

ADS/BSE/22-23/07/01
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai- 400001
Security Code No. 523031

August 23, 2022

Ref. Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Sub-: Annual Report for the Financial Year 2021-22 and Notice convening the 37th Annual General Meeting of the Company.

Dear Sir,

In terms of Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we submit herewith the soft copy of the Annual Report which comprises of the Directors' Report, Audited Standalone Financial Statements, Audited Consolidated Financial Statements and Auditor's Reports thereon, for the Financial Year ended 31st March, 2022, and the Notice convening the 37th Annual General Meeting of the Company scheduled to be held on Thursday, 29th September, 2022 at 11:30 A.M. Through Video Conferencing ('VC')/ other Audio Visual means ('OAVM')

In compliance with the Ministry of Corporate Affairs Circular No. 2/2022 dated 5th May, 2022 and the Securities and Exchange Board of India Circular No. SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated 13th May, 2022, the Annual Report of the Company for the Financial Year 2021-22 and Notice of 37th Annual General Meeting have been sent through e-mail to all the Members whose e-mail addresses are registered with the Company.

The aforesaid Annual Report along with Notice has also been uploaded on the website of the Company.

You are requested to take the same on record.

Kindly Acknowledge the Receipt

Thanking You.

Yours Faithfully

For ADS Diagnostic Limited



N.L. Gayari
Chief Financial Officer
& Company Secretary.



Encl.: A/a.

CONTENTS

	Page No.
Corporate Information	02
Notice of 37th Annual General Meeting	03-23
Statutory Reports	24-35
Financial Statements	36-82

COMPANY INFORMATION

BOARD COMPOSITION	CFO & COMPANY SECRETARY Mr. N.L. Gayari
Mr. Ravi Kohli , Non Executive Independent Director & Chairman of Board Dr. Gautam Sehgal , Managing Director Mr. Sunil Jasuja , Independent Director Mr. Girish Sareen , Independent Director Dr. (Mrs.) Versha Sehgal , Director Dr. Vivek Sehgal , Director Mrs. Radhika Sehgal , Director	STATUTORY AUDITOR V. N. PUROHIT & CO. Chartered Accountants 214, New Delhi House, 27, Barakhamba Road, New Delhi - 110001
REGISTERED & CORPORATE OFFICE 114, Sant Nagar, East of Kailash ,New Delhi-110065 Tel:- 011-41620434, 41622193 Fax:- 011-41665880	INTERNAL AUDITOR Garg Bros & Associates, Chartered Accountants, New Delhi BANKERS Bank of India, D-142, East of Kailash, New Delhi -110065.
SECRETERIAL AUDITOR M/s. Anand Pandey & Associates	LISTED ON Bombay Stock Exchange Limited
WEBSITE adsdiagnosticlimited.in	E-MAIL adsmedical@rediffmail.com
AUDIT COMMITTEE Mr. Ravi Kohli, Chairman Mr. Girish Sareen Mr. Sunil Jasuja	NOMINATION AND REMUNERATION COMMITTEE Mr. Girish Sareen, Chairman Mr. Ravi Kohli Mr. Sunil Jasuja
STAKEHOLDERS' RELATIONSHIP COMMITTEE Mr. Sunil Jasuja , Chairman Mr. Ravi Kohli Mr. Girish Sareen	CORPORATE IDENTITY NUMBER L85110DL1984PLC018486

NOTICE

NOTICE IS HEREBY GIVEN that the Thirty Seventh Annual General Meeting of the Members of ADS Diagnostic Limited will be held on Thursday, the 29th September, 2022, at 11:30 A.M. Through Video Conferencing ('VC')/ other Audio Visual means ('OAVM') facility to transact the following business:

ORDINARY BUSINESS

- 1 To receive, consider and adopt the Audited Financial Statement of the Company for the year ended 31, March, 2022, together with the Reports of the Board of Directors and the Auditors thereon.
- 2 To appoint a Director in place of Mr. Vivek Sehgal (DIN: 00036060), who retires by rotation and, being eligible, offers Himself for re-appointment.
- 3 To declare Dividend on equity shares for the financial year 2021-22.
- 4 To consider and if thought fit to pass with or without modification(s) the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 139 and all other applicable provisions, if any, of the Companies Act, 2013 and the Rules framed there under, as amended from time to time, the company hereby ratifies the appointment of M/s. V. N. Purohit & Co., Chartered Accountants (Registration No. 304040E), as Auditors of the Company to hold office from the conclusion of this Annual General Meeting (AGM) till the conclusion of the Next AGM of the Company to be held in the year 2023.

SPECIAL BUSINESS**RE-APPOINTMENT OF MANAGING DIRECTOR:**

- 5 To consider and if thought fit, to pass with or without modification(s) the following resolution as a Special Resolution: **"RESOLVED** that pursuant to the provisions of Section 197 and 198 of the Company Act, 2013, subject to approval of Central Government (Ministry of Corporate Affairs), Company in General Meeting for re-appointment of Dr. Gautam Sehgal, as Managing Director of the Company w.e.f. 01.06.2022 for a period of three years at the remuneration and

perquisite as per details hereunder during his tenure from 01-06-2022 To 31-05-2025.

Salary: - Rs. 3,87,587/- (Rupees Three Lac Eighty Seven Thousand Five Hundred Eighty Seven only) Per month

HRA:-Rs.1,78,088/- (Rupees One Lac Seventy Eight Thousand Eighty Eight only) Per Month.

Club Membership fee of one club not Exceeding Rs. 12000/- P.A.

With 10% Increase in above Emoluments every year and also eligible for Provident Fund and Gratuity as per Company Rules.

"FURTHER RESOLVED that Board of Director be and hereby authorized to make / accept necessary variation in the above said terms of appointment, as may be permissible under the provision of Company Act, 2013, from time to time."

By order of the Board of Directors

Sd/-

N.L. Gayari

CFO & Company Secretary

Membership No. -F02956

New Delhi, 28/05/2022

EXPLANATORY STATEMENT PURSUANT TO SECTION 102(1 & 2) OF THE COMPANIES ACT, 2013 ("THE ACT")

Item No. 5

Dr. Gautam Sehgal is the Managing Director of the company since 01.06.2000. Due to adverse position of the Industry he had been drawing a token remuneration of Rs. 2/- only upto 30 April 2009. However due to rise in cost of Living and other expenses his salary was increased to Rs. 1 Lakh by the Board of Directors. It is now proposed to further compensate him for the commendable work done by him helping the company to turn around.

The remuneration committee has recommended upward the remuneration of Dr. Gautam Sehgal as specified in the resolution. The Company has not made any default in

repayment of debts (Including Public Deposits) or debentures or interest payable thereon for a continuous period of thirty days in the preceding financial year.

1. General Information:

- Nature of Industry –Sale & Service of Medical Equipment.
- Date of commencement of Business:- Since date of Incorporation i.e. 23.06.1984
- In case of New Companies, Expected date of Commencement of Activity as per project approved by financial institutions appearing in the prospectus:- N.A.
- Export Performance and net foreign Exchange collaborations :- N.A
- Foreign Investments or collaborators, if any:-N.A

Particulars	Amount-2021-22 (INR '000')	Amount-2020-21 (INR '000')
Income	1,04,573	1,06,186
Expenditure	98,928	1,01,769
PBT	5,645	4,416
Add: Short Provision for Income Tax for Previous years		
Provision for Tax	1,497	1,177
Provision for Deferred Tax etc.	(248)	(126)
PAT	4,396	3,365

Financial Performance Based on Given Indicators.

2. Information about the appointee:

• Background details

Dr. Gautam Sehgal is the son of Late Dr. Arjun Dev Sehgal, a noted Neurosurgeon and is himself a M.B.B.S. from JJM Medical College, Karnataka and has been trained at Yale's School of Medicine, USA .He is having more than twenty Nine years of experience in the field of Medicine and Medical Equipment has been heading the managerial functions of this company for the last Twenty One years.

• Past remuneration

Past remuneration of Dr. Gautam since 01.06.2019 is as under:-

Basic salary Rs.3,52,352/- per month & HRA. Rs. 1,61,898/- per month.

• Recognition or Awards.

N. A.

3. Other information:

Salary: - Rs. 3,87,587/- (Rupees Three Lac Eighty Seven Thousand Five Hundred Eighty Seven only) Per month

HRA:-Rs.1,78,088/- (Rupees One Lac Seventy Eight Thousand Eighty Eight only) Per Month.

With 10% Increase in above Emoluments every year and also eligible for Provident Fund and Gratuity as per Company Rules, Club Membership fee of one club not Exceeding Rs. 12000/- P.A.

Further, Board of Director be and are hereby authorized to make / accept necessary variation in the above said terms of appointment, as may be permissible under the provision of Companies Act, 2013, from time to time.

Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person (in case of expatriates the relevant details would be with the country of his origin)

The remuneration in similar industries is much more than the remuneration proposed in the company.

Pecuniary relationship directly or indirectly with the Company or relationship with the managerial Personnel, if any

No relationship except with Dr. (Mrs.) Versha Sehgal, Dr. Vivek Sehgal and Mrs. Radhika Sehgal who are relatives within the meaning of Section 2(77) of the Companies act, 2013.

Steps taken or proposed to be taken for improvement, Efforts are being made to increase revenue by aggressive marketing of its Sale & Service of products.

Expected increase in productivity and profits in measurable terms

The company expects to grow under the guidance of Dr. Gautam Sehgal's experience and know-how.

4. Disclosure

- a) The Shareholders of the company shall be informed of the remuneration package of the managerial person.
- b) The Following Disclosures shall be mentioned in the Board of Director's report under the heading "Corporate Governance", if any, attached to the annual report:
 - All elements of remuneration package such as salary, benefits, bonuses, stock options, pension etc.
 - Details of fixed component and performance linked incentives along with the performance criteria.
 - Service Contracts, notice period, severance fees;

- Stock Option details, if any, and whether the same has been issued at a discount as well as the period over accrued and over which exercisable.

5. NOTES

- As you are aware, in view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020. The forthcoming AGM will thus be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
- Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.
- The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to atleast 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination

and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.

- The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
- Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the
- members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.
- In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.adsdiagnosticlimited.net. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia.com respectively. The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM i.e. www.evotingindia.com).
- The AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 8, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No.20/2020 dated May 05, 2020.
- Voting rights will be reckoned on the paid-up value of shares registered in the name of the Members as on 21/09/2022 (cut-off date). Only those Members whose names are recorded in the Register of Members of the Company or in the Register of Beneficial Owners maintained by the Company/ Depositories as on the cut-off date will be entitled to cast their votes by remote e-voting or e-voting at the AGM.

- The facility for e-voting will be available at the AGM venue for those Members who do not cast their votes by remote e-voting prior to the AGM. Members, who cast their votes by remote e-voting prior to the AGM, may attend the meeting but will not be entitled to cast their votes once again.
- In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
- Relevant documents referred to in the accompanying Notice and the Statement, are open for inspection by the members at the registered office of the Company on all working days, except Saturdays, during business hours up to the date of the Meeting.
- Members, who wish to obtain information on the Company or view the Financial Statements, may visit the Company's corporate website or send their queries at least 10 days before the AGM to the Company Secretary at the Registered Office of the Company.
- Members who have not registered their e-mail addresses so far are requested to register their e-mail address for receiving all communication including Annual Report, Notices, Circulars, etc. From the Company electronically.
- The Register of Members and Share Transfer Books of the Company shall remain closed from 23-09-2022 to 29-09-2022 (both days inclusive)
- Memorandum and Articles of Association of the Company and other document if any are available for inspection at corporate office of the company between 10:30 A.M. and 12:30 P.M. on all working days except Sunday and Holidays.
- Members are required to bring their admission slips to the AGM. Duplicate admission slips and / or copies of the Report and Accounts will not be provided at the AGM venue.

By order of the Board of Directors

Sd/-

N.L. Gayari

CFO & Company Secretary

Membership No. -F02956

New Delhi, 28/05/2022

Details of Directors seeking appointment/ re-appointment at the AGM [Pursuant to Regulations 26(4) and 36(3) of the Listing Regulations and Secretarial Standards - 2 on General Meetings]

Name of Director	Dr. Vivek Sehgal
Director Identification Number (DIN)	00036060
Date of Birth	05/04/1963
Date of first appointment	31/03/1986
Qualification	M.B.B.S., MD (Radiology). He is associated with the company since last 36 years. Dr. Vivek Sehgal is a Professor of Neuro Radiology at Wayne State University, USA. He is having Thirty One years of experience in the Medical Diagnostic Services.
Terms and conditions of appointment/ re-appointment	Appointed as Director liable to retire by rotation
Details of remuneration last drawn 2021-22	Nil
No. of Board Meetings attended during the year	02
No. of shares held in the Company:	
Own	206250
For other persons on a beneficial basis	NIL
List of Companies in which Directorship held as on 31.03.2022 (excluding foreign, private and Section 8 Companies).	0
Chairperson/ Member of the Mandatory Committees of the Board of the Companies on which he/ she is a Director as on 31.03.2022.	NIL

VOTING INSTRUCTIONS

Voting through electronic means:

- Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.

The instructions for shareholders voting electronically are as under:

- The voting period begins on 26/09/2022 (09:00 a.m. IST) and ends on 28/09/2022 (05:00 p.m. IST.) During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date 22/09/2022 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- The shareholders should log on to the e-voting website www.evotingindia.com
- Click on Shareholders.
- Now Enter your User ID
 - For CDSL: 16 digits beneficiary ID,
 - For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - Members holding shares in Physical Form should enter Folio Number registered with the Company.

6. Next enter the Image Verification as displayed and Click on Login.
7. If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
8. If you are a first time user follow the steps given below:

	For Members holding shares in Physical Form
PAN	<p>Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
Dividend Bank Details OR Date of Birth (DOB)	<p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat Account or in the company records in order to login.</p> <p>If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction</p>

9. After entering these details appropriately, click on "SUBMIT" tab.
10. Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
11. For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
12. Click on the EVSN for the relevant ADS Diagnostic Limited on which you choose to vote.
13. On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
14. Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
15. After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
16. Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
17. You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
18. If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
19. Shareholders can also cast their vote using CDSL's mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. Please follow the instructions as prompted by the mobile app while voting on your mobile.

20. Notes for Non – Individual Shareholders and Custodians

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporate.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

21. In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

1. Shareholder will be provided with a facility to attend the AGM through VC/OAVM through the CDSL e-Voting system. Shareholders may access the same at <https://www.evotingindia.com> under shareholders/members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVSN of Company will be displayed.
2. The Skyline Financial Services Private Limited, Registrar and Share Transfer Agent, of the Company will be providing VC/OAVM Services.

3. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
4. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
5. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
6. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast 2 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 2 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). These queries will be replied to by the company suitably by email.
7. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

INSTRUCTIONS FOR SHAREHOLDERS FOR E-VOTING DURING THE AGM ARE AS UNDER:-

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for Remote e-voting.
2. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
3. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the

facility of e-voting during the meeting is available only to the shareholders attending the meeting.

4. Shareholders who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.

Note for Non – Individual Shareholders and Custodians

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz: adsmedical@rediffmail.com (designated email address by company) , if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.
- If you have any queries or issues regarding attending AGM & e-Voting from the e-Voting System, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com or contact Mr. Nitin Kunder (022-23058738) or Mr.Mehboob Lakhani (022-23058543) or Mr. Rakesh Dalvi (022-23058542).
- All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai-400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

DIRECTOR'S REPORT

DEAR MEMBERS,

Your Directors are pleased to present the Thirty-Sixth Annual Report on the business and operations of the Company together with the Audited Financial Statements for the year ended March 31, 2022.

FINANCIAL HIGHLIGHTS

(In Thousands)

PARTICULARS	2021-22 (INR '000')	2020-21 (INR '000')
Operating Income	1,04,573	106,187
Profit before Interest & Depreciation	12,653	12,060
Less: a) Interest	4,239	4,755
b) Depreciation	2,769	2,888
Profit Before Exceptional and Extraordinary item and Tax	5,645	4,417
Exceptional] Item		
Net Profit/ (Loss) before Taxation	5,645	4,417
Provision for Income Tax	1,497	1,178
Add: Short Provision for Income Tax for Previous years		
Less:- Provision for Deferred Tax	(248)	(126)
Net Profit/ (Loss) after Taxation	4,396	3,365
Add: Other Comprehensive Income	34	87
Total Comprehensive income attributable to equity holders	4,430	3,452
Add: Balance of Profit/Loss Brought forward from previous years	14,112	10,660
Add: MAT Credit	-	-
Less: Dividend paid for Previous Year	-	-
Balance carried to Balance Sheet	18,542	14,112

Results of Business Operations and the State of Company's Affairs

The operational income of the Company has decline from Rs. 1,061.87 Lakhs to Rs. 1,045.73 Lakh registering a negative growth of 1.52% in the current year. The income from trading and servicing has increased from Rs. 177.69 Lakhs to Rs. 224.59 Lakhs for the current year, while Distribution Commission has increased from Rs. 6.04 Lakhs to Rs. 127.00 Lakhs for the current year. Overall income has decline by Rs. 16.14 Lakhs. During the year under review.

Directors' Responsibility Statement

The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;

The director's had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safe guarding the assets of the company and for preventing and detecting fraud and other irregularities;

The directors had prepared the annual accounts on a going concern basis; and The directors, in the case of a listed company, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.

Internal financial control means the policies and procedures adopted by the Company 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.

