



africure

ANNUAL REPORT

2022

Africure Pharmaceuticals Ltd
& Its Subsidiaries



Consolidated Financial Statements
of



Africure Pharmaceuticals Ltd & Its Subsidiaries
for the year ended 31st March 2022

Contents

General Information	2
Commentary of the Directors.....	3-5
Secretary's Certificate	6
Corporate Governance Report	7-13
Independent Auditors Report.....	15-19
Consolidated Statement of Financial Position	20
Consolidated Statement of Profit or Loss & Statement of Other Comprehensive Income	21-22
Consolidated Statement of Changes in Equity	23
Consolidated Statement of Cashflows.....	24-25
Notes to the Consolidated Financial Statements.....	26-61

General Information

Directors	Date of Appointment
Mr.Sultunti Asnath	17-Mar-17
Mr.Sinhue Bosco Noronha	22-Mar-17
Mr.Deepak Joseph Parayanken	22-Mar-17
Mr.Ravi Shankar Chandrasekhar	22-Mar-17
Mr.Haider Mousa Mohammed Mohammed	16-Apr-18
Mr.Vikramkumar Naik	16-Apr-18
Mr.Vashish Bisnathsing	31-Aug-20
Mr. Ibrahim Malleck	08-Dec-20
Mrs. Delba Valleri Lewis Noronha	04-Jan-21
Administrator & Secretary	
Ocorian Corporate Services (Mauritius)Limited 6th Floor, Tower A, 1 Cybercity Ebene, Mauritius	
Registered Office	
6th Floor, Tower A, 1 Cybercity Ebene, Mauritius	
Statutory Auditors	
RSM (Mauritius) 109 Moka Business Centre, Mount Ory Road, Bon Air, Moka, Mauritius	
Bankers	
Afrasia Bank Limited Bowen Square, 10, Dr Feriere Street Port Louis, Mauritius	
The Mauritius Commercial Bank Limited Sir William Newton Street Port Louis, Mauritius	

Directors Report & Management Analysis

Dear Members,

The Directors have pleasure in presenting the Fifth Annual Report of the Company and the Consolidated Audited Financial Statements for the year ended 31st March 2022.

Nature of Business

The company & the group are involved in manufacture, distribution & trading of pharmaceutical products in Africa. It also provides management consultancy services to run pharma businesses. The company majorly manufactures and sells oral dosage forms and input materials.

Performance Summary

The group achieved a revenue of USD 34.96 Million with an operational EBIDTA of USD 4.70 Million. The group has recorded a revenue growth of 20%, and an EBIDTA growth of 27%. Product margins improved by 700 BP.

The group has acquired majority stake in Zenufa Laboratories Ltd, a manufacturing facility in Tanzania, on 27th December 2021 which will help the group increase its profitability in its Tanzanian business. Company has entered into various partnerships & new business opportunities, which will bring in results in the near future.

Market & Company Overview

With Sub-Saharan generic pharmaceutical market expected to be growing at 10% YoY, higher than rest of the world, the opportunities are abundant. The Covid 19 pandemic emphasised the need for self-sufficiency of essential drugs in Africa and reiterates a great opportunity and relevance to Africure strategy of "In Africa, By Africans, For Africa". Africa's pharmaceutical business has increased manifold and is moving towards generics, to provide affordability to people at large & we are happy to be associated in supporting Africa moving towards that direction. African governments are laying emphasis on capacity creation and are more than supportive to local manufacturers. We believe this is only going to create a better business environment for Africure.

Africure analyses its business in geographical segments – French West, East & Other Africa. Our French west African business contributes to 36% of the groups revenue & has grown by 22% in the year. Our East African business contributes to 41% of groups revenues & has grown by 24% YoY. Our East African business will gain further momentum with our new facility in Ethiopia, which is due for completion by Dec 2022.

Group's inroads into Rx promotion business, better pricing strategy & sharp buying has ensured that we remain ahead of the margin expectations.

We believe we are on the right path in creating value for our stakeholders by creating the largest local ODF manufacturing capacities in Sub Saharan Africa, in the years to come. The company has started online pharmacy in Tanzania & Uganda with plans to reach patients through technology. The company also has made definitive plans for expanding its operations into other innovative dosage forms in the near future.

