0.00%	0.00%	0.00%
Retirement	60yrs	60yrs	60yrs	60yrs

Sensitivity Analysis: Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate and expected salary increase rate. Effect of change in mortality rate is negligible. Please note that the sensitivity analysis presented below may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumption would occur in isolation of one another as some of the assumptions may be correlated.

If the discount rate increases (decreases) by 1%, the defined benefit obligations would decrease by Rs.2,62,324(increase by Rs.3,22,479) as at March 31st, 2017

If the Salary growth rate increases (decreases) by 1%, the defined benefit obligations would increase by Rs.3,27,506(decrease by Rs.2,70,336) as at March 31st, 2017

Leave Encashment

The company does not have any policy for the leave encashment. The benefits are paid to the eligible employees as and when the resigned / Retired

Defined Contribution Plans

Provident fund

The company contributes to the Employee provident fund organisation at the rates prescribed by the government in a timely manner



APOLLO RAJSHREE HOSPITALS PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note : 20 - Finance Cost

Amount in Rs.

Particulars	31 March 2017	31 March 2016
Interest expense	2,04,50,480	1,62,13,366
Bank Charges	14,96,472	13,38,521
Total	2,19,46,952	1,75,51,887

Note : 21- Depreciation and Amortization Expenses

Amount in Rs.

Particulars	31 March 2017	31 March 2016
Depreciation of Plant, Property and Equipment	2,55,77,218	2,39,09,086
Amortisation of Intangible Assets	1,40,637	1,12,786
Total	2,57,17,855	2,40,21,872

Note : 22 - Other Expenses

Amount in Rs.

Particulars	31 March 2017	31 March 2016
Power and fuel	1,46,59,900	1,41,33,764
Freight and cartage	54,580	-
Housekeeping Expenses	1,04,53,684	92,54,884
Outsourcing Expenses	1,24,98,502	1,16,27,045
OMA Fees	1,58,85,005	1,41,39,862
Rent	29,73,519	35,48,740
Repair and Maintenance	1,56,97,734	78,79,500
Retainership fee	9,83,04,411	10,96,58,513
Interpretation charges	33,25,542	96,52,035
Interest and other penalties	52,549	-
Insurance	2,76,372	2,50,961
Rates and Taxes, Excluding Taxes on Income	19,31,871	28,50,240
Printing & Stationery	29,62,172	27,93,865
Postage & Telegram	3,55,962	1,13,045
Director Sitting Fees	20,000	25,000
Advertisement, Publicity & Marketing	39,83,455	94,90,952
Travelling & Conveyance	24,47,844	31,87,541
Security Charges	40,48,651	39,08,921
Legal & Professional Fees	17,75,357	16,87,828
Hiring Charges	90,579	77,333
Telephone Expenses	15,26,042	16,38,884
Bad Debts Written off	17,26,086	7,21,671
Loss on sale of assets	9,213	1,10,088
Donation	15,000	1,65,000
Director Travelling fees	16,399	81,223
Office expenses & General Administrative expenses	24,61,884	13,61,522
Miscellaneous expenses	17,05,823	24,63,276
Investigation Expenses	28,85,643	72,51,321
Total	20,21,43,779	21,80,73,014



APOLLO RAJSHREE HOSPITALS PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note : 23

Details of Specified Bank Notes (SBN) held and transacted during the period from 8th november, 2016 to 30th December, 2016 as provided in the Table below:-

Amount in Rs.

Particulars	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	6,11,500	12,913	6,24,413
(+) Permitted receipts	8,78,000	1,70,42,190	1,79,20,190
(-) Permitted payments	-	8,54,550	8,54,550
(-) Amount deposited in Banks	14,89,500	1,57,42,150	1,72,31,650
Closing cash in hand as on 30.12.2016	-	4,58,403	4,58,403

Note : 24 - Earnings per Share

Amount in Rs.

Particulars	31 March 2017	31 March 2016
Profit attributable to equity holders	(6,07,64,009)	(8,41,12,274)
Weighted Average number of equity shares used for computing Earning Per Share (Basic & Diluted)	1,96,86,943	1,96,86,943
Earning Per Share (Basic and Diluted) (')	(3.09)	(4.27)
Face value per share (')	10	10

Note: 25 - Related Party Transactions

Amount in Rs.

S.No	Name of related parties	Nature of relationship	Nature of Transaction	31 March 2017	31 March 2016
1	Faber sindoori Management Services Private Limited	Related party of Holding Company	Services received during the year	1,19,70,584	1,09,82,489
			Payables as at year end	4,30,914	25,85,106
			Fees	1,58,85,005	1,41,39,862
			Loan received	-	-
2	Apollo Hospitals Enterprise Limited(Projects Division)	Holding Company	Transactions during the year(Apollo Hyderabad)		
			Interest paid		-
			Payables as at year end	3,69,05,771	2,33,97,362
4	Dr.Ashok Bajpai	Director	Professional fees Paid during the year	50,38,697	50,40,679
5	Dr. Devendra Bhargava	Director	Professional fees Paid during the year	5,23,039	8,95,759
6	Apollo Hospitals Enterprise Limited (Bilaspur Division)	Division of the Holding company	Receivables at the year	66,524	66,524
7	Apollo Hospitals Enterprise Limited(Hyderabad Division)	Division of the Holding company	Transactions during the year	22,83,356	9,76,107
			Payables as at year end	14,09,816	9,95,291
8	Rajshree Catering Services	Related party of Apollo Rajshree Hospital Limited	Transactions during the year	85,19,169	77,09,808
			Payables as at year end	20,45,058	21,93,974



M/s. S. VISWANATHAN LLP

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INDEPENDENT AUDITORS' REPORT

To

The Members of Apollo Rajshree Hospitals Private Limited
Indore

REPORT ON THE STANDALONE IND AS FINANCIAL STATEMENTS

We have audited the accompanying standalone IND AS financial statements of Apollo Rajshree Hospitals Private Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2017 and the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE STANDALONE IND AS FINANCIAL STATEMENTS

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone IND AS financial statements that give a true and fair view of the state of affairs (financial position), profit or loss (financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (IND AS) prescribed under section 133 of the Act.