The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Listing

Shares of your Company continue to be listed on Bombay Stock Exchange Limited, Mumbai, and the listing fee has been paid for the year 2021-2022 in the month January, 2022.

Directors

The Board of Directors of the Company is duly constituted. In accordance with the provisions of Section 152 of the Act, Dr. Vivek Sehgal, Director of the Company, retires by rotation and being eligible, offer himself for re-appointment. The Board recommended her re-appointment. Further, brief profile and other details of Dr. Vivek Sehgal are provided in the Notice of the Annual General Meeting.

Independent Directors

The term and conditions of appointment of independent directors are as per Schedule IV of the Act Pursuant to the Provisions of Section 134(3)(d) read with Section 149(6) the declaration by the independent Directors that they meet the criteria of independence has been received. During the year under review, the Non- Executive independent Directors of the Company had no pecuniary relationship or transactions with the Company.

Board Evaluation

The board of directors has carried out an annual evaluation of its own performance, Board committees and individual directors pursuant to the provisions of the Act and

Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Board has devised a policy on the evaluation of performance of board of Directors, Committee and Individual Directors. Accordingly, the Chairman of the Nomination and Remuneration Committee obtained from all the board members duly filled in evaluation templates for evaluation of the Board as a whole, evaluation of the committees and peer evaluation. The summary of the evaluation reports were presented to the respective Committees and the Board for their consideration. The performance of the committees was evaluated by the board after seeking inputs from the committee members on the basis of the criteria such as the composition of committees, effectiveness of committee meetings, etc.

Auditors

The Auditors, M/s V.N Purohit & Co., Chartered Accountants, New Delhi, hold office till the conclusion of the ensuing Annual General Meeting and are recommended for ratification of appointment. They have submitted a certificate in accordance with the applicable provisions of the companies Act 2013, confirming their eligibility and willingness for re-appointment.

Policy on Directors' appointment and remuneration and other details

The Company's policy on directors' appointment and remuneration and other matters provided in Section 178(1) & (3) of the Act has been disclosed in the Corporate Governance Report which forms part of the directors' report.

Audit committee and Vigil Mechanism

The details pertaining to composition of audit committee and vigil mechanism are included in the Corporate Governance Report, which forms part of this report.

Auditors' report and secretarial auditors' report

The auditors' report and secretarial auditors' report does not contain any qualifications, reservations or adverse remarks. Report of the secretarial auditor is given as an annexure which forms part of this report.

Particulars of loans, guarantees and investments

There was no Loan, Guarantees or Investments made by the Company under Section 186 of the Companies Act, 2013,

during the year under report and hence the said provision is not applicable.

Transactions with related parties

There was no contract or arrangements made with related parties as defined under Section 188 of the Companies Act, 2013, during the year under report. The details of transactions with the Company and related parties are given for information under notes to Accounts.

Extract of Annual Return

As provided under Section 92(3) of the Act, the extract of annual return is attached to this report in the prescribed Form MGT-9.

Corporate Social Responsibility

Provisions of Section 135 of the Companies Act, 2013, are not applicable to the Company.

Reserves

No amount is proposed to transfer/carry to any reserve.

Dividend

Based on company performance the directors have recommended a payment of dividend of Rs. 0.80 (8%) per equity shares of Rs. 10 each on share capital amounting to Rs. 17.54 Lakhs

Change in the Nature of the Business

There is no change in the nature of the Business of the Company during the year under report.

Material Changes

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statement relates till the date of this report.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo.

The information pertaining to conservation of energy, technology absorption, foreign exchange earnings and outgo is given in the Annexure forming part of this Report.

Risk Management

The Company does not have any Risk Management Policy as the elements of risk threatening the Company's existence are very minimal.

Disclosures under Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013.

Your Directors state that the company has zero tolerance on sexual harassment at workplace. During the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

Transfer to Unclaimed Dividend to IEPF.

The provisions of Section 125(2) of the Companies Act, 2013, do not apply as there was no dividend declared and paid last year.

Significant and Material orders passed by the Regulators or Courts or Tribunals

No significant or material orders were passed by any Regulator or Courts or Tribunals which impact the going concern status and Company's operations in future.

Internal Financial Controls

The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weakness in the design or operation was observed.

Managerial Remuneration and Particulars of Employees

The information pertaining to particulars of employees as Section 197 of the Companies Act, 2013, read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is given in the Annexure forming part of this Report.

Deposits

The Company has not accepted any deposits under Section 73 of Companies Act, 2013, during the financial year under report.

Corporate Governance Report

Corporate governance provisions as specified in Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, are not applicable to the Company. However, as per the governance policies of the Company, the Company has substantially followed and observed these regulations. A report on Corporate Governance covering among others details of meetings of the Board and Committees along with a certificate for compliance with the regulations of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Management Discussion and Analysis Report

A detailed analysis of your Company's performance is discussed in the Management Discussion and Analysis Report, which forms part of this Annual Report.

Acknowledgment

Your Directors wish to place on record their appreciation for the co-operation and assistance extended by the Company's employees, medical professionals, customers, vendors and academic institutions. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

For and on behalf of the board of directors

Place: Delhi

Date: 28/05/2022

Sd/-

Gautam Sehgal

Managing Director

DIN: 00034243

Sd/-

Mr. Ravi Kohli

Director

DIN: 01012554

Annexure to Directors Report Declaration under Section 149(6) of the Companies Act, 2013.

We, Ravi Kohli, Girish Sareen and Sunil Jasuja being the Independent Directors of ADS Diagnostic Limited ("The Company") hereby acknowledge, confirm and declare that:

- a) We are or were not promoters of the Company or its holding, subsidiary or associate company; nor are we related to promoters or directors in the Company, its Holding, Subsidiary or associate company;
- b) We do not have or had any pecuniary relationship with the Company, with the Company, its holding, subsidiary or associate company or their promoters or directors, during the two immediately preceding financial years or during the current financial year;
- c) None of our relatives have or had any pecuniary relationship or transaction with the company, its holding, Subsidiary or associate company or their promoters or directors, amounting to two percent or more of its gross turnover or total income of fifty lakh rupees or such higher amount as may be prescribed, whichever is lower, during the two immediately preceding financial years or during the current financial year;
- d) We neither ourselves nor any of our relatives,
 - I. Hold or have held the position of key managerial personnel or is or has been employee of the Company or its holding, or subsidiary or associate

company in any of the three financial years immediately preceding the financial year in which we are proposed to be appointed;

- II. Are or have been an employee or proprietor or partner, in any of the three financial years immediately preceding the financial year in which we are proposed to be appointed, of-
 - A firm of auditors or company secretaries in practice or cost auditors of the Company or its holding or subsidiary or associate company; or
 - Any Legal or consulting firm that has or had any transaction with the Company, or its holding or subsidiary or associate company amounting to ten percent or more of the gross turnover of such firm;
- III. Hold together two percent or more of the total voting power of the Company; or
- IV. Are chief Executive or Director, by whatever name called, of any non-profit organization that receives twenty five percent or more of its receipt from the Company, any of its promoters or directors or its holding or subsidiary or associate company or that holds two percent or more of total voting power of the Company;
- e) We possess appropriate skills, experience and knowledge of discipline related to the Company's business.

Place : New Delhi

Date: 28/05/2022

Sd/-

Ravi Kohli

DIN 01012554

Sd/-

Sunil Jasuja

DIN 00937770

Sd/-

Girish Sareen

DIN 01128112

DIRECTOR'S REPORT (CONT...)

A. Conservation of energy:

- (a) Energy conservation measures taken; LED Light have been Put-up in place of Traditional Lights.
- (b) Additional investments and proposals, if any, being implemented for reduction of consumption of energy: - NO
- (c) Impact of the measures at (a) and (b) above for reduction of energy: - Impact will be known in current year.
- (d) Consumption and consequent impact on the cost of production of goods: - NA
- (e) Total energy consumption and energy consumption per unit of production as per Form A of the Annexure in respect of industries specified in the Schedule there to.: - NA

B. Technology absorption:

- (a) Efforts in brief made towards technology absorption, adaptation and innovation: - NA
- (b) Benefits derived as a result of above efforts: - NA

(c) Technology inducted: - NA

(d) Efforts made in technology absorption as per Form B of the Annexure: - NA

C. Foreign exchange earnings and outgo:

Activities relating to exports; initiatives taken to increase exports; development of new export markets for products and services; and export plans; The Company is continuously making its efforts for export of sales and services in the overseas market.

Total foreign exchange used and earned: -

- i) Foreign Exchange earned - Rs.5.32 Lakhs (Previous Year 173.50 Lakhs)
- ii) Foreign Exchange outgo - Rs. 0.93 Lakhs (Previous Year 0.00 Lakhs)

MANAGERIAL REMUNERATION AND PARTICULARS OF EMPLOYEES

Managerial Remuneration

The information required under Section 197 of the Act read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, are given below: -

1. The ratio of the remuneration of each director to the **median remuneration** of the employees of the company for the financial year: -

Sr. No.	Name of the Director	Remuneration P.A. (INR '000')	Median Remuneration P.A. (INR'000')	Ratio
1	Dr. Gautam Sehgal	6,171	427	14.45

2. The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year: -

Sr. No.	Name of KMP	Designation	Current Remuneration P.A (INR'000')	Previous Remuneration P.A. (INR'000')	% Increase
1	Dr. Gautam Sehgal	Managing Director	6,171	6,139	0.516
2	N.L. Gayari	CFO & Company Secretary	2,412	2,233	8.02

3. The percentage increase in the median remuneration of employees in the financial year:-

S. No.	Current Year Median Remuneration in (INR '000')	Previous Year Median Remuneration in (INR '000')	Percentage Increase
1.	427	403	-1.23

4. The number of permanent employees on the rolls of Company:- **20**
5. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:- The average percentile increase in salaries of the employees is - 1.23%, whereas managerial personal is getting raise as 1.02 % p.a as approved by Central Government.
6. It is hereby affirmed that the remuneration paid is as per the Remuneration Policy for Directors, Key Managerial Personnel and other Employees.

Particulars of Employees

Provisions of rule 5(2) & (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is not applicable to the Company as no employee is getting specified remuneration.

FORM MGT-9
EXTRACT OF ANNUAL RETURN

as on the financial year ended on 31/03/2022

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i.	CIN	L85110DL1984PLC018486
ii.	Registration Date	23/06/1984
iii.	Name of the company	A D S DIAGNOSTIC LIMITED
iv.	Category of the Company	Company Limited by Share
v.	Sub Category of the Company	India Non-Government Company
vi.	Address of the Registered office and contact details	114, Sant Nagar, East of Kailash, New Delhi – 110065 Tel: 011-41620434, 41622193, Fax: 011-41665880, 011-29245300, E-mail: adsmedical@rediffmail.com, Website: www.adsdiagnosticlimited.com
vii.	Whether listed company	Yes
viii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	NIL

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

	Name and Description of main products/services	NIC Code of the Product/service	% to total turnover of the company
I.	Sale of Trading Goods	Division 74	60.78
II.	Income from Service, Installation & Rental	Division 46	26.64
III.	Income from Distribution Commission	Division 46	12.58

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Name & address of the Company	CIN/GLN	Holding /Subsidiary/ Associate	% of shares held	Applicable Section
NIL	NIL	NIL	NIL	NIL

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)
i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	0	994210	994210	45.34	0	995410	995410	45.39	0.05
b) Central Govt	0	0	0	0	0	0	0	0	

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
c) State Govt (s)	0	0	0	0	0	0	0	0	
d) Bodies Corp.	0	0	0	0	0	0	0	0	
e) Banks/FI	0	0	0	0	0	0	0	0	
f) Any Other..	0	0	0	0	0	0	0	0	
Sub-total (A) (1):-	0	994210	994210	45.34	0	995410	995410	45.39	0.05
(2) Foreign	0	0	0	0	0	0	0	0	
a) NRIs - Individuals	0	0	0	0	0	0	0	0	
b) Other - Individuals	0	0	0	0	0	0	0	0	
c) Bodies Corp.	0	0	0	0	0	0	0	0	
d) Banks / FI	0	0	0	0	0	0	0	0	
e) Any Other....	0	0	0	0	0	0	0	0	
Sub-total (A) (2):-	0	0	0	0	0	0	0	0	
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	0	994210	994210	45.34	0	995410	995410	45.39	0.05
B. Public Shareholding	0	0	0	0	0	0	0	0	
1. Institutions	0	0	0	0	0	0	0	0	
a) Mutual Funds	0	25000	25000	1.14	0	25000	25000	1.14	0
b) Banks/FI	0	75300	75300	3.43	0	75300	75300	3.43	0
c) Central Govt	0	0	0	0	0	0	0	0	
d) State Govt(s)	0	0	0	0	0	0	0	0	
e) Venture Capital Funds	0	0	0	0	0	0	0	0	
f) Insurance Companies	0	0	0	0	0	0	0	0	
g) FIIs	0	0	0	0	0	0	0	0	
h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	
i) Others (specify)	0	0	0	0	0	0	0	0	
Sub-total (B)(1):-	0	100300	100300	4.57	0	100300	100300	4.57	0.00
2. Non-Institutions	0	0	0	0	0	0	0		
a) Bodies Corp.									
i) Indian	0	7600	7600	0.33	0	7600	7600	0.33	0.00
ii) Overseas	0	0	0	0	0	0	0	0	
b) Individuals	0	0	0	0	0	0	0	0	
i) Individual shareholders holding nominal share capital uptoRs. 1 lakh	0	1086040	1086040	49.53	0	1084840	1084840	49.50	-0.05
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	0	0	0	0		0	0	0	0

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
c) Director/ Relatives	0	4650	4650	0.21	0	4650	4650	0.21	0.00
Sub-total (B)(2):-	0	1098290	1098290	50.08	0	1089490	1089490	50.04	0.00
Total Public Shareholding (B) = (B)(1) + (B)(2)	0	1198590	1198590	54.66	0	1197390	1197390	54.61	0.00
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	0	2192800	2192800	100	0	2192800	2192800	100	0.00

II. SHAREHOLDING OF PROMOTERS

		Shareholding at the beginning of the year			Shareholding at the end of the year		
Promoters Name	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	% change in share holding during the year
Dr. Arjun Dev Sehgal	0	0	0	0	0	0	0
Dr. Gautam Sehgal	129600	5.91	0	130800	5.96	0	0
Dr. Vivek Sehgal	206250	9.41	0	206250	9.41	0	0
Dr. (Mrs.) Versha Sehgal	552360	25.19	0	552360	25.19	0	0
Dr. A.D. Sehgal & Sons	86000	3.92	0	86000	3.92	0	0
Mrs. Radhika Sehgal	20000	0.91	0	20000	0.91	0	0
TOTAL	995410	45.39	0	995410	45.39	0	0

III. CHANGE IS PROMOTERS SHAREHOLDING.

Note:- There is no Change During the year..

IV. SHAREHOLDING PATTERN OF TOP TEN SHAREHOLDERS (other than Directors, Promoters and Holders of GDRs and ADRs):

Top ten Shareholders	Date	Shareholding at the beginning/end of the year			Changes during the year		Cumulative Shareholding during the year	
		No. of Shares	% of total Shares of the company	Date	Increase/Decrease	Reason	No. of Shares	% of total Shares of the company
Rajeev Sehgal	1.4.2021	16300	0.74	NIL	NIL	NIL	16300	0.74
Nazer Ahmed	1.4.2021	9000	0.32	NIL	NIL	NIL	7000	0.32
Ramesh Khiani	1.4.2021	6000	0.15	NIL	NIL	NIL	6000	0.15
VikasBhayana	1.4.2021	2000	0.09	NIL	NIL	NIL	2000	0.09
VikasBhayana	1.4.2021	4000	0.18	NIL	NIL	NIL	4000	0.18
ArchanaBhayana	1.4.2021	6000	0.27	NIL	NIL	NIL	6000	0.27
Rame Chander Bhayana	1.4.2021	7000	0.31	NIL	NIL	NIL	7000	0.31
Vijay Singh	1.4.2021	5500	0.25	NIL	NIL	NIL	5500	0.25
Puja Goel	1.4.2021	3000	0.13	NIL	NIL	NIL	3000	0.13
Krishan Lal	1.4.2021	4200	0.19	NIL	NIL	NIL	4200	0.19

V. SHAREHOLDING OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

Directors and KMP Name	Shareholding at the beginning/end of the year			Changes during the year		Reason	Cumulative Shareholding during the year	
	Date	No. of Shares	% of total Shares of the company	Date	Increase/Decrease		No. of Shares	% of total Shares of the company
Dr. (Mrs.) Versha Sehgal	01-Apr-2021	552360	25.19	-	-	-	552360	25.19
	31-Mar-2022	552360	25.19	-	-	-	552360	25.19
Dr. Gautam Sehgal	01-Apr-2021	130800	5.96	-	-	-	130800	5.96
	31-Mar-2022	130800	5.96	130800	5.96			
Dr. Vivek Sehgal	01-Apr-2021	206250	9.41	-	-	-	206250	9.41
	31-Mar-2022	206250	9.41	-	-	-	206250	9.41
Mrs. Radhika Sehgal	01-Apr-2021	20000	0.91	-	-	-	20000	0.91
	31-Mar-2022	20000	0.91	-	-	-	20000	0.91

VI. INDEBTEDNESS

Indebtedness of the Company including Interest outstanding/accrued but not due for payment.