We have moved a great deal in creating a robust portfolio of products across all our group companies. The company has 100+ products under registration & is already prepared to file another 100+ products in the coming year, in addition to various licensing arrangements & is also entering online pharmacy, pharma services & Nutraceuticals & cosmeceuticals as its new business segments.

Directors

The company's directors as of the balance sheet date are as below:

Mr. Sultunti Asnath

Mr. Sinhue Bosco Noronha

Mr. Deepak Joseph Parayanken

Mr. Ravi Shankar Chandrasekhar

Mr. Haider Mousa Mohammed Mohammed

Mr. Vikramkumar Naik

Mr. Vashish Bisnathsing

Mr. Ibrahim Malleck

Mrs. Delba Valleri Lewis Noronha

Dividends

In view of business expansion & envisaged new project investments, the board wishes to reinvest the profits back into the business & hence does not recommend any dividend for the financial year.

Related Party Transactions

The company has sales, purchases, advances, receivables, payables & loan transactions, as detailed in Note 29 to the financial statements. The company has also paid remuneration to the executive full time Directors.

Diversity and Inclusion

The company believes in diversity and inclusion. 92% of the employees are locals in respective countries. The company had ~520 employees as at 31st March 2022.

Corporate Social Responsibility

The company has taken various social initiatives, some of which are providing free medicines, COVID test kits, emergency COVID medicines, vaccination support programmes, drinking water, aid to school children, etc.

Auditors

The auditors, RSM (Mauritius) LLP have indicated their willingness to continue office and will be automatically re-appointed at the annual shareholders meeting

For Africure Pharmaceuticals Ltd & its subsidiaries



Director



Director

Date: 20 June 2022

Directors' responsibilities in respect of the preparation of the annual report and accounts

The Directors are responsible for preparing the Annual Report, including the consolidated financial statements, in accordance with applicable laws and regulations. Company law requires the Directors to prepare financial statements for each financial year. Under that law, the Directors have prepared the Consolidated and separate Financial Statements in accordance with International Financial Reporting Standards (IFRS). In preparing these financial statements, the Directors have also elected to comply with IFRS as issued by the International Accounting Standards Board (IASB). In preparing these financial statements, the Directors have:

- adopted the going concern basis unless it is inappropriate to presume that the company will continue in business;
- selected suitable accounting policies and applied them consistently;
- made judgements and accounting estimates that are reasonable and prudent.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the transactions of Africure Pharmaceuticals Ltd and its Subsidiaries "Africure Group" and disclose with reasonable accuracy, at any time, the financial position of Africure Group and to enable them to ensure that the Consolidated Financial Statements, are in accordance with IFRS. The Directors are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Each of the Directors, confirms that, to the best of their knowledge:

- the financial statements, which have been prepared in accordance with IFRS as issued by the IASB give a true and fair view of the assets, liabilities, financial position and profit of Africure Group; and
- the Management Report includes a fair review of the development and performance of the business and the position of Africure, together with a description of the principal risks and uncertainties that it faces.

Furthermore, so far as each of the Directors is aware, there is no relevant audit information of which the auditors are unaware, and each of the Directors has taken all the steps that ought to have been taken in order to become aware of any relevant audit information and to establish that the auditors are aware of that information.

The Directors consider that the Annual Report, including the consolidated financial statements, taken as a whole, is fair, balanced and understandable and provides the information necessary for shareholders to assess Africure Group's position and performance, business model and strategy.

The Directors consider it appropriate to continue to adopt the going concern basis of accounting in preparing the consolidated financial statements.

For Africure Pharmaceuticals Ltd & its subsidiaries

A handwritten signature in blue ink, appearing to read "R. G. G. G. G.", written over a horizontal line.

Director

A handwritten signature in blue ink, appearing to read "J. M. S.", written over a horizontal line.

Director

20 June 2022

Secretary's Certificate

To the Members of Africure Pharmaceuticals Ltd

UNDER SECTION 166 (d) OF THE MAURITIAN COMPANIES ACT 2001

We confirm, as Secretary of the above-named Company, that based on records and information made available to us by the Directors and Shareholders of the Company, the Company has filed with the Registrar of Companies, for the financial year ended 31 March 2022, all such returns as are required of the Company under the Mauritius Companies Act 2001.

