
Independent Auditors' Report

To
The Members,
RECEPS Limited

Report on the Audit of the financial statements

Opinion

We have audited the accompanying financial statements of **RECEPS Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2024, the Statement of Profit and Loss (Including other comprehensive income), the Statement of Changes in Equity, and the Statement Cash Flow for the period then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "Financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, the Profit and total comprehensive income, changes in equity 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 (SAs) specified under section 143(10) of the Companies Act, 2013. 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 ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the Management Discussion and Analysis and 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 standalone 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 standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance 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 specified under Section 133 of the Act, read with relevant rules issued there under. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those 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 SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

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 the Annexure -A a statement on the matters specified in paragraphs 3 and 4 of the Order.
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 including other comprehensive income, the statement of changes in Equity and the statement of Cash flows and dealt with by this Report are in agreement with the relevant books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, relevant rules issued there under.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended :

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company does 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, other than as disclosed in the Ind AS financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

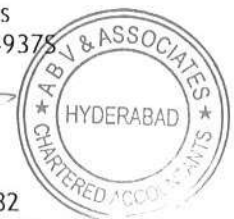
b) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the Ind AS financial statements, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

c) Based on such audit procedures that were 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 (a) and (b) contain any material misstatement.
 - v. No dividend has been declared or paid during the year by the Company; and
 - vi. Based on our examination, which included test checks, the Company has used accounting softwares for maintaining its books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the softwares. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

For A B V & Associates
Chartered Accountants
Firm Registration No. 0049375

(A.S.Naidu)
Partner

Membership No.208582
UDIN: 24208582BKATHO3179



Place: Hyderabad
Date: 23-05-2024

Annexure- A to the Independent Auditors' Report:

The Annexure referred to the Independent auditors' report to the members of the company on the financial statements for the year ended 31 March 2024, we report that:

- (i)
 - (a) A) the company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
 - B) the company is maintaining proper records showing full particulars of intangible assets.
 - (b) The Property, Plant and Equipment have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
 - (c) There is no immovable property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee), held by the Company and accordingly, the requirement to report on clause 3(i)(c) of the Order is not applicable to the Company.
 - (d) According to the information and explanations given to us, the company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year hence clause 3 (i)(d) of the Companies (Auditor's Report) Order, 2020 is not applicable.
 - (e) According to the information and explanations given to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder hence clause 3 (i)(e) of the Companies (Auditor's Report) Order, 2020 is not applicable.
- (ii)
 - (a) The Company has no inventory accordingly, the requirement to report on clause 3(ii)(a) of the Order is not applicable to the Company.
 - (b) The Company has not been sanctioned working capital limits in excess of Rs. five crores in aggregate from banks or financial institutions during any point of time of the year on the basis of security of current assets. Accordingly, the requirement to report on clause 3(ii)(b) of the Order is not applicable to the Company.
- (iii) The company has not made / provided / granted any investments, guarantee / security, loans, or loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year by the company. Accordingly, the requirement to report on clause 3(iii)(a), (b), (c), (d), (e) and (f) of the Order are not applicable to the Company.
 - (iv) The company has not granted/made/given any loans, investments, guarantees, and security under section 185 and 186 of the Companies Act, 2013 and accordingly, the requirement to report on clause 3(iv) of the Order is not applicable to the Company.
 - (v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and no order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any tribunal. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.
 - (vi) In our opinion and according to the information and explanations given to us, maintenance of cost records as specified by the Central Government under sub section (1) of section 148 of the Companies Act, 2013 is not applicable to the company.
 - (vii)
 - (a) According to the information and explanations given to us and the records of the Company examined by us the company has been generally regular in depositing the undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities and no undisputed amounts payable were outstanding as at 31st March, 2024 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us and the records of the company examined by us, there are no dues of Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues as at 31st March, 2024 which have not been deposited on account of a dispute.

(viii) The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.

(ix) (a) The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, clause 3 (ix) (a) of the Companies (Auditor's Report) Order, 2020 is not applicable

(b) In our opinion and according to the information and explanations given to us the company is not declared as wilful defaulter by any bank or financial institution or other lender.

(c) The Company has not raised any term loans during the year. Accordingly, paragraph 3 (ix) (c) of the Companies (Auditor's Report) Order, 2020 is not applicable.

(d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that no funds raised on short-term basis have been used for long-term purposes by the company.

(e) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on clause 3(ix)(e) of the Order is not applicable to the Company.

(f) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on Clause 3(ix)(f) of the Order is not applicable to the Company.

(x) (a) The Company has not raised any amount by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, Clause 3 (x)(a) of the Companies (Auditor's Report) Order, 2020 is not applicable.

(b) According to the information and explanations given to us and based on our examination of the records of the Company, during the year the Company has made preferential allotment of shares under section 62 of the Companies Act, 2013. The requirements of section 62 of the Companies Act, 2013 have been complied with and the funds raised have been used for the purposes for which the funds were raised.

(xi) (a) According to the information and explanations given to us, no fraud by the company or no fraud on the company has been noticed or reported during the year.

(b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by [cost auditor/ secretarial auditor or by us] in Form ADT - 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) As represented to us by the management, there are no whistle blower complaints received by the company during the year.

(xii) The Company is not a nidhi company. Accordingly, clause 3(xii) of the Companies (Auditor's Report) Order, 2020 is not applicable.

(xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

- (xiv) (a) In our opinion and based on our examination, the company does not have an internal audit system and is not required to have an internal audit system as per provisions of the Companies Act 2013.
- (b) The company did not have an internal audit system for the period under audit.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, clause 3(xv) of the Companies (Auditor's Report) Order, 2020 is not applicable.
- (xvi) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.
- (b) The company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934. Accordingly, paragraph 3(xvi)(b) of the Companies (Auditor's Report) Order, 2020 is not applicable.
- (c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, paragraph 3(xvi)(c) of the Companies (Auditor's Report) Order, 2020 is not applicable.
- (d) According to the information and explanations given to us, there are no CICs in the Group. Accordingly, clause 3(xvi)(d) of the Companies (Auditor's Report) Order, 2020 is not applicable.
- (xvii) The company has incurred cash losses only during the immediately preceding financial year of Rs.1.16 Millions but has not incurred any cash losses during the current financial year.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly this clause is not applicable.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, 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 company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- (xx) The provisions of section 135 are not applicable to the company based on the threshold limits prescribed under section 135 of the said Act and hence the requirement to report on clause 3(xx)(a) and (b) of the Order is not applicable to the Company.

for A B V & Associates
Chartered Accountants
Firm Registration No. 0049379

(A.S.Naidu)
Partner
Membership No.208582
UDIN: 24208582BKATHO3179


Annexure - B to the Independent Auditors' Report

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

We have audited the internal financial controls over financial reporting of **RECEPS Limited** ("the Company") as of 31st March 2024 in conjunction with our audit of the financial statements of the Company for the period 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 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 financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In 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 31st March 2024, 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 A B V & Associates
Chartered Accountants
Firm Registration No. 0049375


(A.S.Naidu)
Partner

Membership No.208582
UDIN: 24208582BKATHO3179



Place: Hyderabad
Date: 23-05-2024

RECEPS LIMITED
(CIN : U24239TG2022PLC162610)
136/2 and 4, 7th Floor, Ramky Grandiose, Gachibowli
Hyderabad, Telangana - 500032
Balance sheet as at 31st March 2024

(INR in Millions)

Particulars	Notes	As at 31st March 2024	As at 31st March 2023
Assets			
Non-current assets			
Property, plant and equipment	3A	70.70	27.35
Capital work-in-progress	3B	-	4.91
Intangible assets	3C	63.05	-
Intangible assets under development	3D	51.97	30.60
Right-of-use assets	3E	93.31	-
Deferred tax assets, net	4	-	0.28
Total non-current assets		279.03	63.14
Current assets			
Inventories		-	-
Financial assets			
i) Trade receivables	5	2.43	-
ii) Cash and cash equivalents	6	9.73	0.72
iii) Bank balances other than Cash and cash equivalents	7	204.47	-
iv) Others financial assets	8	1.18	0.01
Current Tax Assets (Net)		0.26	-
Other current assets	9	18.38	9.05
Total current assets		236.45	9.78
Total assets		515.48	72.92
Equity and liabilities			
Equity			
Equity share capital	10	1.00	0.50
Other equity	11	40.59	(0.88)
Total equity		41.59	(0.38)
Liabilities			
Non-current liabilities			
Financial liabilities			
Borrowings	12	151.24	45.61
Lease liabilities	3E	99.01	-
Deferred Government Grant	13	173.90	-
Provisions	14	4.93	1.52
Deferred tax liabilities, net		0.24	-
Total non-current liabilities		429.32	47.13
Current liabilities			
Financial liabilities			
a) Trade payables	15		
i) Total outstanding dues to micro and small enterprises		-	3.29
ii) Outstanding dues to creditors other than micro and small enterprises		35.16	19.45
Other current liabilities	16	8.88	3.32
Current tax liabilities (net)		-	-
Provisions	17	0.53	0.11
Total current liabilities		44.57	26.17
Total liabilities		473.88	73.30
Total equity and liabilities		515.48	72.92

The notes 1 to 34 are an integral part of these financial statements.
In terms of our report attached,

for A B V & Associates

Chartered Accountants

Firm Regn No: 0049375

(A.S.Naidu)

Partner

Membership No: 208582

UDIN: 24208582BKATHO3179

Place : Hyderabad

Date:23-05-2024



For and on behalf of the Board
RECEPS Limited

(Dr. P.P.Lal Krishna) (P.Eshwar Reddy)
Director Director
DIN: 03515181 DIN: 01892327



RECEPS LIMITED

(CIN : U24239TG2022PLC162610)

136/2 and 4, 7th Floor, Ramky Grandiose, Gachibowli

Hyderabad, Telangana - 500032

Statement of Profit and Loss for the year Ended 31st March 2024

(INR in Millions)

	Notes	For the year Ended 31st March 2024	For the period 12th May 2022 to 31st March 2023
Revenue			
Revenue from contracts with customers	18	53.56	-
Other income	19	2.07	-
Total income		55.63	-
Expenses			
Operating expenses		-	-
Purchases of stock-in-trade		36.00	-
Employee benefits expense	20	0.97	-
Finance costs	21	6.36	0.08
Depreciation and amortisation expense	3A	8.10	0.34
Other expenses	22	2.21	0.74
Total expenses		53.64	1.16
Profit before tax		1.99	(1.16)
Current tax		-	-
Deferred tax		0.52	(0.28)
Taxes of earlier years		-	-
MAT Credit Entitlements		-	-
Income tax expense		0.52	(0.28)
Profit for the year		1.47	(0.88)
Other comprehensive income			
<i>Items that will not be re classified to profit and loss</i>			
Actuarial gains/(losses) of defined benefit plans profit or loss		-	-
Other comprehensive income for the year, net of income tax		-	-
Total comprehensive income for the year		1.47	(0.88)
Earnings per share			
Basic earnings per share (INR)		28.38	(19.72)
Diluted earnings per share (INR)		28.38	(19.72)

The notes 1 to 34 are an integral part of these financial statements.