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness (INR '000')
indebtedness at the beginning of the financial year				
i) Principal Amount	21,173	22,991	NIL	44,164
ii) Interest due but not paid	NIL	1,765	NIL	1,765
iii) Interest accrued but not	111	NIL	NIL	111
Total (i+ii+iii)	21,284	24,756	NIL	46,040
Change in Indebtedness during the financial year				
- Addition	NIL	NIL	NIL	NIL
- Reduction	9,471	2,098	NIL	11,569
Net Change				
Indebtedness at the end of the financial year				
i) Principal Amount	11,702	20,893	NIL	32,595
ii) Interest due but not paid				
iii) Interest accrued but not due	NIL	1,639	NIL	1,639
Total (i+ii+iii)	81	NIL	NIL	81

VII. Remuneration of Directors and Key Managerial Personnel

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Name of MD/ WTD/ Manager	Gross salary			Stock Option	Sweat Equity	Commission		Others, please specify	Total (INR '000')	Ceiling as per the Act
	(a) Salary as per provisions contained in section 17(1) of the Income- tax Act, 1961	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961			as % of profit	others, specify			
Dr. Gautam Sehgal	6,171	0	NIL	NIL	NIL	NIL	NIL	NIL	6,171	Approved by Central Government

B. Remuneration to other directors:

Name of Directors	Fee for attending board/ committee meetings	Commission	Others, please specify	Total Amount (INR '000)
<u>Independent</u> Directors				
• Mr. Ravi Kohli	12	NIL	NIL	12
• Mr. Girish Sareen	9	NIL	NIL	9
• Mr. Sunil Jasuja	12	NIL	NIL	12
Total (I)	33	NIL	NIL	33

Name of Directors	Fee for attending board/ committee meetings	Commission	Others, please specify	Total Amount (INR '000)
Other Non-Executive Directors				
• Dr. (Mrs.) Versha Sehgal	12	NIL	NIL	12
• Mrs. Radhika Sehgal	12	NIL	NIL	12
• Mr. Vivek Sehgal	3	NIL	NIL	3
Total (2)	27	NIL	NIL	27
Total (1+2)	60	NIL	NIL	60
Total Managerial Remuneration	60	NIL	NIL	60

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

Key Managerial Personnel	Name	Gross salary			Stock Option	Sweat Equity	Commission			Total (INR '000')
		(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961			as % of profit	others, specify	Others, please specify	
CFO & Company Secretary	Narayan Lal Gayari	2,411	0	0	0	0	0	0	0	2,411

VIII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees Imposed	Authority [RD / NCLT/ COURT]	Appeal made, If any (give Details)
A. COMPANY					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B. DIRECTORS					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C. OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

FORM NO. MR-3**SECRETARIAL AUDIT REPORT**

For the financial year ended 31st March, 2022.

I Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,

The Members,

AD S Diagnostic Limited

114 Sant Nagar East of Kailash

New Delhi-110065

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **A D S Diagnostic Limited** (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the **A D S Diagnostic Limited's** books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2022, generally complied with the statutory provisions Listed hereunder and also that the Company has proper Board- processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by **A D S Diagnostic Limited** for the financial year ended on 31st March, 2022, according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there wider;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'): -
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 and 201 S;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosures Requirements) Regulations, 2009;
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - (f) The Securities and Exchange Board of India (Registrars to an issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
- (vi) Other laws applicable to the Company as per the representations made by the Management.

We have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India, effective from 01st July, 2015
- (ii) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the period under review and as per the explanations and clarifications given to us and the representation made by the Management, the Company has substantially complied with the provisions of the Act, Rules, Regulations, Guidelines, etc. mentioned above. There were no penalties, strictures imposed on the Company by SEBI or any statutory authority on any matter related to capital markets during the last three years. As per the representations made by the Management, dematerialization of securities of the Company is under process.

We further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review

were carried out in compliance with the provisions of the Act.

We further report that adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent adequately in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. All decisions at Board Meetings and Committee Meetings, as represented by the management, were carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committees of the Board, as the case may be

We further report that as per the explanations given to us and the representations made by the Management and relied upon by us there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the period under review, as explained and represented by the management, there were no specific events/actions in pursuance of the above referred laws, rules, regulations, guidelines, standards etc., having a major bearing on the Company's affairs.

For and on behalf of

**Anand Pandey & Associates
Company Secretaries**

Sd/-

CS Anand Pandey

M. NO.56065

C. P. No.21110

**New Delhi
25/05/2022**

This Report is to be read with our letter of even date which is annexed as Annexure A and forms an integral part of this report.

Annexure 'A'

To,
The Members,
ADS Diagnostic Limited

Our report of even date is to be read along with this letter.

1. Maintenance of Secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in Secretarial records. We believe that the process and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we have obtained the Management representation about the Compliance of laws, rules and regulations and happening of events etc.
5. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedure on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For and on behalf of

**Anand Pandey & Associates
Company Secretaries**

Sd/-

CS Anand Pandey

**New Delhi
25/05/2022**

**M. N0.56065
C. P. No.21110**

REPORT ON CORPORATE GOVERNANCE

1. Company's Philosophy on code of Governance

Corporate governance encompasses a set of systems and practices to ensure that the Company's affairs are being managed in a manner which ensures accountability, transparency and fairness in all transactions in the widest sense. The objective is to meet stakeholders'

aspirations and societal expectations. Good governance practices stem from the dynamic culture and positive mindset of the organization. At ADS, we are committed to meet the aspirations of all our stakeholders. Governance processes an entrepreneurial performance focused work environment. Additionally, our customers have benefited from high quality products delivered at extremely competitive prices.

2. Board of Directors

• Composition of Board of Directors as on 31st March 2022:

Sr. No.	Categories	(No.of Directors)	(%)
1	Promoters and Founder Directors / Managing Director	4	57
2	Non-Executive Independent Directors	3	43

The composition of the Board is in conformity with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

• Number of Board Meetings:

The Board of Directors met **4 times** during 2021-22. The meetings of the Board were held on 11/08/2021, 14/11/2021, 14/02/2022 & 28/05/2022.

• Directors' attendance record and details of Directorships/Committee Positions held:

Attendance of the Directors at the Board Meetings and last Annual General Meeting and the Number of Directorship and Chairmanship/Membership of Committees across all Companies in which he/she is a Director as on **March 31, 2022** is given here-in below:

Name of Director	Category	Attendance Particulars			No. of Directorships/ Committee Memberships/ Chairmanships of Other Companies		
		No. of Board Meetings during the year 2021-22		At AGM held on September 29, 2021	Other Director ships	Committee Member ships	Committee Chairman ships
		Held	Attendance				
Dr. (Mrs.) Versha Sehgal	Director	04	04	NO	2	-	-
Dr. Vivek Sehgal	Director	04	02	NO	1	-	-
Dr. Gautam Sehgal	Managing Director	04	04	Yes	7	-	-
Mrs. Radhika Sehgal	Director	04	03	NO	2		
Mr. Ravi Kohli	Independent Director	04	04	Yes	1	-	-
Mr. Girish Sareen	Independent Director	04	04	NO	5	-	-
Mr. Sunil Jasuja	Independent Director	04	04	NO	3	-	-

Note: Number of Meetings represents the Meetings held during the period in which the Director was Member of the Board.

(a) Independent Directors:

Company appointed Independent Directors who are renowned people having expertise/experience in their respective field/profession. The independence of a director is determined by the criteria stipulated under Regulation 17 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. Your Company follows a structured orientation and familiarization programme.

The Company periodically to undertake Familiarization programme for the Directors of the Company, their roles, rights, responsibilities in the Company, nature of the Industry in which the Company operates, Business model of the Company and so on. The detail of such familiarization programme has been disclosed on the website of the Company. The same may be visited at www.adsdiagnosticlimited.com

3. Audit Committee:

- Terms of Reference:** Audit Committee is to see the effectiveness of operations of the audit function of the Company, review the systems and procedures of internal control, oversee the Company's financial

reporting process, review the periodical and annual financial statements before submission to the Board with the management and ensure compliance with the regulatory guidelines. The Audit Committee which acts as a link between the management, external and internal auditors and the Board of Directors of the Company is responsible for overseeing the Company's financial reporting process by providing direction to audit function and monitoring the scope and quality of internal and statutory audits.

The Committee further carries out the scrutiny of the quarterly/half-yearly/annual financial statements with reference to changes, if any in accounting policies and reasons for the same, review of internal audit function and overseeing of the vigil mechanism and approval or any subsequent modification of transactions of the Company with related parties.

- Composition, Meetings and Attendance of the Committee:** The Audit Committee comprises of three Independent Directors. The Chairman of the Committee is an Independent Director. The composition of the Audit Committee and attendance of Directors at the Meetings (As on March 31, 2022) is shown below:

Name of Director	Category	No. of Meetings during the FY 2021-22	
		Held	Attended
Mr. Ravi Kohli	Chairman	4	3
Mr. Girish Sareen	Member	4	4
Mr. Sunil Jasuja	Member	4	4

4. Nomination and Remuneration Committee:

- Terms of Reference:** The Company has constituted a Nomination and Remuneration Committee of Directors. The powers, role and terms of reference of the Nomination and Remuneration Committee are as per the requirement of Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and as per the provisions of the Companies Act, 2013. The Committee formulates remuneration Policy and a policy on Board Diversity and also formulates the criteria for evaluation of Directors and the Board.

- Performance Evaluation:** The Nomination and Remuneration Policy of ADS has laid down the criteria for conducting performance evaluation of Board of Directors including Independent Directors. The evaluation criteria, inter-alia, covered various aspects of the board's functioning including its composition, attendance of Directors, participation levels, bringing specialized knowledge for decision making, smooth functioning of the Board and effective decision making.

- **Composition, Meetings and Attendance of the Committee:** The Nomination and Remuneration Committee comprises of three Independent Directors. The Chairman of the Committee is an Independent

Director. The composition of the Nomination and Remuneration Committee and attendance of Directors at the Meetings (As on March 31, 2022) is shown below:

Name of Director	Category	No. of Meetings during the FY 2021-22	
		Held	Attended
Mr. Girish Sareen	Chairman	4	3
Mr. Ravi Kohli	Member	4	4
Mr. Sunil Jasuja	Member	4	4

- The following are the details of the remuneration paid to the managerial personnel during the financial year 21-22:

1. Dr. Gautam Sehgal, Managing Director, from 01.04.2021 to 31.03.2022:

Particulars	Amount In (Rs.),000
Salary & Allowances (excluding Perquisites):	6,171
Perquisites as per IT Act	0.00
Others	0.00
TOTAL=	6,171

- The Company pays sitting fees of Rs. 3000/- per Meeting & The Stakeholders' Relationship Committee comprises for the Board and no sitting fee is being paid for Meeting of Committee thereof, to the Non-executive and Independent Directors. The Non-Executive and Independent Directors do not receive any remuneration besides the sitting fees.

5. Stakeholders' Relationship Committee:

- The Stakeholders' Relationship Committee comprises of three Independent Directors. The Chairman of the Committee is an Independent Director. The composition of the Stakeholders' Relationship Committee and attendance of Directors at the Meetings (As on March 31, 2022) is shown below:

Name of Director	Category	No. of Meetings during the FY 2021-22	
		Held	Attended
Mr. Sunil Jasuja	Chairman	4	4
Mr. Ravi Kohli	Member	4	3
Mr. Girish Sareen	Member	4	4

Note: Number of Meetings represents the Meetings held during the period in which the Director was Member of the Committee.

- The Committee considers and resolves the grievances of the security holders and approves of the share transfers, transmissions and transpositions, etc.
- Mr. N L Gayari, Company Secretary is the Secretary to the Committee and the Compliance Officer appointed for the compliance of capital market related laws.

- The number of complaints received from the shareholders during financial year 2021-22 and the number of pending complaints are shown below:
- No. of Complaints received during the financial year 2021-22: 0

Pending as on March 31, 2022: Nil

- The Board of Directors has laid down a Code of Conduct for all Board Members and senior management of the Company, which has been posted on the website of the Company.

6. General Body Meeting:

Location and time, where last three Annual General Meetings held:

Financial Year	Date	Time	Location
2020-2021	September 29, 2021	11:30 A.M.	Video Conferencing ('VC')/Other Audio Visual Means ('OAVM') facility
2019-2020	September 29, 2020	03:30 P.M.	Video Conferencing ('VC')/Other Audio Visual Means ('OAVM') facility
2018-2019	September 27, 2019	11:30 A.M.	Indian Social Institute (ISI), 10 Institutional Area Lodi Road, New Delhi-110003

7. Disclosures:

(A) Related party transactions

There were no materially significant related party transactions during the FY 2021-22. The Company has formulated a policy of Related Party Transactions (RPTs) and the same is placed on the website of the Company and may be visited www.adsdiagnosticlimited.com. In terms of Section 134(3) (h) of the Companies Act, 2013 read with Rule 15 of the Companies (Meetings of Board and its Powers) Rules, 2014, there are no transactions to be reported in Form AOC 2.

(B) Disclosure of Accounting Treatment

In preparation of the Financial Statements, the Company has followed the accounting standards issued by the Institute of Chartered Accountants of India. The significant accounting policies have been set out in the notes to accounts.

(C) Risk Management

Business Risk Evaluation and Management is an ongoing process within the Company and there is a Risk Management Committee of Directors for overseeing the process. The Company has laid down Policies on Operational, Market and Credit risks for assessment and minimization of risks associated with the Company.

(D) Management Discussion and Analysis Report

Management Discussion and Analysis forms part of the Board's Report and is given separately in the Annual Report.

(E) Details of Compliance with Mandatory Requirements

The Company has duly complied with all the mandatory requirements as stipulated in Regulation 15 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Mr. Sandeep Kumar Tripathi, Practicing Company Secretary has certified the Corporate Governance Report for the Financial Year 2021-22 as stipulated in Chapter IV of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The said certificate is appended to this report.

(F) Subsidiary Companies

The Company does not have any subsidiary.

(G) CEO/CFO Certificate

The certification under Chapter IV of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 by MD and CFO to the Board forms part of this report.

(H) Whistle Blower Policy

The Company already had an established and effective mechanism called the Whistle Blower Policy (Policy).

The mechanism under the Policy has been appropriately communicated within the organization. Under the Whistle Blower Policy director(s) and employee(s) can report to the management their concerns about unethical behavior, actual or suspected fraud or violation of the ADS's code of conduct or ethics policy and to provide adequate safeguards to them against any sort of victimization on raising an alarm. The Policy also provides for direct access to the Chairman of the Audit Committee in exceptional cases.

During the year under review, no instance of the protected disclosure has been made to the Designated Authority or to the Chairman of the Audit Committee.

I) Details of Non-compliance with regard to Capital Market

There were no penalties, strictures imposed on the Company by SEBI or any statutory authority on any matter related to capital markets during the last three years.

8. Means of Communication:

Financial Result: Half yearly and quarterly results of the Company are published in "The Pioneer" in English and "Hari Bhoomi" in Hindi.

Website: The Company's website www.adsdiagnosticlimited.net contains the updated information pertaining to quarterly, half-yearly and annual financial results, shareholding pattern, important announcements, etc. The said information is available in a user friendly and downloadable form.

Annual Report: Annual Report containing inter alia Standalone Financial Statements, Directors' Report, Auditors' Report, Corporate Governance Report is circulated to the members and others entitled thereto and is also available on the website of the Company www.adsdiagnosticlimited.com. The relevant information relating to the Directors to be appointed/re-appointed at the ensuing Annual General Meeting is given in the Notice convening the Annual General Meeting.

9. General Shareholder Information

Annual General Meeting:	Date: 29 th September, 2022 Time: 11:30 P.M. Venue: through Video Conferencing ('VC')/Other Audio Visual Means ('OAVM') facility.
Financial Calendar (Tentative): Results for quarter ending June 30, 2021 Results for quarter ending September 30, 2021 Results for quarter ending December 31, 2021 Results for quarter ending March 31, 2022	11 th August, 2021 14 th November, 2021 14 th February, 2022 28 th May, 2022
Dates of Book Closure	23.09.2022 to 29.09.2022, (both days inclusive)
Dividend Payment Date	03/10/2022
Listing on Stock Exchange	Bombay Stock Exchange
Stock Code	523031 BSE
Market Price data	Securities of the Company is not actively trading
Performance in comparison to broad based indices	Securities of the Company is not actively trading
Registrar and Transfer Agent	the Company maintained at In-house Share Transfer facility
Share Transfer System	At present, shares for transfer, which are received in physical form, are processed and the share certificates are returned within a period of 15 days from the date of receipt, subject to documents being valid and complete in all respects.

Dematerialization of Shares and liquidity	The Company is in process of dematerialization of shares of the company.
Registered Office and address for Correspondence	114, Sant Nagar East of Kailash New Delhi-110065
Corporate Identity Number	L85110DL1984PLC018486

(i) The distribution of shareholdings as on 31st March, 2022 is as follows:

Shares Holding of Nominal Value of Rs.	No. of Folios	%	No. of Shares Held	Percentage of Total Shares
Upto 2500	4603	83.418	5857050	26.742
2501-5000	665	12.051	2479600	11.294
5001- 10000	181	3.280	1448000	6.604
10001-20000	41	0.743	571250	2.605
20001-30000	7	0.127	171000	0.780
30001-40000	2	0.036	70000	0.319
40001-50000	1	0.018	50000	0.228
50001-100000	3	0.109	405000	1.847
100001-& above	12	0.218	10876100	49.581
Grand Total	5514	100.00	21928000	100.00

(ii) Shareholding pattern as on 31st March, 2022 is as follows:

Category	No. of Shares	%
Indian Promoters	994210	45.34
Mutual Funds	25000	1.14
Financial Institutions/Banks	75300	3.43
Private Corporate Bodies Indian Public	1098290	50.09
TOTAL	21,92,800	100.00

Declaration of Compliance with the Code of Conduct as provided in Chapter IV of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

I, Dr. Gautam Sehgal, Managing Director and a member of the Board of Director of ADS Diagnostic Limited ("the Company") hereby acknowledge, confirm and certify that:

- All the directors and Senior Management Personnel have received, read and understood the Code of Conduct for Board Members and Senior Management of the Company.
- All the Directors/Senior Management Personnel are bound by the said Code to the extent applicable to their functions as a member of the Board of Directors/ Senior Management of the Company respectively;
- Since the date of appointment as a Directors/Senior Management Personnel of the Company, all the Directors/Senior Management Personnel have affirmed compliance with the provision of the Code of Conduct which were adopted by the Company;
- Directors and senior Management personnel were not a party to any non- compliance with the said code.