Dated 20 June 2022

Fayaz DOOBARRY, ACCA
FOR
OCORIAN CORPORATE
SERVICES (MAURITIUS) LIMITED

OCORIAN CORPORATE SERVICES (MAURITIUS) LIMITED

SECRETARY

Corporate Governance Report

for the year ended 31 March 2022

Principle 1: Governance Structure

Role of the Board

The Board of Directors of the Company recognises that the National Code of Corporate Governance for Mauritius (2016) (the “Code”) is regarded as best practice and therefore uses its best endeavours to ensure that the principles of good corporate governance are put in place to the extent that they are applicable to the Company and form an integral part in the way in which the Company’s business is conducted. The Company endeavours to apply the recommendations of the Code.

Board Charter and Senior Governance position

The Company has adopted a Corporate Governance Charter that provides the Terms of Reference for the Board and describes how the Board operates. The Corporate Governance Committee, Nomination & Remuneration Committee and Audit & Risk Committee established forms part of the Corporate Governance Charter of the Company that subscribes to generally accepted principles of good corporate governance and Code. The Board shall review this Charter as and when necessary to ensure it remains relevant to the Company’s business objectives and best practices for corporate governance.

Given that the business activity of the Company is investment holding, trading and procurement of pharmaceutical products, the Board has not appointed an officer at key senior governance position as any matter requiring attention is dealt with by the directors.

Principle 2: The Structure of the Board and its Committees

The Board of Directors

The Board, being a unitary Board, is composed of nine directors. The basis for determining the composition of the Board has been established in the Constitution. It states that the number of directors shall be a minimum of 2 and not exceed 15.

The Board is responsible for directing the affairs of the Company in the best interests of its shareholders, in conformity with legal and regulatory frameworks, and consistent with its Constitution and best governance practices. The directors are aware of their legal duties, degree of care, skill and diligence expected from them. The Board of the Company currently is constituted composed of executive, non executive and independent directors, which also includes one female director.

The Board is satisfied that its actual composition is balanced and commensurate with the Company’s ownership structure and size. The current directors have the appropriate range of skills, expertise and experience to carry out their duties properly and are of sufficient calibre to exercise independence of mind and judgement.

The Chairperson of the Board, who is re-elected at each Board meeting, has the responsibility to lead the Board and facilitate constructive contribution by all directors in order to ensure the Board functions effectively as a whole in discharging its responsibilities.

Directors' Profile

Director name	Role	Profile
Mr. Sinhue Bosco Noronha	Chief Executive Officer, Executive Director	Mr. Noronha is the Founder and controlling stakeholder of Africure Pharmaceuticals Ltd. He is a veteran in pharmaceutical space in Africa. He has an experience of over 40 years, holding key positions in various multinational pharma companies and also a seasoned entrepreneur, having setup multiple manufacturing facilities and businesses in Africa.
Mr. Deepak Joseph Parayanken	Independent Non-Executive Director Member and Chairman of Audit & Risk Committee Member of Nomination & Remuneration Committee	Mr. Deepak is the CEO of a large conglomerate in Mozambique, having interests in pharma, mining and technology space. He has been driving strategic initiatives and is instrumental in various M&A transactions and expansion of businesses. He plays an advisory role in financial and strategic initiatives of Africure and is a member of Audit and Risk Committee of the Board.
Mr. Ravi Shankar Chandrasekhar	Chief Financial Officer, Executive Director	Mr. Ravi is a finance professional with over 17 years of experience in various capacities across various multinational companies with over a decade of experience in African businesses. He is responsible for finance, legal, IT and compliances for the group. He has been instrumental in various M&A transactions and business integrations.
Mr. Haider Mousa Mohammed Mohammed	Independent Non-Executive Director Member and Chairman of Nomination & Remuneration Committee	Mr. Haider is a prominent pharma player in the MENA region with pharma distribution businesses spanning across the region and has deeply entrenched relationships with various big pharma companies and has an experience of running pharmaceutical business for over 30 years. He plays an advisory role in portfolio maximization and technical operations of Africure and is a member of the Audit and Risk Committee and Nomination and Remuneration Committee of the Board.
Dr. Vikramkumar Naik	Independent Non-Executive Director	Dr. Vikramkumar Naik is the promoter of a large pharmaceutical business focused in the Zamboni region of Africa. He has wide and deep expertise in pharma space with an experience of over 30 years. His understanding and expertise of pharmaceuticals in Africa has added great value to Africure's business proposition. He plays an advisory role in sales and marketing, pharmacovigilance initiatives of Africure and is a member of the Nomination and Remuneration Committee of the Board.
Mr. Ibrahim Malleck	Independent Non-Executive Director Member of Audit & Risk and Nomination & Remuneration committees	Mr. Ibrahim Malleck is a managing partner in a finance advisory firm with a rich experience in banking and financial services in senior roles, across various banks in Mauritius and the Middle East. He plays an advisory role in financial and strategic aspects of the business and is a member of the Audit and Risk Committee and of the Nomination and Remuneration Committee of the Board.