In terms of our report attached.

for A B V & Associates

Chartered Accountants

Firm Regn No: 0049379

(A.S.Naidu)
Partner

Membership No: 208582

UDIN: 24208582BKATHO3179

Place : Hyderabad

Date:23-05-2024

For and on behalf of the Board
RECEPS Limited

(Dr. P.P.Lal Krishna) (P.Eshwar Reddy)
Director Director
DIN: 03515181 DIN: 01892327



RECEPS LIMITED
(CIN : U24239TG2022PLC162610)
136/2 and 4, 7th Floor, Ramky Grandiose, Gachibowli
Hyderabad, Telangana - 500032
Statement of CashFlows for the Year Ended 31st March 2024

(INR in Millions)

	For the year Ended 31st March 2024	For the period 12th May 2022 to 31st March 2023
Cash flows from operating activities		
Profit for the year (before tax)	1.99	(1.16)
<i>Adjustments for:</i>		
Depreciation and amortisation expense	8.10	0.34
Finance cost	6.34	0.08
Working capital adjustments:		
(Increase) Decrease in trade receivables	(2.43)	-
(Increase) Decrease in other financial assets	(1.17)	(0.01)
(Increase) Decrease in other current assets	(9.32)	(9.05)
Increase (decrease) in trade payables	12.42	22.74
Increase (decrease) in other current liabilities	5.56	3.32
Increase (decrease) in provisions	3.82	1.63
Cash generated from (used in) operations	25.31	17.89
Income tax paid (Net)	(0.26)	-
Net cash from (used in) operating activities (A)	25.05	17.89
Cash flows from investing activities		
Purchase of property, plant and equipment & other assets	(115.70)	(63.20)
Increase/ (Decrease) in Right-of-use assets	(96.23)	-
Bank Balances not considered as Cash and Cash equivalents	(204.47)	-
Net cash from investing activities (B)	(416.40)	(63.20)
Cash flows from financing activities		
Proceeds/ (Repayment) of long term borrowings	95.86	45.61
Increase / (Decrease) in Lease liability	96.23	-
Interest expense	-	(0.08)
Issue of Share Capital	0.50	0.50
Securities premium received	40.00	-
Grant Received	173.90	-
Payment of lease obligations	(6.13)	-
Net cash from (used in) financing activities (C)	400.36	46.03
Net increase/(decrease) in cash and cash equivalents (A+B+C)	9.01	0.72
Cash and cash equivalents at the beginning of the period	0.72	-
Closing cash and cash equivalents	9.73	0.72

The notes 1 to 34 are an integral part of these financial statements.

In terms of our report attached.

for A B V & Associates

Chartered Accountants

Firm Regn No: 0049375

(A.S.Naidu)

Partner

Membership No: 208582

UDIN: 24208582BKATHO3179

Place : Hyderabad

Date:23-05-2024



For and on behalf of the Board

RECEPS Limited

(Dr. P.P.Lal Krishna)

(P.Eshwar Reddy)

Director

Director

DIN: 03515181

DIN: 01892327



RECEPS LIMITED
Statement of Changes in Equity for the period ended 31st March 2024
a. Equity share capital

(InNR in Millions)

	Amount
Balance as at 12th May 2022	-
Changes in Equity Share Capital Due to Prior period Errors	-
Restated balance as at 12th May 2022	-
Changes in equity share capital during 2022-23	0.50
Balance as at 31st March 2023	0.50
Changes in Equity Share Capital Due to Prior period Errors	-
Restated balance as at 31st March 2023	0.50
Changes in equity share capital during 2023-24	-
Balance as at the 31st March 2024	0.50

b. Other equity

(InNR in Millions)

	Reserves and Surplus		Items of Other comprehensive income (OCI)	Total
	Securities Premium	Retained earnings		
Balance as at 12th May 2022	-	-	-	-
Changes in accounting policy or prior period errors	-	-	-	-
Restated Balance as at 12th May 2022	-	-	-	-
Profit or loss	-	(0.88)	-	(0.88)
Other comprehensive income(net of tax)	-	-	-	-
Total comprehensive income	-	(0.88)	-	(0.88)
Balance as at 31st March 2023	-	(0.88)	-	(0.88)
Changes in accounting policy or prior period errors	-	-	-	-
Restated Balance as at 31st March 2023	-	(0.88)	-	(0.88)
Profit or loss	-	1.47	-	1.47
Other comprehensive income(net of tax)	-	-	-	-
Total comprehensive income	-	1.47	-	1.47
Any other changes during the year	40.00	-	-	40.00
Balance at 31st March 2024	40.00	0.59	-	40.59

The notes 1 to 34 are an integral part of these financial statements.