Place: New Delhi
Date: 28/05/2022

Sd/-
DR. Gautam Sehgal
Managing Director
DIN-00034243

Management Discussion & Analysis Report

The Management of ADS Diagnostic Ltd. have pleasure in presenting its analysis report covering One Division. .

A) Sales & Service of Medical Equipments.

Medical Equipments Sales & Services Division:-

This Division of the company has performed average during the current year. The revenue from this division has decreased from Rs 1061.86 to 1045.73Lacs and the management is hopeful to increase revenue from this division further in coming years as more & more Equipment will be purchased by the Government hospitals to provide health for the entire citizen. The outlook of this division is very bright and company will be able to earn more revenue from this division. Management expects increase in attrition of technical person due to more competitors coming in this field; however it is making efforts to retain talent by suitable incentives.

Outlook, Opportunities, Threats, Risks and Concerns

Your Company is continuously making sincere efforts to achieve the growth in the business. The long term objective of the Company is to remain strong player in the market with strong emphasis on product and market development. Your company is consolidating its position and making its best efforts to realize the maximum from the customers and market.

Internal Control Systems and Their Adequacy

The Company has a proper adequate internal control system for assessment and eliminating various kinds of risks which include strategic, operational, financial, environment and reputation risk. The internal control is supplemented by an extensive internal audit, periodical review by the management and documented policies, guidelines and procedures. The internal control is designed to ensure that the financial reporting of various transactions, efficiency of operations, safeguarding of assets and compliance are reliable for preparing financial statements and other data and for maintaining accountability of assets.

Material Developments in Human Resource

In view of the prevailing challenging environment, ADS decided to enlarge its customer base and to increase its presence in various parts of the country.

Role of the Company Secretary in overall governance process

The Company Secretary plays a key role in ensuring that the Board procedures are followed and regularly reviewed. The Company Secretary ensures that all relevant information, details and documents are made available to the Directors and senior management for effective decision-making at the meetings. The Company Secretary is primarily responsible to assist and advise the Board in the conduct of affairs of the Company, to ensure compliance with applicable statutory requirements and Secretarial Standards, to provide guidance to directors and to facilitate convening of meetings. He interfaces between the management and regulatory authorities for governance matters.

Observance of the Secretarial Standards issued by the Institute of Company Secretaries of India

The Institute of Company Secretaries of India (ICSI), one of India's premier professional bodies, has issued Secretarial Standards on important aspects like Board meetings, General meetings, Maintenance of Registers and Records, Minutes of Meetings, Transmission of Shares, Passing of Resolutions by Circulation, Affixing of Common Seal and Board's Report.

Although these standards, as of now, are recommendatory in nature, the Company substantially adheres to these standards voluntarily.

Scheduling and selection of agenda items for Board meetings.

Minimum four pre-scheduled Board meetings are held annually. Additional Board meetings are convened by giving appropriate notice to address the Company's specific needs. The meetings are usually held at the Company's office at 114, Sant Nagar East of Kailash, New

Delhi- 110065. The Company's various business heads / service heads are advised to Schedule their work plans well in advance, particularly with regard to matters requiring discussion/ Approval/decision at Board/Board Committee meetings. Such matters are communicated by them to the Company Secretary in advance so that they are included in the agenda for Board/Board Committee meetings.

Board material distributed in advance

The agenda and notes on agenda are circulated to Directors in advance, and in the defined agenda format. All material information is incorporated in the agenda for facilitating meaningful and focused discussions at the meeting. Where it is not practicable to attach any document to the agenda, it is tabled before the meeting with specific reference to this effect in the agenda. In special and exceptional circumstances, additional or supplementary item(s) on the agenda are permitted.

Recording minutes of proceedings at Board and Committee meetings

The Company Secretary records minutes of proceedings of each Board and Committee meeting. Draft minutes are circulated to Board/ Board Committee members for their comments. The minutes are entered in the Minutes Book within 30 days from the conclusion of the meeting.

Compliance

The Company Secretary, while preparing the agenda, notes on agenda, minutes of the meeting(s), is responsible for and is required to ensure adherence to all applicable laws and regulations, including the Companies Act, 1956/ Companies Act, 2013 read with rules issued there under, as applicable and the Secretarial Standards recommended by the Institute of Company Secretaries of India.

CEO/CFO Certification

We, Dr. Gautam Sehgal, Managing Director and N.L. Gayari Chief Financial officer & Company Secretary of the Company certify that:

- A) We have reviewed the financial statements and the cash flow statement for the financial year ended March 31, 2022 and that to the best of our knowledge and belief:
- These statements do not contain any material untrue statement or omit any material fact or contain statement that might be misleading;
 - These statements together present a true and fair view of the Company's affairs and are in compliance with existing Accounting Standards, applicable laws and regulations.
- B) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the financial year which are fraudulent, illegal or violation of the Company's code of Conduct.
- C) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the audit committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- D) We have indicated to the Auditors and the Audit Committee that:
- There has not been any significant changes in internal control over financial reporting during the year ended March 31, 2022;
 - There has not been and significant changes in accounting policies during the year ended March 31, 2022 requiring disclosure in the notes to the financial statements; and
 - There has not been any instance of significant fraud during the year ended March 31, 2022.

Place: New Delhi
Date: 28/05/2022

Sd/-
Dr. Gautam Sehgal
Managing Director

Sd/-
N.L. Gayari
CFO & Company Secretary

CERTIFICATE IN TERMS OF CLAUSE 49 (IX) OF THE LISTING AGREEMENT

To,
The Board of Directors
ADS Diagnostic Limited

1. We have reviewed financial statements and the cash flow statement of ADS Diagnostic Limited for the year ended 31st March, 2022 and to the best of our knowledge and belief:
- These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violate of the Company's Code of Conduct.
3. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of Company's internal control systems pertaining to financial reporting. We have not come across any reportable deficiencies in the design or operation of such internal controls.
4. We have indicated to the Auditors and the Audit Committee:
- That there are no significant changes in internal control over financial reporting during the year;
 - That there are no significant changes in accounting policies during the year; and
 - That there are no instances of significant fraud of which we have become aware.

Place: New Delhi
Date: 28/05/2022

Sd/-
Dr. Gautam Sehgal
Managing Director

Sd/-
N.L. Gayari
CFO & Company Secretary

INDEPENDENT AUDITOR'S REPORT

To
The members of
A D S DIAGNOSTIC LIMITED

Report on the Audit of Financial Statements

Opinion

We have audited the accompanying financial statements of **A D S DIAGNOSTIC LIMITED** ("the Company"), which comprise the balance sheet as at 31st March 2022, the statement of profit and loss (including other comprehensive income), the statement of cash flows and the statement of changes in equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at 31st March, 2022, and the **net profit** (including other 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 Act. Our responsibilities under those standards are further described in the 'Auditor's Responsibilities for the Audit of the Financial Statements' section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidences we have obtained are sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described hereunder to be key audit matters to be communicated in our report.

Key audit matters	Auditor's response
Revenue from operation i) According to Ind AS 115, revenue to be recognized on satisfaction of performance obligation and transfer of control pertaining to goods. ii) Determination of transaction price for measurement of revenue according to Ind AS 115.	Our audit procedure inter- alia included the following- <ul style="list-style-type: none"> • We assessed the company's process to consider the time of transfer of control of goods. • We performed year end cut off procedures to determine whether revenues are recorded in the correct period. • We used assessment of overall control environment relevant for measurement of revenue. • We performed testing of journals, with particular focus on manual adjustment to revenue account, to mitigate the risk of manipulation of revenue and profit figures.

Information other than the Financial Statements and Auditor's Report thereon

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

Our opinion on the financial statement does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

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

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the AS and the other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 are operating effectively for insuring 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 misstatements, whether due to fraud or error.

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

The Board of Directors is 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 a reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue our 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 due to fraud or error and are considered material if, individually or in 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 the SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- (i) 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 one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
- (ii) Obtain an understanding of the internal 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.

- (iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- (iv) 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 upto the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- (v) 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.

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 controls 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, relevant safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law

or regulation precludes public disclosure about the matter or when, or when in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ('the Order'), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the **Annexure A**, a statement on the matters specified in paragraphs 3 and 4 of the order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c. the Balance Sheet, the Statement of Profit and Loss, Statement of Changes in Equity and the Cash Flow Statement dealt with by this report are in agreement with the books of accounts;
 - d. In our opinion, the aforesaid financial statements comply with the 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, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in **Annexure B**. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of

the Company's internal financial controls over financial reporting.

- g. With respect to the other matters to be included in the Auditor's Report in accordance with 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, if any of pending litigations on its financial position, in its financial statements (Refer Note 27 of the financial statements).
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. The Company is not required to transfer any amount to the Investor Education and Protection Fund.
- iv. a) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(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 notes to the

accounts, 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; and

- (c) Based on such audit procedures we have obtained reasonable and appropriate evidence in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material misstatement.
- v. No dividend declared or paid by the company during the period covered by this report.
- h. In our opinion and according to the information and explanations given to us, the remuneration paid by the company to its director during the current financial year is in accordance with the provision of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under section 197 of the Act.

FOR V.N. PUROHIT & CO.

Chartered Accountants

Firm Regn. No. 304040E

Sd/-

O.P. Pareek

Partner

Membership No. 014238

UDIN: 22014238AJUCW9278

New Delhi, the 28th day of May, 2022

ANNEXURE- A TO THE AUDITOR'S REPORT

The Annexure referred to in Paragraph 1 under the heading of "Report on other Legal and Regulatory Requirements" of our report of even date to the members of **A D S DIAGNOSTIC LIMITED** for the year ended on 31st March 2022.

- (i) (a) (A) As per information and explanation given to us, the company is maintaining proper records showing full particulars, including quantitative details and situation of Property plant and equipment;
- (B) As per information and explanation given to us, the company does not have any Intangible asset hence the provisions of sub-clause (i) of para 3 of the order are not applicable;
- (b) As per information and explanation given to us, physical verification of Property Plant and equipment has been conducted at regular interval in a year by the management and no material discrepancies were noticed during the course of verification;
- (c) According to information and explanation given to us, the company does not hold any immovable property during the year dealt with by this report. Accordingly, the provisions of sub-clause (i)(c) of para 3 of the order are not applicable;
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its Property, plant and equipment (including Right-of-use assets) or Intangible assets or both during the year. Accordingly, the provision sub-clause (i)(d) of para 3 of the order are not applicable;
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder. Accordingly, the provisions of sub-

clause (i)(e) of para 3 of the order are not applicable.

- (ii) (a) As per information and explanation given to us, physical verification of inventory has been conducted at a reasonable interval in a year by the management and no material discrepancies were noticed during the course of verification;
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not taken any working capital loan during the period covered by this report. Accordingly, the provisions of sub-clause (ii)(b) of para 3 of the order are not applicable.
- (iii) (a) A. According to the information and explanations given to us, the Company does not have any subsidiaries, associates and joint ventures. Accordingly, the provisions of sub-clause (iii)(a)(A) of para 3 of the order are not applicable;
- B. Based on the audit procedures carried on by us and as per the information and explanations given to us, the Company has not granted loans to parties other than subsidiaries, joint ventures and associates;
- (b) According to the information and explanations given to us and based on the audit procedures conducted by us, there are no loans given by the Company. Accordingly the provisions of sub-clause (iii) (b) of para 3 of the order are not applicable;
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no loans given by the Company. Accordingly, the provisions of sub-clause (iii)(c) of para 3 of the order are not applicable;
- (d) According to the information and explanations provided to us there is no loans given by the company. Accordingly, the provisions of sub-clause (iii)(d) of para 3 of the order are not applicable;

- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no loan given falling due during the year, which has been renewed or extended or fresh loans given to settle the overdues of existing loans given to the same party;
- (f) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not given any loans on repayable on demand or without specifying any terms or period of repayment. Accordingly, provisions of sub-clause (iii)(f) of para 3 of this order are not applicable.
- (iv) According to information and explanations given to us, the Company has complied with the provisions of section 185 and section 186 of the Companies Act, 2013 to the extent applicable in respect of loans, advances, guarantees and securities so given;
- (v) According to information and explanations given to us, the Company has not accepted public deposits and the provision of section 73 to 76 or other relevant provisions of the Companies Act, 2013 and rules framed thereunder are not applicable to the Company;
- (vi) According to information and explanations given to us, the Company is not liable to maintain cost records as prescribed under section 148(1) of the Companies Act, 2013;
- (vii) (a) According to information and explanations given to us, the company is generally regular in depositing undisputed statutory dues including income-tax and any other applicable statutory dues to the appropriate authorities and there are no outstanding statutory dues as on the last day of the financial year concerned for a period of more than six months from the date they became payable;
- (b) According to information and explanation given to us, there are no outstanding statutory dues on part of the Company which is not deposited on account of dispute *except the following*:-

Name of Statute	Name of Statutory Due	Year to which Demand relates	Amount (in Rupees)	Forum where dispute is pending
Customs Act, 1962	Duty of Customs	1995-96	40,00,000 (Amount deposited under protest Rs. 5,00,000)	Commissionerate
Customs Act, 1962	Duty of Customs Show Cause Notice	1993-94	56,01,507	Commissionerate (Directorate of Revenue Intelligence)
Income Tax Act, 1961	Income Tax Demand	A.Y 1988-89, & A.Y 1989-90	18,73,290	High Court

- (viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income-tax Act, 1961 as income during the year;
- (ix) (a) According to information and explanations given to us, the company has not defaulted in repayment of loans and borrowings from any financial institution, bank, government or debenture holders;
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a wilful defaulter by any bank or financial institution or government or government authority;
- (c) According to the information and explanations given to us by the management, the Company

- has obtained term loans and utilised them for the purpose for which they are obtained;
- (d) According to the information and explanations given to us and on an overall examination of the records of the Company, we report that the funds raised on short term basis are not utilised for long term purpose by the Company. Accordingly provisions of clause (ix)(d) of para 3 of the order are not applicable;
- (e) According to the information and explanations given to us and on an overall examination of the records of the Company, we report that the Company does not have any subsidiaries as defined under the Companies Act, 2013. Accordingly, the requirement of provisions of sub clause (ix)(e) of para 3 of the order are not applicable;
- (f) According to the information and explanations given to us on an overall examination of the financial statements of the Company, we report that the Company does not have any subsidiaries as defined under the Companies Act, 2013. Accordingly, the requirement of provision of sub clause (ix)(f) of para 3 of the order are not applicable;
- (x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, provisions of sub- clause (x)(a) of para 3 of the order are not applicable;
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, provisions of sub- clause (x)(b) of para 3 of the order are not applicable;
- (xi) (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit;
- (b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed, in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;
- (c) According to the Information and explanations given to us, there are no whistle blower complaints received by the company during the year;
- (xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, provisions of sub- clause (xii) of para 3 of the order are not applicable;
- (xiii) In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Sections 177 and 188 of the Companies Act, 2013, where applicable, and the details of the related party transactions have been disclosed in the financial statements as required by the applicable Indian Accounting Standards;
- (xiv) (a) Based on the information and explanations provided to us and our audit procedures, in our opinion, the company has an internal audit system commensurate with the size and nature of its business;
- (b) We have considered the internal audit reports of the Company issued till date for the period under audit;
- (xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Companies Act, 2013 are not applicable to the Company;
- (xvi) (a) According to information and explanations given to us, the Company is not a Non- Banking Financial Company and is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934;
- (b) According to information and explanations given to us, 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;

- (c) According to information and explanations given to us, the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, provisions of sub-clause (xvi) (c) of para 3 of the order are not applicable;
- (d) According to information and explanations given to us, the Group does not have any CIC as part of the Group. Accordingly, provisions of sub-clause (xvi) (d) of para 3 of the order are not applicable;
- (xvii) The Company has not incurred cash losses during the year covered by this report and in the immediately preceding year;
- xviii) There has been no resignation of the statutory auditors during the year. Accordingly, provisions of sub-clause (xviii) of para 3 of the order are 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 realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing

has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is 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;

- (xx) According to the information and explanations given to us, provisions of section 135 of the companies Act, 2013 are not applicable to the Company. Accordingly, provisions of sub-clause (xx) of para 3 of the order are not applicable;
- (xxi) According to the information and explanations given to us, the Company does not have any subsidiaries, associates and joint ventures. Accordingly, provisions of sub-clause (xxi) of para 3 of the order are not applicable.