Director name	Role	Profile
Mr. Sultunti Asnath	Independent Non-Executive Director	Asnath occupied various high-level positions with renowned companies in Mauritius as the Chief Operating Officer of the Retail Division of Iframac Ltd, a leading retailer of home appliances and furniture, General Manager of the BrandHouse Ltd, distributor of branded appliances and equipment. In addition to a strong exposure to the retail and distribution sector, Asnath has held previous positions as Financial Consultant with experience in accounting and auditing. Asnath also has extensive experience in business consulting and advisory matters, internal control and internal audit.
Mr. Vashish Bisnathsing	Independent Non-Executive Director	Mr. Vashish is a seasoned finance professional with deep understanding of regulatory, compliance and banking sectors. He has played a pivotal role in setting up various business processes since Africure inception. He has over 10 years' experience in handling operations for various companies.
Mrs. Delba Valleri Lewis-Noronha	Independent Non-Executive Director	Highly professional and experienced Sales Executive with 23 years of experience within the hospitality industry. Extreme attention to detail that has helped create and nurture relationship by way of superior customer service skills. She drives the Company's digital marketing and new business initiatives.

Board Committees

Three Committees of the Board have been constituted, namely an Audit & Risk Committee, a Nomination & Remuneration Committee, and a Corporate Governance Committee. The three said Committees have been set up to assist the directors in discharging their duties through a more comprehensive evaluation of specific issues. They may seek any information that may be required from any employee of the Company to perform their duties. The Committees can, at the Company's expense, request such independent external professional advice, which they consider necessary to perform their duties.

The Audit & Risk Committee has been set up to support the Board in fulfilling its responsibilities in ensuring the integrity of the Company's financial management and reporting.

The Nomination and Remuneration Committee has been set up to support the Board in gearing itself towards best practices for its operations and ensure the appropriate nomination and remuneration policies are put in place.

The Corporate Governance Committee has been set up to ensure that the Board of directors structures, procedures and operations align with the Company's governance ambitions, corporate values and external compliance demands.

The CEO and CFO of the Company can attend the aforementioned committees upon invitation.

Company Secretary

The Company Secretarial function is fulfilled by Ocorian Corporate Services (Mauritius) Limited ('Ocorian') through a Management Agreement entered into between Ocorian and the Company. Ocorian is an

award-winning alternative investment, corporate and private client administrator recognized for its commercial expertise and dynamic culture supporting investment success. It employs qualified secretaries from the Institute of Chartered Secretaries and Administrators to fulfil its duties as Company Secretary.

The statutory and accounting records are maintained at the registered office address of the Company in Mauritius.

Board attendance in 2021 - 2022

During the year under review, there were four Board meetings had been held. All other Board decisions have been taken via circular Board resolutions, signed by the directors.

Principle 3: Directors' Appointment Procedures

Appointment and re-election of Directors and Professional development and succession planning

The Directors are aware that the Code recommends that each Director should be elected (or re-elected as the case may be) every year at the annual meeting of shareholders.

In accordance with its Constitution, the election of Directors is done by the shareholders. Also, there has been no need for a succession plan as the appointment of directors is made as per the Constitution.

No programmes are yet in place regarding induction and professional development plan of the Directors.

The members of the Board are professionally qualified senior individuals who are bound by the CPD requirements of their respective professional bodies. They are regularly informed of relevant new legislation and regulations that are applicable to the Company. Further review is done on an informal basis.

The Directors are deliberating to put in place the said programmes.