In terms of our report attached.

for A B V & Associates

Chartered Accountants

Firm Regn No: 0049375

(A.S.Naidu)

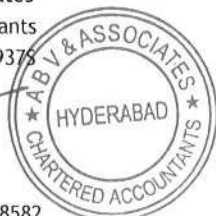
Partner

Membership No: 208582

UDIN: 24208582BKATHO3179

Place : Hyderabad

Date:23-05-2024



For and on behalf of the Board

RECEPS LIMITED

(Dr. P.P. Lal Krishna)

Director

DIN: 03515181

(P.Eshwar Reddy)

Director

DIN: 01892327



3A. Property, plant and equipment

(INR in Millions)

Particulars	Plant and equipment	Furniture and fixtures	Office equipment	Computers	Total
Deemed cost (gross carrying amount)					
Balance at 01st April 2022	-	-	-	-	-
Additions	24.68	0.32	-	3.65	28.65
Balance at 31st March 2023	24.68	0.32	-	3.65	28.65
Additions	28.55	19.98	0.17	0.72	49.42
Disposals	-	-	-	-	-
Balance at 31st March 2024	53.23	20.30	0.17	4.37	78.07
Accumulated depreciation					
Balance at 01st April 2022	-	-	-	-	-
Depreciation for the year	0.96	0.02	-	0.32	1.30
Balance at 31st March 2023	0.96	0.02	-	0.32	1.30
Depreciation for the year	4.97	0.07	0.03	1.00	6.07
Disposals	-	-	-	-	-
Balance at 31st March 2024	5.93	0.09	0.03	1.32	7.37
Carrying amounts(net)					
As at 31st March 2024	47.30	20.21	0.14	3.05	70.70
As at 31st March 2023	23.72	0.30	-	3.33	27.35

* Out of total depreciation during the year an amount of Rs.4.97 Millions (Rs.0.96 Millions) were transferred to Intangible assets under development.

3B. Capital work-in-progress

(INR in Millions)

Particulars	As at 31st March 2024	As at 31st March 2023
Capital work -in-progress	-	4.91
	-	4.91

Ageing Schedule of Capital work-in-progress:

Particulars	Amount in CWIP for a period of				
	<1 year	1-2 years	2-3 years	Morethan 3 years	Total
As at 31st March 2024					
- Projects in progress	-	-	-	-	-
- Projects temporarily suspended					
As at 31st March 2023					
- Projects in progress	4.91	-	-	-	4.91
- Projects temporarily suspended					

3C. Intangible assets

(INR in Millions)

Particulars	As at 31st March 2024	As at 31st March 2023
Research & Development		
Opening Balance	-	-
Add: Additions during the year	70.05	-
Less: Amortization	7.00	-
Closing balance	63.05	-

RECEPS LIMITED
Notes to the financial statements
3D. Intangible assets under development

(INR in Millions)

Particulars	As at 31st March 2024	As at 31st March 2023
Opening Balance	30.60	-
Add: Additions during the year	91.42	30.60
Less: Capitalised during the year	(70.05)	-
Closing balance	51.97	30.60

Ageing Schedule of Intangible assets under development:

Particulars	Amount in IAUD for a period of				Total
	<1 year	1-2 years	2-3 years	More than 3 years	
As at 31st March 2024					
- Projects in progress	51.97	-	-	-	51.97
- Projects temporarily suspended	-	-	-	-	-
As at 31st March 2023					
- Projects in progress	30.60	-	-	-	30.60
- Projects temporarily suspended	-	-	-	-	-

3E. Right-of-use assets

Particulars	Right-of-use assets	Lease Liabilities
Gross block		
As at 1 April 2022	-	-
Additions	-	-
Deletions	-	-
Amortisation Expense	-	-
Interest expense	-	-
Payments	-	-
As at 31 March 2023	-	-
Additions	96.23	96.23
Deletions	-	-
Amortisation Expense*	(2.92)	-
Interest expense*	-	8.91
Payments	-	(6.13)
As at 31 March 2024	93.31	99.01

Non-current

93.31

Current

99.01

-

-

* transferred to Intangible assets under development.

4. Deferred tax assets /(liabilities) , net

Movement in temporary differences

	As at 31st March 2024	As at 31st March 2023
Deferred tax asset		
MAT credit entitlement	-	-
Deferred tax liability		
Property, plant and equipment	4.89	0.11
Investments	-	-
Carry forward losses and others	(4.65)	(0.39)
	0.24	(0.28)
	(0.24)	0.28

5. Trade receivables

	As at 31st March 2024	As at 31st March 2023
Unsecured, considered good	2.43	-
Credit impaired	-	-
Less: Provision for doubtful debts	2.43	-
	2.43	-

Ageing Schedule of Trade receivables:

Particulars	Not Due	Outstanding for the following periods from the due date of payment				Total
		<1 year	1-2 years	2-3 years	Morethan 3 years	
As at 31 March 2024						
Undisputed Trade receivables - Considered good	-	-	-	-	-	-
- Related parties	-	-	-	-	-	-
- Others	-	2.43	-	-	-	2.43
Undisputed Trade Receivables - Considered Doubtful	-	-	-	-	-	-
Disputed Trade Receivables - Considered good	-	-	-	-	-	-
Disputed Trade Receivables - Considered Doubtful	-	-	-	-	-	-
Total	-	2.43	-	-	-	2.43

6. Cash and Cash equivalents

Particulars	As at 31st March 2024	As at 31st March 2023
Cash on hand	-	-
Balances with banks:		
- in current accounts	9.73	0.72
- in deposit accounts with maturity is less than 3 months	-	-
	9.73	0.72