Signed for the purpose of identification

FOR V.N. PUROHIT & CO.
Chartered Accountants
Firm Regn. No. 304040E

Sd/-
O.P. Pareek
Partner
Membership No. 014238
UDIN: 22014238AJUGCW9278

New Delhi, the 28th day of May, 2022

ANNEXURE- B TO THE AUDITOR'S REPORT**Report on the Internal Financial Controls under Clause (i) of Sub- section (3) of Section 143 of the Companies Act, 2013**

In conjunction with our audit of the financial statements of the Company as at and for the year ended 31st March 2022, we have audited the internal financial controls with reference to financial statements of **ADS DIAGNOSTIC LIMITED** (hereinafter referred to as "Company"), as of that date.

Management's Responsibility for the Internal Financial Controls

The respective management of the company, are responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal controls stated in the Guidance Note on Audit of Internal Financial Control over Financial Reporting issued by the Institute of Chartered Accountants of India ("the Guidance Note"). 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 fraud and errors, the accuracy and completeness of accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under Section 143(10) of the Companies Act,

2013 to the extent applicable to an audit of internal financial controls, with reference to the financial statements. 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 with reference to financial statements was established and maintained and if such controls operated effectively in all material aspects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial control system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, 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 risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidences we have obtained for the company to which we are independent auditors is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system with reference to financial statements.

Meaning of Internal Financial Controls with reference to financial statements

A Company's internal financial control with reference to financial statements 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 with reference to financial statements 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 the receipt and expenditures of the Company are being only in accordance with authorizations of management and directors of the Company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to financial statements

Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and could not be detected. Also, projections of any evaluation of the internal financial control with reference to financial statements to future periods are subject to the risk that the internal financial

controls 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, have, in all material aspects, an adequate internal financial controls system with reference to financial statements and such internal financial controls over financial reporting were operating effectively as at 31st March 2022, based on "the internal financial controls with reference to financial statements criteria considering the essential components of internal control stated in the Guidance Note.

FOR V.N. PUROHIT & CO.
Chartered Accountants
Firm Regn. No. 304040E

Sd/-
O.P. Pareek
Partner
Membership No. 014238
UDIN: 22014238AJUGCW9278

New Delhi, the 28th day of May, 2022

A D S DIAGNOSTIC LIMITED
Balance Sheet as on 31st March 2022

(Rs. in '000')

Particulars	Note No	As on 31st March 2022	As on 31st March 2021
Assets			
Non Current assets			
Property, Plant and Equipment	2	11,469	15,531
Financial Assets			
(i) Investments	3	437	437
(ii) Other Financial Assets	4	2,586	3,279
Deffered Tax Assets (Net)	5	194	-
Other non current Assets	6	1,413	1,437
		16,099	20,683
Current Assets			
Inventories	7	54,099	61,673
Financial Assets			
(i) Trade Receivables	8	34,250	45,117
(i) Cash and Cash equivalents	9	12,051	12,335
(ii) Other Financial assets	10	1,500	693
Other Current Assets	11	2,114	5,356
		1,04,013	1,25,173
Total		1,20,112	1,45,856
EQUITY AND LIABILITIES			
Equity Share Capital	12	22,451	22,451
Other Equity	13	18,542	14,113
		40,993	36,563
Non Current Liabilities			
Financial Liabilities			
(i) Borrowings	14	3,011	11,646
Deffered Tax Liabilities	5	-	72
		3,011	11,718

(Rs. in '000')

Particulars	Note No	As on 31st March 2022	As on 31st March 2021
Current Liabilities			
Financial Liabilities			
(i) Borrowings	14A	36,928	41,284
(ia) Lease Liabilities			
(ii) Trade and other payables	15	21,493	38,662
(a) Total outstanding dues of Micro Enterprises and Small Enterprises			
(b) Total outstanding dues of creditors other than Micro Enterprises and Small Enterprises			
(iii) Other Financial Liabilities	16	3,762	5,669
Other Current Liabilities	17	13,912	11,931
Short Term Provisions	18	13	30
		76,108	97,575
Total		1,20,112	1,45,856
Significant Accounting Policies	1		
The accompanying notes form an integral part of the financial statements 1 - 43			

As per our Report of even date attached

For **V. N. Purohit & Co**
Chartered Accountants
Firm Registration Number: 304040E

For and on behalf of the Board of Directors of
A D S Diagnostic Limited

(O P Pareek)
Partner
Membership No.: 014238
UDIN: 22014238AJUGCW9278

Dr. Gautam Sehgal
Managing Director
DIN: 00034243
B-29, Kailash Colony
New Delhi 110048

Dr. (Mrs.) Versha Sehgal
Director
DIN: 00034303
B-29, Kailash Colony
New Delhi 110048

Place: New Delhi
Date: 28/05/2022

N.L. Gayari
Chief Financial Officer & Company Secretary

A D S DIAGNOSTIC LIMITED
Statement of Profit and Loss for the Year ended 31 March 2022

(Rs. in '000')

Particulars	Note No	For the year ended March 31 2022	For the year ended March 31 2021
Revenue from operations	19	1,00,951	94,329
Other income	20	3,623	11,857
Total Income		1,04,574	1,06,187
Expenses:			
Cost of materials consumed	21	44,368	54,544
Employee benefits expense	22	19,618	18,975
Finance costs	23	5,086	5,581
Depreciation and amortization Expense	24	2,769	2,888
Other expenses	25	27,087	19,781
Total expenses		98,929	1,01,770
Profit/(Loss) before exceptional items and tax		5,645	4,416
Exceptional items		-	-
Profit/(Loss) before tax		5,645	4,416
Exceptional Items			
Tax expense:			
(1) Current tax		1,497	1,178
(2) Deferred tax		(248)	(126)
Profit (Loss) for the year		4,396	3,365
Other Comprehensive Income			
(A) (i) Items that will be reclassified to profit or loss			
(ii) Income Tax relating to Items that will be reclassified to profit or loss			
(B) (i) Items that will not be reclassified to profit or loss		46	118
(ii) Income Tax relating to Items that will not be reclassified to profit or loss		(12)	(31)
Other Comprehensive Income		34	87
Total Comprehensive Income for the year (Comprising Profit / (Loss) and Other Comprehensive Income for the year)		4,430	3,452
Earnings per Equity Share (In Rupees)			
(1) Basic		2.01	1.53
(2) Diluted		2.01	1.53
Significant Accounting Policies	1		
The accompanying notes form an integral part of the financial statements	1 - 43		

As per our Report of even date attached

For **V. N. Purohit & Co**
 Chartered Accountants
 Firm Registration Number: 304040E

For and on behalf of the Board of Directors of
A D S Diagnostic Limited

(O P Pareek)
 Partner
 Membership No.: 014238
UDIN: 22014238AJUGCW9278

Dr. Gautam Sehgal
 Managing Director
 DIN: 00034243
 B-29, Kailash Colony
 New Delhi 110048

Dr. (Mrs.) Versha Sehgal
 Director
 DIN: 00034303
 B-29, Kailash Colony
 New Delhi 110048

Place: New Delhi
 Date: 28/05/2022

N.L. Gayari
 Chief Financial Officer & Company Secretary

A D S DIAGNOSTIC LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2022

(Rs. in '000')

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
(A) CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before extraordinary items and tax	5,645	4,417
Add Back:		
(a) Depreciation	2,769	2,888
(b) Interest & Finance Charges	5,086	5,581
(c) Loss on sale of assets	-	-
	13,501	12,886
Deduct:		
(a) Interest Income	683	955
(b) Interest Income on Financial assets	66	63
(c) Profit on sale of assets	393	
	1,142	1,017
Operating Profit /(Loss) before Working Capital Changes	12,359	11,869
Adjusted for		
(a) Change in Inventories	7,574	17,900
(b) Change in Trade Receivables	10,867	5,846
(c) Change in Other non current assets	24	395
(d) Change in Other current assets	-	(754)
(e) Change in Trade & other Payables	(17,169)	(30,479)
(f) Change in Other Current Liabilities	1,981	591
(g) Change in short term provisions	18	5
	3,295	(6,495)
Cash Generated from Operations	15,654	5,374
Less: Taxes Paid (net of refund)	1,116	40
Less: Dividend Paid (including Dividend Distribution Tax)		-
CASH INFLOW / (OUTFLOW) FROM OPERATING ACTIVITIES	14,539	5,333
(B) CASH FLOW FROM INVESTING ACTIVITIES:		
Inflow:		
(a) Interest Income	683	955
(b) Sale of Fixed Assets	1,706	-
	2,389	955
Outflow:		
(a) Purchase of Fixed Assets (including Capital work in progress)	21	53
	21	53
CASH INFLOW/(OUTFLOW) FROM INVESTING ACTIVITIES	2,368	902

(Rs. in '000')

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
(C) CASH FLOW FROM FINANCING ACTIVITIES:		
Inflow:		
(a) Secured Loan from Bank (incl current maturities)	1,43,114	16,889
(b) Unsecured loans	14,728	14,847
(c) Increase In Other Current financial liabilities	-	766
(d) Decrease In Other Non Current financial Assets	759	5,916
(e) Decrease In Other Current financial Assets	-	158
	1,58,601	38,576
Outflow:		
(a) Repayment of Secured Loan from Bank (incl current maturities)	1,54,007	18,121
(b) Repayment of Unsecured loans	16,826	15,791
(c) Interest Paid	5,086	5,581
(d) Increase In Other Non Current financial Assets	-	-
(e) Increase In Other Current financial Assets	807	-
(f) Decrease In Other Current financial liabilities	1,906	-
	1,78,633	39,493
CASH INFLOW/(OUTFLOW) FROM FINANCING ACTIVITIES	(20,032)	(917)
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS "A+B+C"	(3,126)	5,318
CASH AND CASH EQUIVALENTS AS AT THE BEGINNING OF THE YEAR	12,335	7,016
CASH AND CASH EQUIVALENTS AS AT THE END OF THE YEAR	12,051	12,335
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS	(284)	5,318

Notes:

- The Cash Flow Statement has been prepared under the indirect method as set out in the Indian Accounting Standard (AS - 7) "Statement of Cash Flow"
- Cash and Cash Equivalents include cash in hand and Bank balance (Refer Note No. 9)
- Previous year figures have been re-grouped/re-arranged wherever necessary to conform to those of current year.

Significant Accounting Policies

1

The accompanying notes form an integral part of the financial statements

1 - 43

As per our Report of even date attached

For **V. N. Purohit & Co**

Chartered Accountants

Firm Registration Number: 304040E

For and on behalf of the Board of Directors of
A D S Diagnostic Limited

(O P Pareek)

Partner

Membership No.: 014238

UDIN: 22014238AJUGCW9278

Dr. Gautam Sehgal

Managing Director

DIN: 00034243

B-29, Kailash Colony

New Delhi 110048

Dr. (Mrs.) Versha Sehgal

Director

DIN: 00034303

B-29, Kailash Colony

New Delhi 110048

Place: New Delhi

Date: 28/05/2022

N.L. Gayari

Chief Financial Officer & Company Secretary

A D S DIAGNOSTIC LIMITED
Statement of changes In equity for the year ended March 31, 2022

(a) Equity Share Capital

(Rs. In '000')

Balance as at 1st April 2021	Change in equity Share Capital due to prior period errors	Restated balance as at 1st April 2021	Changes in equity share capital during the year	Balance as at 31st March 2022
21,928.00	-	-	-	21,928.00

Balance as at 1st April 2020	Change in equity Share Capital due to prior period errors	Restated balance as at 1st April 2020	Changes in equity share capital during the year	Balance as at 31st March 2021
21,928.00	-	-	-	21,928.00

(b) Other Equity

Particulars	Reserves & Surplus	Others Comprehensive Income	Total
	Retained Earnings	Remeasurement of Defined benefit plan	
Balances as at 1st April 2021	13,795	317	14,112
Changes in accounting policy or prior period errors	-	-	-
Restated balances as at 1st April 2021	13,795	317	14,112
Profit/(loss) for the year	4,396	-	4,396
Other comprehensive income/(losses)	-	34	34
Total Comprehensive Income	4,396	34	4,430
Balances as at 31st March 2022	18,191	352	18,542

Particulars	Reserves & Surplus	Others Comprehensive Income	Total
	Retained Earnings	Remeasurement of Defined benefit plan	
Balances as at 1st April 2020	10,430	230	10,660
Changes in accounting policy or prior period errors	-	-	-
Restated balances as at 1st April 2020	10,430	230	10,660
Profit/(loss) for the year	3,365	-	3,365
Other comprehensive income/(losses)	-	87	87
Total Comprehensive Income	3,365	87	3,452
Balances as at 31st March 2021	13,795	317	14,113

As per our Report of even date attached

For **V. N. Purohit & Co**
 Chartered Accountants
 Firm Registration Number: 304040E

(O P Pareek)
 Partner
 Membership No.: 014238
 UDIN: 22014238AJUGCW9278

For and on behalf of the Board of Directors of
A D S Diagnostic Limited

Dr. Gautam Sehgal
 Managing Director
 DIN: 00034243
 B-29, Kailash Colony
 New Delhi 110048

Dr. (Mrs.) Versha Sehgal
 Director
 DIN: 00034303
 B-29, Kailash Colony
 New Delhi 110048

Place: New Delhi
 Date: 28/05/2022

N.L. Gayari
 Chief Financial Officer & Company Secretary

A D S DIAGNOSTIC LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022
Note no 2

(Rs. in '000')

Particulars	Plant & Machinery*	Vehicles	Office Equipments	Furniture & Fixture	Computers	Total
Gross Carrying value						
As at April 1, 2020	24,870.82	2,310.57	1,414.15	2,740.71	1,816.08	33,152.33
Additions	-	-	53.10	-	-	53.10
Disposals						-
Acquisition through Business Combination						-
Amount of change due to revaluation						-
Other adjustments						-
Exchange translation adjustments						-
As at March 31, 2021	24,870.82	2,310.57	1,467.24	2,740.71	1,816.08	33,205.42
Additions	-		21.19			21.19
Disposals	1,899.44	1,210.98	937.61	2,171.64	1,463.04	7,682.71
Acquisition through Business Combination						-
Amount of change due to revaluation						-
Other adjustments						-
Exchange translation adjustments						-
As at March 31, 2022	22,971.38	1,099.58	550.82	569.08	353.04	25,543.90
Accumulated Depreciation						
As at April 1, 2020	7,309.14	2,051.07	1,120.83	2,489.75	1,816.08	14,786.88
Charge for the year	2,683.33	71.09	94.59	38.96		2,887.96
Disposals						-
On Business Combination						-
On Changes due to revaluation						-
Other adjustments						-
As at March 31, 2021	9,992.47	2,122.16	1,215.42	2,528.71	1,816.08	17,674.84
Charge for the year	2,562.89	70.82	96.59	38.83	-	2,769.13
Disposals	585.91	1,210.98	937.61	2,171.64	1,463.04	6,369.17
On Business Combination						-
On Changes due to revaluation						-
Other adjustments						-
As at March 31, 2022	11,969.45	982.00	374.40	395.90	353.04	14,074.79
Net Block(As at March 31,2020)	17,562	259	293	251	(0)	18,365
Net Block(As at March 31,2021)	14,878	188	252	212	(0)	15,531
Net Block(As at March 31,2022)	11,002	118	176	173	(0)	11,469

(Rs. in '000')

Note No	Particulars	As on 31 March 2022	As on 31 March 2021
2	Property Plant & Equipment	11,469	15,531
3	Investments		
	Investments in Paintings	437	437
	(At cost)		
		437	437
4	Other non-current Financial assets		
	Other Bank Balance -		
	- Balance in Bank (for Margin Money in the form of FDR)	1,820	1,925
	Earnest Money Deposit with Govt. Departments	-	720
	Security Deposit on Financial Assets	766	634
		2,586	3,279
5	Deferred Tax Assets/Liability (Net)		
	Deferred Tax Assets -		
	- Staff Benefits & tax losses	200	151
	- on account of WDV of assets	7	-
	(A)	206	151
	Deferred Tax Liabilities -		
	- Staff Benefits & tax losses		
	- on account of WDV of assets	-	192
	- on account of Fair Valuation	12	31
	(B)	12	223
	Deferred Tax Assets (Net) (A) - (B)	194	72
	Deferred Tax Assets (Liability) (B) - (A)	(194)	72
6	Other non-current assets		
	Prepaid Expenses	913	937
	Security Deposit		
	- With Government Department (under protest)	500	500
		1,413	1,437
7	Inventories (at lower of Cost and NRV)		
	Stores and spares	54,099	61,673
	Goods in Transit (Stores & Spares)	-	-
		54,099	61,673

(Rs. in '000')

Note No	Particulars	As on 31 March 2022	As on 31 March 2021
8	Trade receivables		
	Secured, Considered Good		
	Unsecured, Considered Good	34,250	45,117
	Doubtful	-	-
		34,250	45,117

As at 31st March, 2022

Particulars	Outstanding for following periods					
	Less than 6 months	6 Months- 1 year	1-2 years	2-3 years	More than 3 years	Total
a) Undisputed Trade receivables- Considered Good	11,538	700	1,245	20,763	4	34,250
b) Undisputed Trade receivables- Considered Doubtful	-	-	-	-	-	-
c) Undisputed Trade receivables- Credit Impaired	-	-	-	-	-	-
d) Disputed Trade receivables- Considered Good	-	-	-	-	-	-
e) Disputed Trade receivables- Considered Doubtful	-	-	-	-	-	-
f) Disputed Trade receivables- Credit Impaired	-	-	-	-	-	-
	11,538	700	1,245	20,763	4	34,250