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 standalone IND AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.



AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on these standalone IND AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under. We conducted our audit of the standalone IND AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone IND AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone IND AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone IND AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone IND AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone IND AS financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone IND AS financial statements.

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone IND AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the IND AS,

- a) of the state of affairs (financial position) of the Company as at 31st March, 2017,
- b) Its Loss (financial performance including other comprehensive income),
- c) Its cash flows and the changes in equity for the year ended on that date.



REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2016 ("The Order") issued by the Central Government of India in terms of section 143(11) of the Act, we give in the Annexure A statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, 2013, 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 and statement of changes in equity dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid Standalone IND AS Financial Statements comply with the Indian Accounting Standards specified under section 133 of the Act.
 - e) On the basis of the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect the adequacy of internal financial controls over financial reporting of the Company and the operating effectiveness of such controls refer to our separate report in Annexure B.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - (i) The Company has disclosed the impact of pending litigations on its financial position in its Standalone IND AS Financial Statements (Refer Note 27 to the Standalone IND AS Financial Statements).
 - (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;



- (iii) There has been no delay in transferring amounts required to be transferred to the Investor Education and Protection Fund by the Company; and
- (iv) The company had provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and the same were in accordance with the books of accounts maintained by the company.

Place: Chennai
Date: 13th May 2017



For S.Viswanathan LLP
Chartered Accountants
FRN: 004770S/S200025

V C Krishnan
V C Krishnan

Partner

Membership No: 022167

Annexure- A to Independent Auditors' Report

The Annexure referred to in paragraph 1 of Other legal and regulatory requirements of our report of even date to the members of. On the accounts of the Company for the year ended 31st March 2017.

1. On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we report that:
 - (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets
 - (b) The Fixed assets have been physically verified by the management at reasonable intervals; according to the information and explanation given to us, no material discrepancies were found on such verification.
 - (c) The title deeds of Immovable properties in the form of building constructed on leasehold land are held in the name of company.
2. Stock of medicines, stores, spares, consumables, chemicals, lab materials and surgical instruments have been physically verified at reasonable intervals by the management. According to the information and explanation given to us no material discrepancies were noticed.
3. 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 granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 189 of the Act. Consequently, the provisions of clauses 3(a), 3(b) and 3(c) are not applicable.
4. The Company has not provided any loan or investments or guarantees or Securities which fall under the purview of section 185 or section 186 of the Act.
5. According to the information and explanations given to us, the Company has not accepted deposits from the public and consequently the directives issued by the Reserve Bank of India and provisions of section 73 to 76 or any other relevant provisions of the Act and Companies (Acceptance of Deposits) Amendment Rules, 2015 are not applicable.
6. The maintenance of Cost records under sec 148(1) of Companies Act, 2013 is not applicable to the company.



7. Statutory Dues

- a. According to the information and explanations given to us, the Company has been regular in depositing with the appropriate authorities the undisputed statutory dues in the case of provident Fund, employees' state insurance, income-tax, customs duty, sales tax and value added tax, Cess and any other material statutory dues. To the best of our knowledge and according to the information and explanations given to us, there are no arrears of outstanding statutory dues as at March 31, 2017 for a period of more than six months from the date they became payable.
8. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of any dues to financial institutions, banks, governments or debenture holders.
9. In our opinion and according to the information and explanations given to us, the Company has not raised any money by the way of initial public offer or further public offer (including debt instruments), hence clause (ix) is not applicable.
10. According to the information and explanations given to us by the Company, no fraud by the company or any fraud on the company by its officers and employees has been noticed or reported during the year.
11. According to the information and explanation given to us no managerial remuneration has been paid during the financial year 2016-17 under section 197 of The Companies Act, 2013
12. The Company is not a Nidhi Company; hence clause (xii) is not applicable.
13. Transactions with related parties are in compliance with section 177 and section 188 of the Companies Act, 2013 where applicable and the details have been disclosed in the financial statements as required under the relevant Indian Accounting Standard (IND AS).
14. The Company has not made any preferential allotment or private placement of shares or fully or partially convertible debentures during the year under review. Therefore, clause (xiv) is not applicable.
15. The Company has not entered into any non-cash transactions with the Directors or any persons connected with him. Therefore, clause (xv) is not applicable.



16. The Company is not engaged in non-banking financial services therefore clause (xvi) is not applicable

Place: Chennai
Date: 13th May 2017



For S.Viswanathan LLP
Chartered Accountants
FRN: 004770S/S200025

V C Krishnan
13/05/17

V C Krishnan
Partner

Membership No: 022167

Annexure B to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of Apollo Rajshree Hospitals Limited ("the Company") as of March 31, 2017 in conjunction with our audit of the Standalone IND AS 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 ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting 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") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that 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 judgment, including the assessment of the risks of material misstatement of the Standalone



IND AS 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 Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Standalone IND AS 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 Standalone IND AS 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 Standalone IND AS Financial Statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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



Opinion

In our opinion, 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, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: Chennai
Date: 13th May 2017



For S.Viswanathan LLP
Chartered Accountants
FRN: 004770S/S200025

V C Krishnan
V C Krishnan
13/05/17

Partner

Membership No: 022167