7. Bank balances other than Cash and cash equivalents

	As at 31st March 2024	As at 31st March 2023
Balances with banks:		
- Deposits with remaining maturity less than 12 months	204.47	-
	204.47	-

8. Other current financial assets

Particulars	As at 31st March 2024	As at 31st March 2023
Unsecured, considered good		
Staff advances	1.18	0.01
	1.18	0.01

9. Other current assets

Particulars	As at 31st March 2024	As at 31st March 2023
Advances recoverable in cash or in kind	1.05	0.66
Cenvat/GST receivable	17.14	8.01
Pre-paid expenses	0.19	0.38
	18.38	9.05

RECEPS LIMITED
Notes to the financial statements
10. Share capital

(INR in Millions)

Particulars	As at 31st March 2024	As at 31st March 2023
Authorised		
1,00,000 Equity shares of Rs. 10/- each	1.00	0.50
	1.00	0.50
Issued, subscribed and paid-up		
1,00,000 Equity shares of Rs.10/- each	1.00	0.50
	1.00	0.50

(i) Rights, preferences and restrictions attached to equity shares

The company has a single class of equity shares. Accordingly, all equity shares rank equally with regard to dividends and share in the company's residual assets on winding up. The equity shares are entitled to receive dividend as declared from time to time. The voting rights of an equity shareholder on a poll (not on show of hands) are in proportion to his/its share of the paid-up equity share capital of the company. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable has not been paid. Failure to pay any amount called up on shares may lead to their forfeiture. On winding up of the company, the holders of equity shares will be entitled to receive the residual assets of the company, remaining after distribution of all preferential amounts, in proportion to the number of equity shares held.

(ii) The details of shares held by shareholder holding more than 5% of shares in the Company

	As at 31st March 2024		As at 31st March 2023	
	Number of shares	% of holding	Number of shares	% of holding
Visakha Pharmacy Limited	51,000	51%	50,000	100%
Andhra Pradesh Industriail Infrastructure Corporation Limited	49,000	49%	-	0%
	1,00,000	100%	50,000	100%

(iii) Shares held by holding company

	As at 31st March 2024		As at 31st March 2023	
	Number of shares	% of holding	Number of shares	% of holding
Visakha Pharmacy Limited	51,000	51.00%	50,000	100%
	51,000	51.00%	50,000	100%

(iv) Shares held by the promoter as at 31st March 2024 and as at 31st March 2023;
As at 31st March 2024

Promoter Name	Class of Equity Shares	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of Total Shares	% change during the year
Visakha Pharmacy Limited	Equity shares of Rs.10 each	50,000	1,000	51,000	51%	-49%
Andhra Pradesh Industriail Infrastructure Corporation Limited	Equity shares of Rs.10 each	-	49,000	49,000	49%	49%

As at 31st March 2023

Promoter Name	Class of Equity Shares	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of Total Shares	% change during the year
Visakha Pharmacy Limited	Equity shares of Rs.10 each	-	50,000	50,000	100%	0%

11. Other equity

(INR in Millions)

	As at 31st March 2024	As at 31st March 2023
Retained earnings		
Balance at the beginning of the year	(0.88)	-
Profit for the year	1.47	(0.88)
Balance at the end of the year	0.59	(0.88)
Securities Premium		
Balance at the beginning of the year	-	-
(+) Addition during the year	40.00	-
Balance at the end of the year	40.00	-
Other comprehensive income		
Balance at the beginning of the year	-	-
Changes during the year	-	-
Balance at the end of the year	-	-
	40.59	(0.88)

12 Non-current borrowings

(INR in Millions)

Particulars	As at 31st March 2024	As at 31st March 2023
Inter Corporate Deposit		
- Unsecured from Holding company	151.24	45.61
	151.24	45.61

The above loan will be repayable within 60 months and interest @ 8% p.a

13 Deferred Government Grant

(INR in Millions)

Particulars	As at 31st March 2024	As at 31st March 2023
Government Grant received	173.90	-
	173.90	-

14 Non-current provisions

(INR in Millions)

Particulars	As at 31st March 2024	As at 31st March 2023
Provision for employee benefits		
- Gratuity	2.35	0.78
- Compensated absences	2.58	0.74
	4.93	1.52

15. Trade payables

(INR in Millions)

Particulars	As at 31st March 2024	As at 31st March 2023
Trade payables		
- due to micro and small enterprises	-	3.29
- due to other than micro and small enterprises	35.16	19.45
	35.16	22.74

Ageing details refer note no : 31

16. Other current liabilities

(INR in Millions)

Particulars	As at 31st March 2024	As at 31st March 2023
Dues to statutory / government authorities	3.62	0.93
Accrued salaries,wages and benefits	4.44	2.20
Expenses payable	0.75	0.12
MSME Interest Payable	0.07	0.07
	8.88	3.32

17. Current provisions

(INR in Millions)

Particulars	As at 31st March 2024	As at 31st March 2023
Provision for employee benefits:		
- Gratuity	0.01	0.00
- Compensated absences	0.52	0.11
	0.53	0.11

18. Revenue from contracts with customers

(INR in Millions)		
Particulars	For the Year Ended 31st March 2024	For the period 12th May 2022 to 31st March 2023
Sale of goods	53.56	-
	53.56	-

19. Other income

(INR in Millions)		
Particulars	For the Year Ended 31st March 2024	For the period 12th May 2022 to 31st March 2023
Interest income	2.07	-
Other non-operating income	-	-
	2.07	-