As at 31st March, 2021

Particulars	Outstanding for following periods					
	Less than 6 months	6 Months- 1 year	1-2 years	2-3 years	More than 3 years	Total
a) Undisputed Trade receivables- Considered Good	14,019	5,467	25,336	295	-	45,117
b) Undisputed Trade receivables- Considered Doubtful	-	-	-	-	-	-
c) Undisputed Trade receivables- Credit Impaired	-	-	-	-	-	-
d) Disputed Trade receivables- Considered Good	-	-	-	-	-	-
e) Disputed Trade receivables- Considered Doubtful	-	-	-	-	-	-
f) Disputed Trade receivables- Credit Impaired	-	-	-	-	-	-
	14,019	5,467	25,336	295	-	45,117

(Rs. in '000')

Note No	Particulars	As on 31 March 2022	As on 31 March 2021
9	Cash Bank Balances		
	Cash and cash equivalents		
	Balance with Banks	749	30
	Cash on hand	6	533
	Fixed Deposits (for Margin Money in the form of FDR)- Term Deposits less than 3 months	350	770
	Other Bank Balances		
	Fixed Deposits (for Margin Money in the form of FDR)	10,946	11,001
		12,051	12,335

(Rs. in '000')

Note No	Particulars	As on 31 March 2022	As on 31 March 2021
10	Other Financial assets		
	Interest accrued on Fixed Deposit with Banks		
	Deposits		
	- Earnest Money Deposit with Govt. Departments	682	-
	Prepaid Expenses	49	113
	Surplus on provision of gratuity	768	579
		1,500	693
11	Other current assets		
	Input Sales Tax & Service Tax/GST	682	1,318
	Advance to suppliers	436	1,019
	Prepaid expenses	584	575
	Staff Imprest & Advances	38	106
	Others - Duty Drawback including SAD	360	360
	TDS & Advance Payment of Income Tax (net of income tax provision)	-	400
	Other advances	14	1,578
		2,114	5,356
		2,114	5,356

Note 12:-SHARE CAPITAL

(Rs. in '000) except Shares

Particulars	As at 31.03.2022		As at 31.03.2021	
	No of shares	Amount	No of shares	Amount
Authorised Share Capital				
Equity share of Rs. 10 each	30,00,000	30,000	30,00,000	30,000
Total	30,00,000	30,000	30,00,000	30,000
Issued				
Equity Shares of Rs. 10 each	2,297	22,973	2,297	22,973
Less: Shares Forfeited	(105)	(1,045)	(105)	(1,045)
Total	2,193	21,928	2,193	21,928
Subscribed and Paid-up Share Capital				
Equity Shares of Rs. 10 each fully paid	21,92,800	21,928	21,92,800	21,928
Add: Forfeited Shares (Amount originally paid up)		523		523
Total	21,92,800	22,451	21,92,800	22,451

(a) Reconciliation of the share capital outstanding at the beginning and at the end of the reporting period

Particulars	As at 31.03.2022		As at 31.03.2021	
	No of shares	Amount	No of shares	Amount
Equity Shares				
At the beginning of the year	21,92,800	21,928	21,92,800	21,928
Issued during the year	-	-	-	-
Outstanding at the end of the year	21,92,800	21,928	21,92,800	21,928

(b) Terms/ rights attached to shares

Equity Shares

The company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share and dividend as proposed by the board of directors which is subject to approval of the shareholders in the ensuing Annual General Meeting.

(c) Details of Shareholders holding more than 5% shares:

Particulars	As at 31.03.2022		As at 31.03.2021	
	No of shares	% holding	No of shares	% holding
Dr. Gautam Sehgal	1,29,600	5.91	1,29,600	5.91
Dr. Vivek Sehgal	2,06,250	9.41	2,06,250	9.41
Dr. (Mrs.) Versha Sehgal	5,52,360	25.19	5,52,360	25.19

EQUITY

Details of Promoters Shareholding

S. No.	Name of Shareholder	As at March 31, 2022			As at March 31, 2021		
		No. of equity shares held	% of total shares	% Change during Year	No. of equity shares held	% of total shares	% Change during Year
1	Dr. Gautam Sehgal						
	Opening Balance	1,29,600	5.91%		1,29,600	5.91%	
	Acquired During the year	-	0.00%		-	0.00%	
	Closing Balance	-	5.91%	0.00%	-	5.91%	0.00%
2	Dr. Vivek Sehgal	-					
	Opening Balance	1,29,600	9.41%		1,29,600	9.41%	
	Acquired During the year	-	0.00%		-	0.00%	
	Closing Balance	-	9.41%	0.00%	-	9.41%	0.00%
3	Dr. (Mrs.) Versha Sehgal	-					
	Opening Balance	2,06,250	25.19%		2,06,250	25.19%	
	Acquired During the year	-	0.00%		-	0.00%	
	Closing Balance	-	25.19%	0.00%	-	25.19%	0.00%

(Rs. in '000')

	Particulars	As on 31 March 2022	As on 31 March 2021
13	Other Equity		
i)	Surplus in the statement of profit and loss	18,191	13,795
ii)	Other comprehensive Income	352	317
	Total	18,542	14,113

For movement during the year in Other equity, refer 'Statement of changes in equity'

(Rs. in '000')

Note No	Particulars	As on 31 March 2022	As on 31 March 2021
14	Borrowings - Non current		
	Secured		
	Rupee Loan - From Bank*	3,011	11,646
		3,011	11,646
		3,011	11,646

***Term Loan From Banks**

- i) **HDFC TERM LOAN of Rs. 20,000/- (Balance as at 31.03.2022 is Rs. 6,452/-)**

The term loan stated above is taken from HDFC Bank and is secured by way of Security of the title deed of immovable property belonging to Dr. Versha Sehgal & Dr. Gautam Sehgal, Directors, who are mentioned as co-borrowers in the sanction letter. The rate of interest in the previous year was floating rate of ~10% with a tenure of 48 months beginning from 07th October 2016 with EMI of Rs.472973/-; this loan has since been topped up during the current financial year, and the rate of interest is now floating rate ~ 9.5% with a tenure of 48 months beginning from 07th March 2020 with EMI of Rs. 6,40,659/-.

- ii) **HDFC MSME TERM LOAN of Rs. 4,000/- (Balance as at 31.03.2021 is Rs. 3,194/-)**

The term loan stated above is taken from HDFC Bank and is secured by way of Security of the title deed of immovable property belonging to Dr. Versha Sehgal & Dr. Gautam Sehgal, Directors, who are mentioned as co-borrowers in the sanction letter. The rate of interest in the previous year was floating rate of ~7.45% with a tenure of 48 months (including 12 months Moratorium of Principal only) beginning from 07th July 2021 with EMI of Rs.1,25,807/-.

- iii) **Bank of India Covid Emergency Support Scheme 2020 (CESS) Loan of Rs.1,450/- (Balance as at 31.03.2021 is Rs.95/-)**

The BOI Cess Loan is taken from Bank of India. The Loan from Bank stated is secured by way of hypothecation of the book debts and the equitable. The rate of interest in the previous year was floating rate of ~7.25% with a tenure of 24 months (including 6 months Moratorium of Principal only).

- iv) **Bank of India Star GECL Loan of Rs.2,650/- (Balance as at 31.03.2021 is Rs.1,960/-)**

The Bank of India Star GECL Loan is taken from Bank of India. The Loan from Bank stated is secured by way of hypothecation of the book debts and the equitable. The rate of interest in the previous year was floating rate of ~7.85% with a tenure of 48 months (including 12 months Moratorium of Principal only).

(Rs. in '000')

Note No	Particulars	As on 31 March 2022	As on 31 March 2021
14A	Borrowings - Current		
	Secured		
	Working Capital Limit from Bank	7,343	8,765
	Unsecured		
	Demand Loans from Related Parties	20,893	22,991
	Current maturities of long-term debt;		
	Redeemable Non Convertible Debentures		
	Term Loans	8,691	9,527
		36,928	41,284

- i) **Working Capital Loan from Bank of India**

The Working Capital Limit from Bank stated is secured by way of hypothecation of the book debts and the equitable mortgage of the immovable property belonging to One of the Directors of the Company (Dr. Versha Sehgal).

(Rs. in '000')

Note No	Particulars	As on 31 March 2022	As on 31 March 2021
15	Trade payables		
	(a) Total outstanding dues of Micro Enterprises and Small Enterprises	-	-
	Total outstanding dues of creditors other than Micro Enterprises and Small Enterprises	21,493	38,662
		21,493	38,662
	Also Refer Note no. 31. Trade Payables include Rs Nil to related parties		

As at 31st March, 2022

Particulars	Less than 1 year	1-2 years	2-3 Years	More than 3 Years	Total
a) MSME	-	-	-	-	-
b) Others	17,023	412	78	3,980	21,493
c) Disputed dues- MSME	-	-	-	-	-
d) Disputed dues- Others	-	-	-	-	-
Total	17,023	412	78	3,980	21,493

As at 31st March, 2021

Particulars	Less than 1 year	1-2 years	2-3 Years	More than 3 Years	Total
a) MSME	1,155	23,531	13,417	558	38,662
b) Others	-	-	-	-	-
c) Disputed dues- MSME	-	-	-	-	-
d) Disputed dues- Others	-	-	-	-	-
Total	1,155	23,531	13,417	558	38,662

(Rs. in '000')

Note No	Particulars	As on 31 March 2022	As on 31 March 2021
16	Other Financial liabilities		
	Other Expenses Payables	655	633
	Due to Staff	1,264	1,147
	Interest accrued but not due on borrowings	355	111
	Security Deposit on Leased asset	700	1,000
	Interest Payable	789	2,778
		3,762	5,669
17	Other Current Liabilities		
	TDS / TCS Payable	371	430
	EPF payable	183	176
	Advance from Customers	13,358	11,325
		13,912	11,931

(Rs. in '000')

Note No	Particulars	As on 31 March 2022	As on 31 March 2021
18	Short term Provisions		
	Provision for employee benefit		
	Gratuity	-	-
	Leave Encashment	43	30
	Provision for others		
	Provision for Warranty		
	Provision for Income Tax (net of taxes paid)	(30)	-
		13	30

(Rs. in '000')

Note No	Particulars	For the year ended on 31 March 2022	For the year ended on 31 March 2021
19	Revenue From Operations		
	Sale of Trading Goods	61,360	62,372
	Income from Servicing and Installation	24,460	17,770
	Lease Rental Income	2,430	3,125
	Export Sale & services	-	10,460
	Distribution Commission Income	12,700	602
		1,00,951	94,329
20	Other Income		
	Interest from Banks	683	955
	Miscellaneous Income	2,482	6,959
	Foreign Currency Rate Difference	-	3,255
	Profit on sale of assets	393	-
	Amount Written Back	-	627
	Interest Income on Financial assets	66	63
		3,623	11,857
21	Cost of material Consumed		
	Trading and Others		
	Opening Stock	61,673	79,573
	Purchases	33,699	34,835
	Project Development Expenditure	3,096	1,809
	Closing Stock	54,099	61,673
		44,368	54,544
22	Employee Benefit Expense		
	Salaries, wages, Bonus & Other Benefits	18,019	17,254
	Staff Welfare	27	133
	Contribution to provident and other funds	1,572	1,588
		19,618	18,975

(Rs. in '000')

Note No	Particulars	For the year ended on 31 March 2022	For the year ended on 31 March 2021
23	Finance Cost		
	Interest Expense on borrowings	4,240	4,755
	Other Financing Charges	572	827
	Others -		
	Bank Charges	274	
		5,086	5,551
24	Depreciation and Amortization expense		
	Depreciation on Tangible Assets	2,769	2,888
	Amortization of Intangible Assets	-	-
		2,769	2,888
25	Other expenses		
	Business Promotion Expenses	2,077	5
	Legal, Professional & Consultancy	900	542
	Travelling & Conveyance Expenses	4,336	2,600
	Postage & Telephone Expenses	169	163
	Rent	2,173	2,253
	Bad Debt & Short /Excess Written Off	729	-
	Commission and Brokerage	-	2,250
	Rates & Taxes	361	335
	Electricity, Water,Power & Fuel Expenses	308	286
	Directors Sitting Fee	60	51
	Printing & Stationery	119	59
	Freight Charges	418	702
	Insurance	347	341
	Advertisement and Publicity	-	3
	Warranty and Maintenance Expenses	13,471	8,553
	Repair & Maintenance (others)	193	353
	Miscellaneous Expenses	439	1,003
	Office Running & Maintenance	55	57
	Exchange rate differences	708	-
	Payment To Auditors		
	- Audit Fee	135	135
	- Tax Audit Fee	45	45
	- Certification Fee	45	45
		27,087	19,781

26 The provisions of Indian Accounting Standard (Ind-AS) – 108 on 'Segment Reporting' are not applicable to the Company due to non – applicability of any reportable segment.

27 (Rs. in '000')

	PARTICULARS	As at March 31, 2022	As at March 31, 2021
i)	Contingent Liabilities		
	(to the extent not provided for):		
a)	Custom Authorities demand in respect of which the Company is in appeal (Amount deposited under protest - Rs. 500000)	4,000	4,000
b)	Directorate of Revenue show cause notice contested by the Company	5,602	5,602
c)	Income Tax demand in respect of which the Income Tax Department is in appeal	1,873	1,873
d)	TDS Demands for various financial years	45	104
ii)	Bank Guarantees	0	-
a)	Performance Guarantee given by the Bank on behalf of the Company to Third Parties	51,177	35,766
b)	Margin Money against the above	13,116	13,696
iii)	Proposed Dividends		
a)	Proposed Dividend on 2192800 equity shares @ Rs.0.90 per equity share	-	
b)	Dividend tax on the above	-	

28 Commitments:

PARTICULARS	As at March 31, 2022	As at March 31, 2021
Estimated amount of contracts, remaining to be executed on Capital Account	Nil	Nil

29 Earnings Per Share is computed in accordance with IND AS - 33 issued by the Institute of Chartered Accountants of India.

PARTICULARS	As at March 31, 2022	As at March 31, 2021
Net Profit/(Loss) for Basic Earnings Per Share as per Profit & Loss Account	4,396	3,365
No. of Equity Shares	2,193	2,193
Basic Earnings Per Share (In Rupees)	2.01	1.53
Face Value Per Share (In Rupees)	10	10

30 Provident Fund – Defined contribution Plan

- a) The employees are entitled to Provident Fund Benefit as per law. The amount debited in the financial statements on account of employers contributions & related expense is Rs 9,58,847/- during the year (Previous Year Rs 9,34,284/).
During the year, the Company has recognized the Employer's Contribution to the Employees Pension Fund amounting to Rs. 1,20,000/- (Previous Year Rs. 1,20,000).
- b) The Liability for Gratuity is provided on the basis of actuarial valuation made at the end of each financial year. The actuarial valuation is made on Projected Unit Credit method as per IND AS-19. ADS Diagnostic Ltd has constituted a gratuity fund trust with LIC of India for the benefit of employees.
- c) Provision for Gratuity has been made as per actuarial valuation as below:

	PARTICULARS	As at March 31, 2022	As at March 31, 2021
i.	Expenses recognized in the Income Statements for the year ended 31st March 2022.		
	1. Current Service Cost.	442	443
	2. Interest Cost	365	320
	3. Employee Contribution	-	-
	4. Benefits Paid	(836)	-
	5. Net actuarial (gain)/loss recognized in the period	(55)	(79)
	6. Past Service Cost	-	-
	7. Settlement Cost	-	-
	Total Expenses	(84)	684
ii.	Expenses recognized in other comprehensive income for the year ended 31st March 2022.	As at March 31, 2022	As at March 31, 2021
	1. Net cumulative unrecognized actuarial gain / (loss) opening	0	0
	2. Actuarial gain / (loss) for the year on PBO	(55)	(79)
	3. Actuarial gain / (loss) for the year on Asset	-	-
	4. Changes in Asset Ceiling	9	(38)
	5. Unrecognized actuarial gain / (loss) at the end of the year	(46)	(18)
iii.	Net Asset/ (Liability) recognized in the Balance Sheet as at 31st March 2022.	As at March 31, 2022	As at March 31, 2021
	1. Present Value of Defined Benefit Obligation.	5,410	5,493
	2. Fair Value of Plan Assets	(6,131)	(6,073)
	3. Unfunded Status (Surplus/ Deficit)	-	-
	4. Net Asset/(Liability) as at 31st March, 2022.	(722)	(579)
iv.	Change in Obligation during the year ended 31st March, 2022.	As at March 31, 2022	As at March 31, 2021
	1. Present value of Defined Benefit Obligation at the beginning of the year.	5,493	4,810
	2. Current Service Cost.	442	443
	3. Interest Cost	365	320
	4. Settlement Cost	-	-
	5. Past Service Cost.	-	-
	6. Employee Contributions	-	-
	7. Actuarial (Gains)/Losses arising from:	(55)	(79)
	- Change in demographic assumptions	-	-
	- Change in financial assumptions	-	-
	- Experience adjustment	-	-
	8. Benefit Paid	(836)	-
	9. Present Value of Defined Benefit Obligation at the end of the year.	5,410	5,493

v. Change in Assets during the Year ended 31st March, 2022		As at March 31, 2022	As at March 31, 2021	
1.	Plan Assets at the beginning of the year.	6,073	5,208	
2.	Assets acquired on amalgamation in previous year.	-	-	
3.	Charges	-	(15)	
4.	Actual return on Plan Assets	404	347	
5.	Contribution by Employer	500	495	
6.	Acturial Gain/Loss	(9)	38	
7.	Benefit Paid	(836)	-	
8.	Plan Assets at the end of the year.	6,131	6,073	
vi. Assets/Liabilities:				
	As on	31.03.22	31.03.21	31.03.20
		Gratuity		
A	PBO(C)	5	5,493	4,810
B	Plan Assets	6,131	6,073	5,208
C	Net Assets/ (Liabilities)	(722)	(579)	(399)
vii. Experience on actuarial Gain / (Loss) for PBO and Plan Assets:				
	As on	31.03.22	31.03.21	31.03.20
		Gratuity		
A	On Plan PBO	(55)	(79)	(240)
B	On Plan Assets	(9)	38	51
viii. Actuarial Assumptions				
i)	Discount Rate	7.43		
ii)	Mortality Table	IALM (2012-14)		
iii)	Turnover Rate	Up to 30 years – 4%31 to 45years –3%, Above 45 years -1%		

31 Disclosure as required under Notification No. G.S.R. (E) dated 4th September, 2015 read with notification dated 22nd January 2019 issued by the Ministry of Corporate Affairs (As certified by the Management)

Sl No.	Particulars	March 31, 2022	March 31, 2021
a)	The principal amount and interest due thereon remaining unpaid to any supplier		
	-Principal Amount	Nil	Nil
	-Interest Amount	Nil	Nil
b)	The amount of interest paid by the buyer in terms of section 16, of the Micro, Small and Medium Enterprises Development Act, 2006 along with the amounts of payment made to the supplier beyond the appointed day.	Nil	Nil
c)	The amount of interest due and payable for the year of delay in making payment (which have 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.	Nil	Nil

Sl No.	Particulars	March 31, 2022	March 31, 2021
d)	The amount of interest accrued and remaining unpaid	Nil	Nil
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 as a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006	Nil	Nil

32 LEASES:

TBD

a) Operating lease taken:

Operating lease obligations: The company has taken Godowns on operating lease basis. The lease rentals are payable by the company on a monthly basis. Future minimum lease rentals payable as at 31st March, 2022 as per the lease agreements are as under:

(Amount in Rs)

Particulars	March 31, 2022	March 31, 2021
i) Not later than one year	1,034	1,147
ii) Later than one year but not later than five years	-	-
iii) More than five years	-	-

Lease payments recognized in the statement of profit and loss are Rs. 22,39,720/- (less amount recovered Rs.67,200/-) (Previous years Rs. 13,24,280/- (less amount recovered Rs.71,405/-)

b) Operating lease given:

i) Details of assets given on operating lease: The company has given Plant & Machinery (Medical Equipments) on operating lease basis.