Principle 4: Directors' Duties, Remuneration and Performance

Legal Duties

Directors are aware of their legal duties upon their appointment and shall be regularly reminded of same.

Directors' ethics and code of conduct

The code of conduct expresses the Company's commitment to conducting business ethically. It explains what it means to act with transparency in everything we do and in accordance with our culture and values.

This code applies to all the Company's Directors, officers and employees globally, across our subsidiaries. The code also applies to our partners, suppliers, agents or other acting on the Company's behalf. As employees, it is important that we know and follow the code as a guidelines for decision making that is paired with integrity.

The Company is committed to conducting its business in accordance with the applicable laws, rules and regulations and with highest standards of business ethics. This code is intended to provide guidance and help in recognizing and dealing with ethical issues, provide mechanisms to report unethical conduct, and to help foster a culture of honesty and accountability. Each Director, officer and employee is expected to comply with the letter and spirit of this code.

The directors, officers and employees of the Company must not only comply with applicable laws, rules and regulations but should also promote honest and ethical conduct of the business. They must abide by the policies and procedures that govern the conduct of the Company's business. Their responsibilities include helping to

create and maintain a culture of high ethical standards and commitment to compliance, and to maintain a work environment that encourages the stakeholders to raise concerns to the attention of the management.

The code of ethics and code of conduct includes, but is not limited to:

- (a) Equal opportunity workplace free of discrimination or harassment
- (b) Ethics in business activities
- (c) In respect to customers and suppliers
- (d) Charitable contribution and donations
- (e) Books and records
- (f) Code of ethics for senior management personnel

The Company's Corporate Governance Charter, Committees Terms of Reference, Code of Ethics and Business Conduct and Statement of Accountability are available on the Company's website to guide all stakeholders who will rely on these to guide them in their dealings.

Declaration of Interests

Pursuant to section 271 (1) of the Mauritius Companies Act 2001, the Company has been dispensed of the need for a Register of Directors' Interests.

Directors' remuneration and benefits

Three directors namely Messrs. Ravi Shankar, Sinhue Bosco Noronha and Ibrahim Malleck are entitled to remuneration in the form of a Directorship fee pursuant to established Directorship Agreements. The Company, however, does not have a remuneration policy in place for its Directors.

Ocorian who has nominated Mr. Asnath Sultunti and Mr. Vashish Bisnathsing to act as directors on the Board of the Company, is paid a fee for procurement of directorship services.

Statement of remuneration policy

There is no remuneration policy that has been put in place as the Nomination and Remuneration Committee members are yet to meet. The Company incurs Directors' fees as disclosed under the section Director's remuneration and benefits.

The policy would be put in place as and when the Nomination and Remuneration Committee would so decide.

Directors' service contracts

No director of the Company has any service contract that needs to be disclosed under section 221(2) of the Companies Act 2001.

Board evaluation

The Board does not deem fit to appoint any independent Board evaluator as of now. The Directors believe that the composition of the Board is stable and adequate. The appointment of an independent evaluator will be considered as and when the Board will deem fit.

Constitution

The Company's Constitution is in conformity with the provisions of the Mauritius Companies Act 2001.

The Board assumes responsibility to recommend any change in the Constitution to the shareholders for their consideration. Moreover, as the Company is a public one, the Constitution is available at the registered office address of the Company.

Related parties

Related party transactions are disclosed in Note 29 to the financial statements.

All conflict-of-interest and related party transactions that have been conducted were in accordance to the Mauritius Companies Act 2001.

Principle 5: Risk Governance and Internal Control

The Board is responsible for the Company's risk management framework. The Company, in collaboration with its Company Secretary and Management Company which is ISO 14001 & OSHAS 18001 certified, monitors and evaluates the strategic financial operational and compliance risks faced by the Company. The Company Secretary and Management Company has the following processes in place for identification and management of risks:

- The system of internal controls is primarily designed to manage rather than eliminate the risks of failure in the achievement of business objectives.
- Internal controls procedures and policies have been designed and implemented so as to get comfort that material misstatement or loss is detected.
- The Company has a corporate risk management policy framework, where all internal & external risks are mitigated through frequent review of operations & daily reporting systems on key parameters.