20. Employee benefits expense

(INR in Millions)		
Particulars	For the Year Ended 31st March 2024	For the period 12th May 2022 to 31st March 2023
Salaries and other benefits	0.97	-
	0.97	-

21. Finance costs

(INR in Millions)		
Particulars	For the Year Ended 31st March 2024	For the period 12th May 2022 to 31st March 2023
Interest expense		
- Inter Corporate Deposits	6.34	-
- others	-	0.08
Other borrowing costs		
- bank charges	0.02	0.00
	6.36	0.08

22. Other expenses

(INR in Millions)		
Particulars	For the Year Ended 31st March 2024	For the period 12th May 2022 to 31st March 2023
Professional and technical charges	0.19	0.02
Rates and taxes	0.03	0.04
Travelling and conveyance	0.57	0.18
Printing and stationery	0.15	0.08
Audit fees	0.30	0.10
Communication charges	0.86	0.30
Repairs and maintenance	0.01	-
Miscellaneous expenses	0.11	0.02
	2.21	0.74

(i) Details of payments to auditors

(INR in Millions)		
Particulars	For the Year Ended 31st March 2024	For the period 12th May 2022 to 31st March 2023
Statutory audit fee	0.30	0.10
Total	0.30	0.10

23. CAPITAL MANAGEMENT

The Company manages its capital to ensure that it will be able to continue as going concern while maximizing the return to stakeholders through the optimization of equity balance. The Company determines the amount of capital on the basis of annual master planning and budgeting and five year's corporate plan for working capital, capital outlay and strategic involvements. The company manages its operations from capital and unsecured loan from holding company as on 31.03.2024. The Company's board of directors reviews the capital structure of the company on a periodical basis.

The Company's adjusted net debt to equity ratio at 31 March 2024 & 31 March 2023 was as follows:

(INR in Millions)		
	31st March 2024	31st March 2023
Debt	151.24	45.61
Less: cash and cash equivalents	214.20	0.72
Adjusted net debt	(62.96)	44.89
Total equity	41.59	(0.38)
Adjusted net debt to adjusted equity ratio	0.00	0.00

24. FINANCIAL INSTRUMENTS VALUATION

a) All financial instruments are initially recognised at cost and subsequently re-measured at fair value as given below in the table

Particulars	As at 31st March 2024	Level of Input used			As at 31st March, 2023	Level of Input used		
	Carrying amount	1	2	3	Carrying amount	1	2	3
Financial Assets								
At Amortized Cost								
Trade receivables	2.43	-	-	-	0.72	-	-	-
Cash and Bank Balances	9.73	-	-	-	0.01	-	-	-
Bank balances other than Cash and cash equivalents	204.47	-	-	-	-	-	-	-
Other financial assets	1.18	-	-	-	-	-	-	-
Financial Liabilities								
At Amortized Cost								
Borrowings	151.24	-	-	-	45.61	-	-	-
Lease Liabilities	99.01	-	-	-	-	-	-	-
Trade Payables	35.16	-	-	-	22.74	-	-	-

* Excludes investments measured at cost.

The Financial instruments are categorised into three levels based on the inputs used to arrive at fair value measurements as described below:

Level 1 inputs - Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date

Level 2 inputs - Inputs other than quoted prices included with Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3 inputs - Unobservable inputs for the asset or liability

b) Financial Risk Management

In course of its business, the company is exposed to certain financial risk such as market risk (Including currency risk and other price risks), credit risk and liquidity risk that could have significant influence on the company's business and operational/financial performance. The Board of directors reviews and approves risk management framework and policies for managing these risks and monitor suitable mitigating actions taken by the management to minimize potential adverse effects and achieve greater predictability to earnings.

c) Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the company. The company has adopted a policy of only dealing with creditworthy counterparties, a means of mitigating the risk of financial loss from defaults. The Company's exposure and the credit ratings of its counterparties are continuously monitored and the aggregated value of transactions concluded is spread amongst approved counterparties.

d) Liquidity risk

Liquidity risk refers to the risk that the company cannot meet its financial obligations. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for use as pre requirements. The Company's exposure to liquidity risk is minimal.

Exposure to liquidity risk

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include contractual interest payments and exclude the impact of netting agreements

31st March 2024

	Carrying Amount	Contractual Cashflows					
		Total	6 months or less	6-12 months	1-2 Years	2-5 Years	More than 5 years
Non-derivative financial liabilities							
Borrowings	151.24	151.24	-	-	-	151.24	-
Lease Liabilities	99.01	99.01	-	-	-	-	99.01
Trade Payables	35.16	35.16	35.16	-	-	-	-
	285.41	285.41	35.16	-	-	151.24	99.01

31st March 2023

	Carrying Amount	Total	6 months or less	6-12 months	1-2 Years	2-5 Years	More than 5 years
Borrowings	45.61	45.61	-	-	-	45.61	-
Trade Payables	22.74	22.74	22.74	-	-	-	-
	68.35	68.35	22.74	-	-	45.61	-

25. EARNINGS PER SHARE

i) Basic earnings per share

Basic earnings per share is calculated by dividing:

- the profit attributable to owners of the company
- by the weighted average number of equity shares outstanding during the financial year

ii) Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account

- the after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and
- the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares

The calculations of profit attributable to equity shareholders and weighted average number of equity shares outstanding for purposes of basic earnings per share calculation are as follows:

	(Rs in Millions)	
	31st March 2024	31st March 2023
i. Profit (loss) attributable to equity shareholders(basic)	1.47	(0.88)
ii. Weighted average number of equity shares (basic)	0.05	0.04
Basic EPS	28.38	(19.72)
i. Profit (loss) attributable to equity shareholders(diluted)	1.47	(0.88)
ii. Weighted average number of equity shares (diluted)	0.05	0.04
Diluted EPS	28.38	(19.72)

26. RELATED PARTY DISCLOSURES

As per INDAS 24 the disclosure of transactions with the related parties are given below:

a) Related Parties and nature of Relationship:

S. No.	Related Party	Relationship
1	Visakha Pharmacy Limited	Holding Company
2	Ramky Infrastructure Limited	Ultimate holding company
3	Smilax Laboratories Limited	Group Company
4	U P Senthil Kumar*	Whole time Director
5	Eshwar Reddy Purmandla	Director
6	P.P. Lal Krishna	Director
7	M. Siva Satyanarayana Reddy	Director

* upto 26-01-2024

b) Transactions with related parties:

(Rs in Millions)				
S.No.	Name of the related party	Nature of transactions	31st March 2024	31 March 2023
1	Visakha Pharmacy Limited	Inter Corporate Deposit Taken	96.83	69.40
		Inter Corporate Deposit Repaid	-	25.00
		Interest Expense	9.77	1.35
		Expenses incurred on behalf	-	3.02
		Rental and other expenses	9.04	-
		Share Capital received including premium	40.50	0.50
2	Ramky Infrastructure Limited	Works contract	23.58	-
3	Smilax Laboratories Limited	Purchases	36.78	0.35
4	U P Senthil Kumar	Remuneration	6.86	2.83

c) Related parties outstanding balances

(Rs in Millions)				
S.No.	Name of the related party	Nature of transactions	31st March 2024	31 March 2023
1	Visakha Pharmacy Limited	Inter Corporate Deposit Taken	151.24	45.61
		Other Payables	10.00	3.02
		Equity Share Capital	0.51	0.50
2	Ramky Infrastructure Limited	Payable towards contract	23.18	-
3	Smilax Laboratories Limited	Trade payables	0.34	0.42
4	U P Senthil Kumar	Salary Payable	-	0.34

27. The Services rendered by the company primarily the development of manufacturing technology for Active Pharmaceutical Ingredients (API) for regulated markets and intermediates/KSMs of demand/import and R&D development and manufacturing services to pharmaceutical companies through CDMO, CRO, CMO, FTE, and FFS models to support their research, development, and manufacturing requirements and treated as one segment only. Hence, no separate disclosure as per INDAS-108 is required.

28. Components of Deferred Tax Assets and Deferred Tax Liabilities:

(Rs in Millions)		
Particulars	As at 31-03-2024 Deferred Tax (Asset)/Liability	As at 31-03-2023 Deferred Tax (Asset)/Liability
Opening Deferred Tax Liability/(asset)	(0.28)	-
Deferred tax liability/(asset) to P&L for the year	0.52	(0.28)
Deferred tax liability/(asset) to OCI for the year	-	-
Closing Deferred Tax Liability/(asset)	0.24	(0.28)

Reconciliation of effective Tax Rate

Particulars	As at 31-03-2024 (Rs in Millions)	As at 31-03-2023 (Rs in Millions)
Profit Before Tax	1.99	(1.16)
Tax using the Company's domestic tax rate	0.52	(0.30)
Effect of:		
Non-deductible expenses / incomes not taxable	-	0.02
Effective tax	0.52	(0.28)

29. Ratio Analysis and its elements:

Ratio	Numerator	Denominator	31st March 2024	31st March 2023	% change	Reason for variance
Current ratio	Current Assets	Current Liabilities	5.31	0.37	-92.95%	
Debt- Equity Ratio	Total Debt	Shareholder's Equity	363.61%	-	-100.00%	
Debt Service Coverage ratio	Earnings for debt service = Net profit after taxes + Non-cash operating expenses+Interest	Debt service = Interest & Lease Payments + Principal Repayments	-	-	0.00%	
Return on Equity ratio	Net Profits after taxes - Preference Dividend	Average Shareholder's Equity	3.53%	-	-100.00%	
Inventory Turnover ratio	Cost of goods sold	Average Inventory	-	-	0.00%	
Trade Receivable Turnover Ratio	Net credit sales = Gross credit sales - sales return	Average Trade Receivable	22.05	-	-100.00%	
Trade Payable Turnover Ratio	Net credit purchases = Gross credit purchases - purchase return	Average Trade Payables	0.11	0.03	-70.59%	
Net Capital Turnover Ratio	Net sales = Total sales - sales return	Working capital = Current assets - Current liabilities	27.91%	-	-100.00%	
Net Profit ratio	Net Profit	Net sales = Total sales - sales return	2.74%	-	-100.00%	
Return on Capital Employed	Earnings before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	4.32%	-2.56%	0.00%	
Return on investment	Income generated from investments (Fixed deposits)	Time weighted average investments	7.25%	-	-100.00%	

Ratios were not comparable as there are no revenue from operations during the previous year.