(Amount in Rs)

Particulars	March 31, 2022	March 31, 2021
i) Gross block	22,971	24,871
ii) Accumulated depreciation	11,969	9,992
iii) Net block	11,002	14,878

ii) Future minimum lease rentals receivable as at 31st March, 2022 as per the lease agreements are as under:

(Amount in Rs)

Particulars	March 31, 2022	March 31, 2021
i) Not later than one year	912	2,118
ii) Later than one year but not later than five year	0	0
iii) More than five years	-	-

Lease income recognized in the statement of profit and loss is Rs. 24,30,000/- (previous year Rs. 31,25,493/-)

b) Finance lease:

The company has acquired plant and machinery and vehicles under finance lease with the respective underlying assets as security/ Minimum lease payments (MLP) outstanding as at 31/03/2022 is Nil (Previous Year Rs. Nil)

33 Earnings & Expenditure in Foreign exchange/foreign currency & CIF value of imports

a.	Earnings in Foreign exchange:		
	Particulars	Year ended 31.03.2022	Year ended 31.3.2021
	Commission Income	-	-
	Reimbursement of Expenses	5	6,890
	Export of Trading Goods/Service	-	10,460
b.	Expenditure in Foreign Currency:		
	Particulars	Year ended 31.03.2022	Year ended 31.3.2021
	Foreign Travel	93	14
	Total	93	14
c.	CIF Value of Imports:		
	Particulars	Year ended 31.03.2022	Year ended 31.3.2021
	Trading Goods	24,417	29,557
	Capital Goods	-	-
	Total	24,417	29,557

34 Related Party Disclosures, as required in accordance with Ind AS-24 are given below:

Relationships (Related party relationships are as identified by the Company and relied upon by the Auditors)

A. Key Managerial Personnel:

Directors & Others

- 1 Dr. Gautam Sehgal, Managing Director
- 2 Dr. (Mrs.) Versha Sehgal, Director
- 3 Dr. Vivek Sehgal, Director
- 4 Mrs. Radhika Sehgal, Director
- 5 Narayan Lal Gayari, CFO & Company Secretary

(Dr. Gautam Sehgal, Managing Director, is related to Dr. (Mrs.) Versha Sehgal, Director, Dr. Vivek Sehgal, Director and Mrs. Radhika Sehgal, Director)

B. Enterprises Over which Key Managerial Personnel are able to Exercise Significant Influence

- 1 Ved Med Software & Trading Private Limited
- 2 Cardiovas Medical Private Limited
- 3 Dr. A. D. Sehgal & Sons (HUF)
- 4 M/s Small Gift Shop

Transactions carried out with related parties referred to above:

Nature of Transactions	Relation	Current Year	Previous year
A. INCOME			
B. EXPENSES			
Common Sharing expenses			
- Ved Med Software & Trading Private Limited	B1	52	52
Interest Paid			
- Dr. Gautam Sehgal	A1	1,067	1,247
- Dr. (Mrs) Versha Sehgal	A2	573	6,616
Managerial Remuneration			
- Dr. Gautam Sehgal	A1	6,171	6,139
- Narayan Lal Gayari	A5	2,412	2,271
Director Sitting fee			
- Ravi Kohli		12	12
- Girish Sareen		9	12
- Sunil Jasuja		12	12
- Versha Sehgal		12	6
- Radhika Sehgal		12	0
- Vivek Sehgal		3	9
Rent Paid			
- Dr. Gautam Sehgal	A1	314	314
C. PAYABLES			
Unsecured Loans			
- Dr. Gautam Sehgal	A1	14,984	15,656
- Dr. (Mrs) Versha Sehgal	A2	5,727	6,927
- Ved Med Software & Trading Private Limited	B1	183	408

35 Capital Management

- 35(1)**
- The Company manages its capital to ensure that the company will be able to continue as going concerns while maximising the return to stakeholders through the optimization of the debt and equity balance.
 - The capital structure of the Company consists of net debt (borrowings as detailed in notes 15, (Current maturity of long term borrowings offset by cash and bank balances) and total equity of the company.
 - The Company's risk management committee reviews the capital structure of the Company at regular interval.

Gearing ratio:-

The gearing ratio at end of the reporting period was as follows.

Particulars	As at March 31, 2022	As at March 31, 2021
Debt	39,939	52,930
Cash and bank balances	12,051	12,335
Net debt	27,888	40,595
Total equity	40,993	36,563
Net debt to equity ratio	0.68	1.11

- 35(2)** There is no Land owned by the company, therefore the same is not applicable
- 35(3) Loans and advances- to directors, KMP etc**
The company has not give any loans and advances- to directors, KMP etc.
- 35(4) Details of Benami Property held:**
The company does not hold any benami property.
- 35(5) Wilful Defaulter:**
The company has not been termed as wilful defaulter.
- 35(6) Relationship with Struck off Companies:**
The company has not dealt with any stuck off company.
- 35(7) Borrowings and registration of charges or satisfaction with Registrar of Companies:**
The company had availed following facilities and respective charges have been created against the facilities availed:
- i) Loan of Rs. 26,50,000/- from G E C L- Outstanding of principal amount as on 31.03.2022 is RS 17,66,081/- .**
Charges created against Equitable Mortgage of Joint property B-29, KAILASH COLONY NEW DELHI DL 110048 of Directors i.e Mr Vivek Sehgal and Mr Gautam Shegal
 - ii) Loan (Cash Credit) of Rs. 1,45,00,000/- from Bank of India- Outstanding of principal amount as on 31.03.2022 is Rs.73,43,011/-.**
Charges created against Equitable Mortgage of Joint property B-29, KAILASH COLONY NEW DELHI DL 110048 of Directors i.e Mr Vivek Sehgal and Mr Gautam Shegal
 - iii) Bank Gurantee of Rs. 10,00,00,000/-**
Charges created against Equitable Mortgage of Joint property B-29, KAILASH COLONY NEW DELHI DL 110048 of Directors i.e Mr Vivek Sehgal and Mr Gautam Shegal
- 35(8) Compliance with number of layers of companies:**
The company does not have subsidairy, therefore compliance with layers of companies is not applicable.
- 35(9)** The company has not advanced/loaned/invested borrowed funds to any other persons/entity/(ies).
- 35(10)** Share premium, compliance with scheme of merger is not applicable to company.
- 35(11) Corporate Social Responsibility (CSR)**
Corporate Social Responsibility (CSR) is not applicable to the company.
- 35(12) Details of Crypto Currency or Virtual Currency:**
The company has not dealt with crypto/virtual currency.

36 Categories of Financial Instruments and its fair value measurement

Financial assets	As at March 31, 2022	As at March 31, 2021
Measured at amortised cost	-	-
(i) Trade receivables	34,250	45,117
(ii) Cash and Bank balance	12,051	12,335
(iii) Loans	-	-
(iv) other financial assets	4,085	3,972
Measured at Cost	-	-
(i) Investment in subsidiaries	-	-
Total	50,386	61,423

Financial liabilities	As at March 31, 2022	As at March 31, 2021
Measured at amortised cost		
(i) Borrowings	39,939	52,930
(ii) Other financial liabilities	3,762	5,669
(iii) Trade and other payables	21,493	38,662
Total	65,194	97,260

Fair value Measurement

Particulars	Fair value as at		Fair value hierarchy	Valuation technique(s) and key input(s)
	As at March 31, 2022	As at March 31, 2021		
Financial assets				
Security Deposits	766	1,354	Level 2	Discounted cash flow at a discount rate that reflects the company's current borrowings rate at the end of reporting period.
Financial Liabilities				
Borrowings	39,939	52,930	Level 2	Discounted estimated cash flow through the expected life of the borrowings
Security Deposits	700	1,000	Level 2	Discounted cash flow at a discount rate that reflects the company's current borrowings rate at the end of reporting period

The fair values of current debtors, bank balances, current creditors and current borrowings are assumed to approximate their carrying amounts due to the short-term maturities of these assets and liabilities.

Particulars	Carrying value	
	As at March 31, 2022	As at March 31, 2021
i) Financial assets - Current		
Trade receivables	34,250	45,117
Cash and cash equivalents	12,051	12,335
Bank Balances	0	0
Loans	-	-
Other Financial assets	4,085	3,972
ii) Financial liabilities - Current	-	-
Trade payables	21,493	38,662
Other Financial liabilities (other than current maturity of loan)	3,762	5,669

37 Financial risk management

The company's activities expose it to variety of financial risk: market risk, credit risk and liquidity risk. The company's focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effect on its financial performance. The Corporate Treasury function reports at regular interval to the company's risk management group that monitors risks and policies implemented to mitigate risk exposures.

Market Risk

The company's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates.

a) Foreign currency risk management

The company does not have any material foreign currency exposure.

b) Interest rate risk management

The company is exposed to interest rate risk because company borrow funds at both fixed and floating interest rates. The risk is managed by the company by maintaining an appropriate mix between fixed and floating rate borrowings.

The company's exposures to interest rates on financial assets and financial liabilities are detailed in the liquidity risk management section of this note.

If increase by 50 basis point	Interest Impact	
Particulars	As at March 31, 2022	As at March 31, 2021
Impact on profit or loss for the year before tax	2,553	203
Impact on total equity as at the end of the reporting period	-2,553	(203)

If decrease by 50 basis point	Interest Impact	
Particulars	As at March 31, 2022	As at March 31, 2021
Impact on profit or loss for the year	2,553	203
Impact on total equity as at the end of the reporting period	-2,553	(203)

c) Credit risk management

Credit risk refers to the risk that a 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 and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. The company only transacts with entities that are rated the equivalent of investment grade and above. This information is supplied by independent rating agencies where available and, if not available, the company uses other publicly available financial information and its own trading records to rate its major customers. The company's exposure and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread amongst approved counterparties. Credit exposure is controlled by counterparty limits that are reviewed and approved by the risk management committee annually.

d) Liquidity risk management

Ultimate responsibility for liquidity risk management rests with the board of directors, which has established an appropriate liquidity risk management framework for the management of the company's short-term, medium-term and long-term funding and liquidity management requirements. The company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

Liquidity and interest risk tables

The following tables detail the Company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the company can be required to pay.

Particulars	Within 1 year	1-5 years	5+ years	Total	Carrying amount
As at March 31, 2022					
Borrowings (Including Current Maturities of Long Term Debt)	8,691	31,248	-	39,939	39,939
Trade payables and other payables	17,023	4,470	-	21,493	21,493
Other financial liabilities (Excluding Current Maturities of Long Term Debt)	3,062	-	-	3,062	3,062
Security Deposits	700	-	-	700	700
Total	33,946	31,248	-	65,194	65,194
Particulars	Within 1 year	1-5 years	5+ years	Total	Carrying amount
As at March 31, 2020					
Borrowings	9,527	43,402	-	52,930	52,930
Trade payables and other payables	1,155	37,506	-	38,662	38,662
Other financial liabilities	4,669	-	-	4,669	4,669
Security Deposits	1,000	-	-	1,000	1,000
Total	53,858	43,402	-	97,260	1,40,662

38. The reconciliation of Tax Expenses and Tax on Accounting Profit as per "IND AS 12- Income Tax" is as under:

		Year Ended 31st March 2022	Year Ended March 31st, 2021
A	Accounting Profit(Profit before Tax)	5,645	4,417
B	Normal Tax Rate(including surcharge & cess)	26.00%	26.00%
C	Tax Amount (A x B)	1,468	1,148
D	Add: Effect of Non deductible expenses for tax purposes(net)	30	29
E	Add: Effect of brought forward tax losses/unabsorbed depreciation	-	-
F	Net Current Tax amount (C + D + E)	1,497	1,178
G	Effective Tax Rate	26.52%	26.66%
H	Rate of Tax under Minimum Alternate Tax (MAT) u/s 115JB of Income Tax Act	15.60%	15.60%
I	Add/(Less): Adjustments	25	49
J	Tax as per MAT (A+I) x H	885	697
K	MAT Credit Entitlement (Asset) u/s 115JAA	-	-
L	Effect of "Non deductible expenses for tax purposes" on the "Effective Tax Rate"	112	110

39 Details of movement of deferred tax assets/liabilities and charge in Statement of profit & loss Year ended 31.03.2022

Particulars	Opening balance	Recognised in Profit or loss	Recognised in other comprehensive income	Closing balance
Deferred tax (liabilities)/assets in relation to:				
Provision for employee benefits	151	49		200
On account of Fair Valuation	-			
Due to depreciation	-	7	-	7
Total of Deferred Tax Assets	151	56	-	206
Deferred tax liabilities on account of				
Due to depreciation	192	(192)	-	-
Others	31	-	(19)	12
Total of Deferred Tax Liabilities	223	(192)	(19)	12
Deferred Tax (Net)	(72)			194

Figures for previous Year ended 31.03.2021

Particulars	Opening balance	Recognised in Profit or loss	Recognised in other comprehensive income	Closing balance
Deferred tax (liabilities)/assets in relation to:				
Provision for employee benefits	104	47	-	151
Provision for employee benefits	-	-	-	-
On account of Fair Valuation	-	-	-	-
Others	568	-	-	-
Total of Deferred Tax Assets	672	47	-	151
Deferred tax liabilities on account of				
Due to depreciation	271	(79)		192
Others	76		(45)	31
Total of Deferred Tax Liabilities	347	(79)	(45)	223
Deferred Tax (Net)	325			(72)

40. Ratios as per Schedule III requirement

		2021-2022	2020-2021
Current Ratio			
Numerator	Current Assets	1,04,013.18	1,25,173.41
Denominator	Current Liabilities	76,612.01	97,574.99
Ratio		1.36	1.28
% Change		-5.83%	

		2021-2022	2020-2021
Debt Equity Ratio			
Numerator	Long Term Borrowings + Short Term Borrowings	39,938.55	43,402.31
Denominator	Shareholders Funds	22,450.50	22,450.50
Ratio		1.78	1.93
% Change		7.98%	
Reason for change: September 30th being the half year performanc is not comparable to full FY 21. We expect better DSCR by the end of FY 22 than that of FY 21.			
Debt Service Coverage Ratio			
Numerator	EBIDTA	13,500.51	12,886.10
Denominator	Principal repayments of Long term borrowings & Interest	15,808.00	7,270.00
Ratio		0.85	1.77
% Change		51.82%	
Reason for change: September 30th being the half year performanc is not comparable to full FY 21. We expect better DSCR by the end of FY 22 than that of FY 21.			
Return on Equity/ Investment Ratio			
Numerator	Net Profit after Taxes	3,925.96	3,451.97
Denominator	Shareholder's Equity	40,489.08	36,563.12
Ratio		0.10	0.09
% Change		-2.70%	
Reason for change: September 30th being the half year performanc is not comparable to full FY 21. We expect better DSCR by the end of FY 22 than that of FY 21.			
Inventory Turnover Ratio			
Numerator	Sales	1,00,950.57	94,329.07
Denominator	Average Inventory	57,885.88	70,622.79
Ratio		1.74	1.34
% Change		-30.57%	
Trade Receivables Turnover Ratio			
Numerator	Net Credit Sales	1,00,950.57	94,329.07
Denominator	Avg Accounts Receivable	39,683.29	48,039.89
Ratio		2.54	1.96
% Change		-29.56%	
Reason for change:			
Trade Payables Turnover Ratio			
Numerator	Net Credit Purchases	21,492.55	38,661.51
Denominator	Avg Trade Payables	30,077.03	53,900.85
Ratio		0.71	0.72
% Change		0.37%	

		2021-2022	2020-2021
Net Capital Turnover Ratio			
Numerator	Net Sales	1,00,950.57	94,329.07
Denominator	Working Capital (Current Assets- Current Liabilities)	27,401.16	27,598.43
Ratio		3.68	3.42
% Change		-7.79%	
Reason for change:			
Net Profit Ratio			
Numerator	Net Profit	3,925.96	3,451.97
Denominator	Net Sales	1,00,950.57	94,329.07
Ratio		0.04	0.04
% Change		-6.27%	
Reason for change: September 30th being the half year performanc is not comparable to full FY 21. We expect better DSCR by the end of FY 22 than that of FY 21.			
Return on Capital Employed			
Numerator	Earning before Interest and Taxes	13,500.51	12,886.10
Denominator	Capital Employed	38870.28	43129.01
Ratio		0.35	0.30
% Change		-16.25%	

- 41 The Company does not have any long term contracts including derivative contracts for which there are any material foreseeable losses as at March 31, 2022
- 42 All the figures have been rounded off to the nearest thousand rupee.
- 43 Previous year figures have been reworked/regrouped/rearranged wherever necessary to conform to those of current year.