Some of the prominent risks to which the Company is exposed are:

- (a) Financial risks comprise of market risks (including foreign exchange risk and cash flow), credit risks and liquidity risks as reported in Note 24 of the financial statements.
- (b) Prudent liquidity risk management implies maintaining sufficient cash and the availability of funding through an adequate amount of committed credit facilities. The Company aim at maintaining flexibility in funding by keeping reliable credit lines available. Management monitors rolling forecasts of the Company's liquidity reserve on the basis of expected cash flows.
- (c) The processes are periodically re-evaluated to ensure their effectiveness. The risk management process continues throughout the life cycle of the system, mission or activity.
- (d) Reputational risk is defined as the risk of losses due to unintentional or negligent failure to meet a professional obligation to stakeholders.

The Company strong reputation revolves around effective communication and building solid relationships. Communication between the Company and its stakeholders has been the foundation for a strong reputation.

Ocorian has an established system for the ongoing identification and assessment of risk within its facilities.

Principle 6: Reporting with Integrity

Statement of Directors' Responsibilities in respect of the Preparation of the Financial Statements

The Directors affirm their responsibilities for preparing the Annual Financial Statements of the Company that fairly present the state of affairs of the Group and Company and the results of their operations.

The Statement of Directors' Responsibilities is found on page 3 to 7 of the financial statements.

Dividend Policy

The Company has a dividend policy as per clause 8 of the Constitution.

Donations

During the year, the Company made no charitable or political donations.

Employee share option plan

The Company does not have any share option plan.

Auditors Report and Accounts

The Auditors' report is set out on pages 19 to 23 and the consolidated statement of comprehensive income is set out on pages 25 to 26 to these consolidated financial statements.

The Board is responsible for the preparation of the consolidated financial statements, in accordance with International Financial Reporting Standards and the requirements of the Mauritian Companies Act 2001, which give a true and fair view of the affairs of the Group and Company.

Environmental, health and safety

The Board is yet to assess the need for any measure to put in place regarding the above.

Share price information

Based on the EBIDTA of the entity, considering an EBIDTA multiple of 15x to arrive at the enterprise value, the market value of each share is expected to be about USD 6.37, after adjusting for the net Debt. The Company has 9,417,500 shares which have No par value.

Principle 7: Audit

External auditor

The audit is conducted in Mauritius and the auditor, RSM (Mauritius) LLP, has indicated its willingness to continue in office and a resolution concerning its re-appointment had been passed at the Annual Meeting. The Board considers the auditor's independence as unimpaired.

The directors have assessed the external audit process and are of the view that the process is effective.

The re-appointment of the external auditor is reviewed each year such that the Board is satisfied that there is no independence issue or conflict of interest.

Internal audit function

The Board has not established an independent internal audit function due to its size and business transactions. However, the corporate finance team has an Internal audit wing that conducts internal audits based on a well-defined calendar.

The Board will consider the setting up of an independent internal audit function as it deems fit.

Principle 8: Relations with Shareholders and Other Key Stakeholders

The Company employs a corporate team for each department & the team monitors the activities such as strategy, Finance, legal, IT, Quality function. EHS, Sales of all its subsidiaries. These teams monitor & oversee the operational activities in their area of expertise & report to the CEO, who in turn reports to the Board.

Shareholder's relations and communication

The Company is held by different shareholders and there is constant communication. Also, all information requested by the shareholders are duly taken care of.

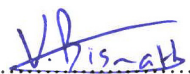
The financial statements of the Company shall be adopted at the Annual Meeting whereby the shareholders will attend or through written resolution of the shareholders.

Key Dates

The calendar of key events is as follows:

Financial year end	31 March 2022
Board meeting	20 June 2022
Annual meeting	30 September 2022

On behalf of the Board



Mr. Vashish Bisnathsing
Director



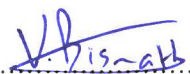
Mr. Sultunti Asnath
Director

Date: 20 June 2022

Directors' Statement of Compliance with the National Code of Corporate Governance

We, the Directors of the Company, confirm to the best of our knowledge that the Company has complied throughout the year ended 31 March 2022 with its obligations and requirements under the National Code of Corporate Governance for Mauritius. The Company has applied all the principles set out in the Code and explained how these principles have been applied except for the following:

- (i) Whistle Blowing Policy: All the Company affairs are addressed to its Board and Ocorian Corporate Services (Mauritius) Limited as the Administrator of the Company has a whistle blowing policy in place which the latter ultimately follows.