RECEPS LIMITED
Notes to the financial statements
30. Assets and liabilities relating to employee benefits

The Company operates the following post-employment defined benefit plan:

The Company has a defined benefit gratuity plan in India, governed by the Payment of Gratuity Act, 1972. The plan entitles an employee, who has rendered at least five years of continuous service, to gratuity at the rate of fifteen days wages for every completed year of service or part thereof in excess of six months, based on the rate of wages last drawn by the employee concerned. This defined benefit plans expose the Company to actuarial risks, such as longevity risk, currency risk, interest rate risk and market (investment) risk

A. Funding

The gratuity plan is unfunded.

B. Reconciliation of the net defined benefit (asset) liability

The following table shows a reconciliation from the opening balances to the closing balances for the net defined benefit (asset) liability and its components.

Reconciliation of present value of defined benefit obligation

(Rs in Millions)		
Liability	31 March 2024	31 March 2023
Balance at the beginning of the year	0.78	-
Current service cost	1.55	0.78
Interest expenses	0.06	-
Actuarial (gains) losses recognised in other comprehensive income		
- changes in Demographic assumptions	(0.46)	-
- changes in financial assumptions	0.07	-
- experience adjustments	0.36	-
Balance at the end of the year	2.36	0.78

Expense recognised in profit or loss*

(Rs in Millions)		
	31 March 2024	31 March 2023
Current service cost	1.55	0.78
Interest expenses	0.06	-
	1.61	0.78

Remeasurements recognised in other comprehensive income*

(Rs in Millions)		
	31 March 2024	31 March 2023
Actuarial (gain) loss on defined benefit obligation	(0.03)	-
Return on plan assets excluding interest income	-	-
	(0.03)	-

* transferred to Intangible assets under development.

C. Defined benefit obligation
i. Actuarial assumptions

Principal actuarial assumptions at the reporting date (expressed as weighted averages):

	31 March 2024	31 March 2023
Discount rate	7.25%	7.53%
Future salary growth	8.00%	8.00%
Withdrawal Rate	5.00%	0.00%
Mortality table (as % of IALM (2012-14) Ult. Mortality Table)	100.00%	100.00%

ii. Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below

	31 March 2024		31 March 2023	
	Increase	Decrease	Increase	Decrease
Discount rate (1% movement)	2.11	2.66	0.67	0.92
Future salary growth (1% movement)	2.66	2.11	0.92	0.67
Withdrawal rate (1% movement)	2.28	2.44	0.75	0.78

Although the analysis does not take account of the full distribution of cash flows expected under the plan, it does provide an approximation of the sensitivity of the assumptions shown.

Liability for Leave encashment as on 31 March 2024 is Rs.3.10 Millions (previous year: Rs. 0.85 Millions). Cost of Leave encashment liability is a non funded liability.

31. AGEING OF TRADE PAYABLES

(Rs in Millions)

Particulars	Unbilled	As at 31 March 2024					Total
		Not Due	Outstanding for following periods from due date of Payment				
			Less than 1 year	1-2 years	2-3 Years	More than 3 years	
1. MSME	-	-	-	-	-	-	-
2. Others	-	23.85	11.31	-	-	-	35.16
3. Disputed dues - MSME	-	-	-	-	-	-	-
4. Disputed dues - Others	-	-	-	-	-	-	-
Total	-	23.85	11.31	-	-	-	35.16

Particulars	Unbilled	As at 31 March 2023					
		Not Due	Outstanding for following periods from due date of Payment			Total	
			Less than 1 year	1-2 years	2-3 Years		More than 3 years
1. MSME	-	3.29	-	-	-	-	3.29
2. Others	-	19.45	-	-	-	-	19.45
3. Disputed dues - MSME	-	-	-	-	-	-	-
4. Disputed dues - Others	-	-	-	-	-	-	-
Total	-	22.74	-	-	-	-	22.74

32. Information relating to Micro, small and medium enterprises (MSME) under the Micro, Small and Medium Enterprises Development Act, 2006 have been determined based on the information available with the company and the required disclosure is as below:

(Rs in Millions)

Particulars	As at 31.03.2024	As at 31.03.2023
a) Dues remaining unpaid to any supplier being MSME as at Balance sheet data		
i) Principal amount	-	3.29
ii) Interest on above	-	0.07
b) The amount of interest paid in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), along with the amount of the payment made to the supplier beyond the appointed day during the year	-	-
c) The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	-	-
d) The amount of interest accrued and remaining unpaid at the end of the year	-	0.07
e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006	-	0.07

33. Balances in respect of Creditors, receivables and various Advances are subject to confirmation from the respective parties. Previous figures have been regrouped / rearranged where ever necessary to confirm the current year classification.

34. Other Statutory Information:

- a) The Company do not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- b) Transactions with struck off companies: Nil
- c) The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- d) The Company have not traded or invested in Crypto currency or Virtual Currency during the financial year.
- e) The Company have not advanced or loaned or invested funds to any other persons or entities, including foreign entities (Intermediaries) with the understanding that the Intermediary shall: 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
The Company have not received any fund from any persons or entities, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall: (i) 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 (ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- f) The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- g) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

As per our report of even date

For A B V & ASSOCIATES.

Chartered Accountants

Firm Registration No.0049375

(A.S.Naidu)

Partner

Membership No: 208582

UDIN: 24208582BKATHO3179

Place : Hyderabad

Date:23-05-2024

For and on behalf of the Board
RECEPS LIMITED

(Dr. P.P.Lal Krishna)

Director

DIN: 03515181

(P.Eshwar Reddy)

Director

DIN: 01892327