Significant Accounting Policies

1

The accompanying notes form an integral part of the financial statements **1 - 43**

As per our Report of even date attached

For **V. N. Purohit & Co**
Chartered Accountants
Firm Registration Number: 304040E

For and on behalf of the Board of Directors of
A D S Diagnostic Limited

(**O P Pareek**)
Partner
Membership No.: 014238
UDIN: 22014238AJUGCW9278

Dr. Gautam Sehgal
Managing Director
DIN: 00034243
B-29, Kailash Colony
New Delhi 110048

Dr. (Mrs.) Versha Sehgal
Director
DIN: 00034303
B-29, Kailash Colony
New Delhi 110048

Place: New Delhi
Date: 28/05/2022

N.L. Gayari
Chief Financial Officer & Company Secretary

A D S Diagnostic Limited
CIN – L85110DL1984PLC018486**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022****Note 1:- SIGNIFICANT ACCOUNTING POLICIES****General Information of the Company:-**

A D S DIAGNOSTIC LIMITED was incorporated on June 23, 1984 in New Delhi and has its registered office at 114, Sant Nagar, East of Kailash, New Delhi-110065, India. The shares of the Company are listed on Bombay Stock Exchange (BSE). The company is engaged in the business of trading of diagnostic medical consumables & electronic consumables, and services of medical equipment's & machines.

Significant Accounting Policies**1. Basis of preparation:-**

These financial statements have been prepared in accordance with the Indian Accounting Standards (referred to as "Ind AS") as prescribed under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules as amended from time to time. The Company has adopted Ind AS 115, Revenue from Contract with Customers with effect from 1st April 2018 and it is detailed in Significant Accounting Policy No. 16 below.

The preparation of the Company's financial statements in conformity with Indian Accounting Standards requires the Company to exercise its judgement in the process of applying the accounting policies. It also requires the use of accounting estimates and assumptions that effect the reported amounts of assets and liabilities at the date of the financial statements. These estimates and assumptions are assessed on an ongoing basis and are based on experience and relevant factors, including expectations of future events that are believed to be reasonable under the circumstances and presented under the historical cost convention on accrual basis of accounting. Accounting policies have been applied consistently to all periods presented in these financial statements.

All assets and liabilities have been classified as current or non-current as per the operating cycle of

the company as per the guidance set out in the Schedule III to the Companies Act, 2013.

2. Use of Estimates:-

The preparation of financial statements require estimates and assumptions to be made that affect the reported amount of asset and liabilities on the date of the financial statements and the reported amount of the revenue and the expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known / materialized.

3. Property, Plant and Equipment (PPE): -

PPE are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any.

The initial cost of PPE comprise its cost of acquisition or construction inclusive of freight, erection & commissioning charges, duties and taxes and other incidental expenses related thereto.

All other expenditure related to existing assets including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss in the period during which such expenditure is incurred.

The carrying amount of a property, plant and equipment is de-recognised when no future economic benefits are expected from its use or on disposal.

Machine spares that can be used only in connection with an item of fixed asset and their use is expected for more than one year are capitalized.

Depreciation on property plant and equipment is provided on straight line method based on estimated useful life of assets as prescribed in Schedule II to the Companies Act, 2013.

The property, plant and equipment acquired under finance leases, if any, is depreciated over the asset's useful life or over the shorter of the asset's useful

life and the lease term if there is no reasonable certainty that the Company will obtain ownership at the end of the lease term.

Cost of leasehold land, other than acquired on perpetual basis, is amortized over the lease period.

Depreciation on the assets purchased during the year is provided on pro-rata basis from the date of purchase of the assets.

Gains and losses on de-recognition/disposals are determined as the difference between the net disposal proceeds and the carrying amount of those assets. Gains and Losses if any, are recognised in the statement of profit or loss on de-recognition or disposal as the case may be.

4. Intangible Assets:-

Intangible assets acquired separately are measured on initial recognition at cost less accumulated amortisation and accumulated impairment losses, if any.

The cost of an intangible asset includes purchase cost (net of rebates and discounts), including any import duties and non-refundable taxes, and any directly attributable costs on making the asset ready for its intended use.

The amortisation period and method are reviewed at least at each financial year end. If the expected useful life of the asset is significantly different from previous estimates, the amortisation period is changed accordingly.

An intangible asset is derecognised on disposal or when no future economic benefits are expected from use. Gains and losses arising from de-recognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset are recognised in the statement of profit and loss when the asset is de-recognised or on disposal.

5. Inventories:-

The inventories of diagnostic consumable and trading goods are stated at cost or net realisable value, whichever is lower. The method used in determining the cost of inventories is First In First Out.

6. Impairment of tangible assets and intangible assets

At the end of each reporting period, the Company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication based on internal/ external factors that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest group of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment at least annually, and whenever there is an indication that the asset may be impaired.

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss.

The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount

7. Foreign Exchange Transactions:-

These financial statements are presented in Indian rupees (INR), which is the Company's functional currency.

Transactions in foreign currency are recorded on initial recognition at the spot rate prevailing at the time of the transaction.

At the end of each reporting period,

- Monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date.
- Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined.
- Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous financial statements are recognised in profit or loss in the period in which they arise.

Exchange differences on monetary items are recognised in profit or loss in the period in which they arise except for:

- i. Exchange differences on foreign currency borrowings relating to assets under construction for future productive use, which are included in the cost of those assets when they are regarded as adjustment to interest costs on those foreign currency borrowings
- ii. The exchange differences arising on reporting of long term foreign currency monetary items at rates different from those at which they were initially recorded in so far as they relate to the acquisition of depreciable capital assets are shown by addition to/deduction from the cost of the assets as per exemption provided under IND AS 21 read along with Ind AS 101 appendix 'D' clause-D13AA.

8. Borrowing Cost:-

Borrowing costs specifically relating to the acquisition or construction of a qualifying asset that necessarily takes a substantial period of time to get

ready for its intended use are capitalized as part of the cost of the asset. All other borrowing costs are charged to profit & loss account in the period in which it is incurred except loan processing fees which is recognized as per Effective Interest Rate method. Borrowing costs consist of interest and other costs that Company incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

9. Employee Benefits:-

Contribution to Provident fund- Retirement benefits in the form of Provident fund / Pension Schemes are defined contribution schemes and the contributions are charged to the Profit & Loss Account in the year when the contributions to the respective funds become due. The Company has no obligation other than contribution payable to these funds.

Gratuity liability is a defined benefit obligation and is provided for on the basis of an actuarial valuation made at the end of each financial year. A D S Diagnostic Ltd. has constituted a gratuity fund trust with LIC of India for the benefit of employees. The difference between the actuarial valuation of gratuity for employees at the year-end and the balance of funds with trust is provided for as liability in the books.

Remeasurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the balance sheet with a charge or credit recognised in other comprehensive income in the period in which they occur. Remeasurement recognised in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss. Past service cost is recognised in profit or loss in the period of a plan amendment.

10. Tax Expenses:-

Income Tax expense comprises of current tax and deferred tax charge or credit. Provision for current tax is made with reference to taxable income

computed for the financial year for which the financial statements are prepared by applying the tax rates as applicable.

Current Tax:-Current Income tax relating to items recognized outside the profit and loss is recognized outside the profit and loss (either in other comprehensive income or in equity)

Minimum Alternate Tax (MAT):- The company recognizes MAT credit available as an asset only to the extent there is convincing evidence that the company will pay normal income tax during the specified period, i.e., the period for which MAT Credit is allowed to be carried forward. In the year in which the Company recognizes MAT Credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternate Tax under the Income Tax Act, 1961, the said asset, shown as "MAT Credit Entitlement" is created by way of credit to the statement of Profit and Loss and is grouped with deferred tax. The Company reviews the "MAT Credit Entitlement" asset at each reporting date and writes down the asset to the extent the company does not have convincing evidence that it will pay normal tax during the specified period. MAT is recognized under Non-current Assets as a Deffered Tax Asset.

Deferred Tax:- Deferred tax is provided using the balance sheet approach on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purpose at reporting date. Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect of changes in tax rates on deferred income tax assets and liabilities is recognized as income or expense in the period that includes the enactment or the substantive enactment date. A deferred income tax asset is recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized.

The carrying amount of deferred tax assets is reviewed as at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will not be available against which deferred tax asset to be utilized. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets are recognized for the unused tax credit to the extent that it is probable that taxable profits will be available against which the losses will be utilized. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits.

11. Leases:-

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

As a Lessor

Leases in which the Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Assets subject to operating leases are included in PPE. Rental income from operating lease is recognised on a straight-line basis over the term of the relevant lease. Where the rentals are structured solely to increase in line with expected general inflation to compensate for the company's expected inflationary cost increases, such increases are recognised in the year in which such benefits accrue.

Costs, including depreciation, are recognized as an expense in the statement of profit and loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognized immediately in the statement of profit and loss.

As a lessee

Leases in which significant portions of risks and reward of ownership are not transferred to the company as lessee are classified as operating leases. Operating lease payments are recognized as an

expense in the Profit and Loss account on a straight-line basis over the lease term. Where the rentals are structured solely to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases, such increases are recognised in the year in which such benefits accrue. Contingent rentals arising under operating leases are recognised as an expense in the period in which they are incurred. Lease hold land is considered as operating lease and amortised over the lease term.

Leases where the lessor effectively transfers substantially all the risks and benefits of ownership of the asset are classified as finance leases and are capitalized at the inception of the lease term at the lower of the fair value of the leased property and present value of minimum lease payments. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized as finance costs in the statement of profit and loss. Lease management fees, legal charges and other initial direct costs of lease are capitalized.

12. Fair Value Measurement:-

The Company measures financial instruments at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability or
- In the absence of a principal market, in the most advantageous market for the asset or liability

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1: Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For the purpose of fair value disclosures, the Company has determined classes of assets & liabilities on the basis of the nature, characteristics and the risks of the asset or liability and the level of the fair value hierarchy as explained above.

13. Financial Instrument

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.

Financial assets includes Trade receivable, loan to body corporate, loan to employees, security deposits and other eligible current and non-current assets

Financial liabilities includes Loans, trade payable and eligible current and non-current liabilities

i. Classification:-

The Company classifies financial assets as subsequently measured at amortised cost, fair value through other comprehensive income or fair value through profit or loss on the basis of both:

- the entity's business model for managing the financial assets and
- the contractual cash flow characteristics of the financial asset.

A financial asset is measured at amortised cost if both of the following conditions are met:

- the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A financial asset is measured at fair value through other comprehensive income if both of the following conditions are met:

- the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A financial asset is measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income.

All financial liabilities are subsequently measured at amortised cost using the effective interest method or fair value through profit or loss.

ii. Initial recognition and measurement:-

The company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are recognized at fair value at initial recognition, plus or minus, any transaction cost that are directly attributable to the acquisition or issue of financial assets and financial liabilities that are not at fair value through profit or loss.

iii. Financial assets subsequent measurement:-

Financial assets as subsequent measured at amortised cost, fair value through other comprehensive income (FVOCI) or fair value

through profit or loss (FVTPL) as the case may be.

Financial liabilities as subsequent measured at amortised cost or fair value through profit or loss.

iv. Effective interest method :-

The effective interest method is a method of calculating the amortised cost of a debt instrument and allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

Income is recognised on an effective interest basis for debt instruments other than those financial a classified as at FVTPL. Interest income is recognised in profit or loss and is included in the "Other income" line item.

v. Trade Receivables:-

Trade receivables are the contractual right to receive cash or other financial assets and recognized initially at fair value. Subsequently measured at amortised cost (Initial fair value less expected credit loss). Expected credit loss is the difference between all contractual cash flows that are due to the company and all that the company expects to receive (i.e. all cash shortfall), discounted at the effective interest rate.

vi. Cash and cash Equivalents:-

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.

vii. Impairment of Financial Assets:-

The company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss. Loss allowance for trade receivables with no significant financing component is measured at an amount equal to

lifetime ECL. For all other financial assets, expected credit losses are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognised is recognized as an impairment gain or loss in profit or loss.

viii. Financial liabilities:-

Financial liabilities are recognized initially at fair value less any directly attributable transaction costs. These are subsequently carried at amortized cost using the effective interest method or fair value through profit or loss. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments

ix. Trade payables :-

Trade payables represent liabilities for goods and services provided to the Company prior to the end of financial year and which are unpaid. Trade payables are presented as current liabilities unless payment is not due within 12 months after the reporting period or not paid/ payable within operating cycle. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

x. Borrowings:-

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan.

Borrowings are classified as current liabilities unless the Company has an unconditional right

to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the company does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

xi. Equity Instruments:-

An equity instrument is any contract that evidences a residual interest in the assets of company after deducting all of its liabilities. Equity instruments are recognised at the proceeds received, net of direct issue costs.

xii. Derecognition of financial instrument:-

The company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the company's balance sheet when the obligation specified in the contract is discharged or cancelled or expires.

xiii. Offsetting of financial instruments:-

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously

xiv. Financial guarantee

Financial guarantee contracts issued by the entities are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognised initially as a liability at fair value, adjusted for

transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of IND AS 109 and the amount recognised less cumulative amortization.

xv. Derivative Financial Instruments:-

Derivatives are initially recognised at fair value at the date the derivative contracts are entered and are subsequently remeasured to their fair value at the end of each reporting period. The resulting gain or loss is recognised in profit or loss immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in profit or loss depends on the nature of hedging relationship and the nature of the hedged item.

14. Provision and Contingent Liability:-

- i. A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.
- ii. Contingent liabilities, if material, are disclosed by way of notes unless the possibility of an outflow of resources embodying the economic benefit is remote and contingent assets, if any, is disclosed in the notes to financial statements.
- iii. A provision is recognized, when company has a present obligation (legal or constructive) as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation,

in respect of which a reliable estimate can be made for the amount of obligation. The expense relating to the provision is presented in the profit and loss net of any reimbursement.

15. Earnings Per Share

Basic Earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

16. Revenue:-

Revenue Recognition:

- i. Effective April 1, 2018, the Company has applied Ind AS 115 'Revenue from Contracts with Customers' which establishes a comprehensive framework for determining whether, how much and when revenue is to be recognized. Ind AS 115 'Revenue from Contracts with Customers' replaces Ind AS 18 'Revenue'. The impact of the adoption of the standard on the financial statements of the Company is insignificant.
Revenue from sale of goods is recognized when control of the products being sold is transferred to our customer and when there are no longer any unfulfilled obligations.
- ii. From Service Contracts on pro-rata basis over the period of the Contract.
- iii. From Installation and Commissioning Contracts on completion of the Product Service.
- iv. From Commission Income as per the Contract or in Receipt of Credit Note.
- v. From Interest Income on Time Proportion Basis.
- vi. From Lease Rentals on the basis of respective lease agreements.
- vii. Reimbursement of expenses from parties outside India are accounted for as and when the claim is received.

Dear Shareholder,

Subject: - Green Initiative in Corporate Governance

The Ministry of Corporate Affairs has taken a "Green Initiative in Corporate Governance" by allowing paperless compliances for the Companies and allowing them to send the Balance Sheet through Electronic mode and accordingly issued Circular No. 17/2011 dated 21/04/2011 & Circular No. 18/2011 dated 29/04/2011, stating that Services of Notice / Documents by the companies to its Shareholder can now made through Electronic mode.

In view of the above, the Company propose to send hereafter Annual Report and Documents such as, Notice of Annual General Meeting to Shareholder through E-mail address, registered with the Company. We therefore, request you to register your E-mail address with the Company, so as to facilitate the communication with you in the Electronic mode.

In case, you wish to receive the communication / documents in Physical form, you may inform us accordingly by providing the details as under: -

Name of First Holder.	
Folio No.	
E-mail ID.	
Contact No. / Mobile No.	

Please note that as a Member of the Company, you will be entitled to receive all the communications in Physical form, on your request.

With regards,

Sd/-

N. L. Gayari

CFO & Company Secretary.

E-mail: nlg1653@yahoo.com