Mr. Vashish Bisnathsing
Director



Mr. Sultunti Asnath
Director

Independent Auditor's Report

To the Shareholders of Africure Pharmaceuticals Ltd

Opinion

We have audited the financial statements of Africure Pharmaceuticals Ltd and its subsidiaries (together referred to as the "Group") set out on pages 24 to 56, which comprise the consolidated and separate statement of financial position as at 31 March 2022 and the consolidated and separate statement of comprehensive income, consolidated and separate statement of changes in equity and consolidated and separate statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, these consolidated and separate financial statements give a true and fair view of the consolidated and separate financial position of the Group and Company as at 31 March 2022, and of their consolidated and separate financial performances and cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) and in compliance with the requirements of the Mauritius Companies Act 2001 and the Financial Reporting Act.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group and Company in accordance with the *International Ethics Standards Board for Accountant's International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code)*, and we have fulfilled our other ethical responsibilities that are relevant to our audit of the consolidated financial statements in Mauritius. We have fulfilled our other ethical responsibilities in accordance with these requirements and to the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

1. *Impairment of investments in subsidiaries (applicable to the separate financial statements)*

Key audit matter

The carrying amount recorded in the financial statements for investments in subsidiaries amounted to USD 8,501,299 at the reporting date (2021: USD 7,501,299), as disclosed in note 6 to the consolidated financial statements. The Group and Company identify whether an impairment indicator occurs every year and perform impairment test over investments in subsidiaries, and compare the carrying amount with the greater of the value-in-use ("VIU") and fair value less cost to sell ("FVLCTS") to determine the impairment amount, if any.

Considering the significant degree of judgement in estimating VIU and FVLCTS, including the potential impact of Covid-19 on the current and future operations of the Group and the Company, the likelihood of management bias, and the significance of the investments, we determine this to be a key audit matter in the audit of the consolidated and separate financial statements.

Management determined the recoverable value of the investments held and on the basis of the latest financial statements of these subsidiaries, current and future plans and financial forecasts, concluded that no impairment loss was required.

How the matter was addressed in our audit

Our audit procedures in respect of this key audit matter include:

- Performed a qualitative assessment considering the minimum indications of impairment listed in IAS 36 – Impairment of Assets, by conducting inquiries and discussions with management and review of investees' latest financial performance and financial position.
- Checked historical trends and determine whether management's assessment made in previous years are consistent with this year's assessment and determine whether there are no material deviations from initial assessments made by management.
- Reviewed management's impairment assessment and financial forecasts.

2. Impairment of loans & advances and trade receivables

Key audit matter

The carrying amounts of Loans & Advances and Trade Receivables amounted to USD 27,774,702 at the reporting date, as disclosed in notes 6A, 8 and 10 to the consolidated financial statements.

Every year, the directors make an assessment to determine whether an impairment is necessary in compliance with the requirements of IFRS 9, Financial Instruments. IFRS 9 necessitates an ECL provisioning in the period of recognition based on the Company's provisioning matrix or a historical indicator or an expected default in the future.

The directors confirmed that the Company adopts a matrix based on the Expected Credit Loss ("ECL") model under IFRS 9 for both loans & advances and trade receivables, as disclosed in note 3 of the consolidated financial statements.

Given the materiality and significance of the amount involved, we determine this to be a key audit matter in the audit of the consolidated and separate financial statements.

How the matter was addressed in our audit

A complete ECL working was prepared by the directors and made available to us, including a separate ECL letter that formally addressed management's assessment made in compliance with IFRS 9.

Our audit procedures in respect of this key audit matter included:

- Review of the information from the ECL working and ensure that the outstanding receivable balances are accurate and complete;
- Review the basis of assessment and whether it is consistent with previous years;
- Requested and obtained comfort letters from the major trade receivables independently that serves as confirmation of the debts and undertaking to settle the amount due within the set credit period by the Company;
- Assessed the qualifications and objectivity of the management expert doing the assessment; and
- Review the formal ECL letter provided by management as basis for no impairment.

Based on our work performed, we assessed that any impairment / ECL loss allowance would be immaterial to the financial statements of the Company.

Other Information

The directors are responsible for the other information. The other information comprises the Corporate Profile section, the Directors' Report and Analysis, the Directors' Responsibilities statement, the Corporate Governance Report and the Secretary's Certificate. The other information does not include the consolidated and separate financial statements and our auditor's report thereon.

Our opinion on the consolidated and separate financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the consolidated and separate financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or our knowledge obtained in the 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. Else, we have nothing to report in this regard.

Responsibilities of the Directors and Those Charged with Governance for the Consolidated Financial Statements

The directors are responsible for the preparation and fair presentation of the consolidated and separate financial statements in accordance with IFRSs and in compliance with the Mauritius Companies Act 2001 and the Financial Reporting Act, and for such internal control as the directors determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate financial statements, the directors are responsible for assessing the Group and 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 the directors either intend to liquidate the Group and/or Company or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain

audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Company's internal control;

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements (Continued)

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors;
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern;
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation; and
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the Group audit. We remain solely responsible for our audit opinion.
- We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

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

Use of our Report

This report is made solely to the Company's shareholders, as a body, in accordance with Section 205 of the Mauritius Companies Act 2001. Our audit work has been undertaken so that we might state to the Company's

shareholders, as a body, those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's shareholders, as a body, for our audit work, for this report, or for the opinion we have formed.

Report on Other Legal and Regulatory Requirements

Mauritius Companies Act 2001

The Mauritius Companies Act 2001 requires that in carrying out our audit we consider and report to you on the following matters. We confirm that:

- We have no relationship with, or interests in the Group and the Company other than in our capacity as auditor and dealings in the ordinary course of business;
- We have obtained all information and explanations we have required; and
- In our opinion, proper accounting records have been kept by the Company as far as it appears from our examination of those records.

Financial Reporting Act

Our responsibility under the Financial Reporting Act is to report on the compliance with the Code of Corporate Governance (the "Code") disclosed in the annual report and assess the explanations given for non-compliance with any requirement of the Code. From our assessment of the disclosures made on corporate governance in the annual report, the Company has, pursuant to section 75 of the Financial Reporting Act, complied with the requirements of the Code.



RSM (Mauritius) LLP
Chartered Accountants
Moka, Mauritius



Ravi Kowlessur, FCCA
Licensed by FRC

Date: 21 June 2022

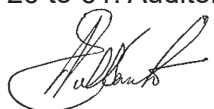
Consolidated Statement of Financial Position

as at 31-Mar-22

All the amounts are in USD unless otherwise stated

All the amounts are in USD unless otherwise stated					
Particulars	Notes	31-Mar-22		31-Mar-21	
		Group	Company	Group	Company
ASSETS					
Non-current assets					
Goodwill	5E	31,05,376	-	26,61,460	-
Property plant and equipment	5A	1,87,62,960	1,681	1,39,06,732	939
Intangible assets	5B	3,361	3,533	2,921	3,128
Right of use assets	23	25,18,755	-	28,12,823	-
Capital work in progress	5C	31,61,849	-	10,00,886	-
Investment in subsidiaries	6	-	85,01,299	-	75,01,299
Loans and advances	6A	-	1,25,29,488	-	98,15,791
Total non-current assets		2,75,52,302	2,10,36,001	2,03,84,822	1,73,21,157
Current assets					
Inventories	7	69,61,236	-	51,50,195	-
Trade receivables	8	1,56,93,638	1,52,45,214	95,74,278	1,10,15,714
Cash and cash equivalents	9	15,66,778	9,03,820	58,57,355	46,54,929
Other assets	10	30,51,497	21,95,845	27,77,668	19,72,237
Total current assets		2,72,73,149	1,83,44,879	2,33,59,496	1,76,42,880
Total assets		5,48,25,451	3,93,80,880	4,37,44,318	3,49,64,038
EQUITY AND LIABILITIES					
EQUITY					
Equity share capital and share premium	14 A	1,08,81,853	1,08,81,853	64,31,853	64,31,853
Share application money pending allotment	14 B	-	-	15,00,000	15,00,000
Retained earnings		1,19,69,355	73,99,810	75,58,339	65,71,153
Other reserves	15	(32,61,721)	-	(32,31,449)	-
Capital and reserves attributable to owners of Africure Pharmaceuticals Ltd		1,95,89,487	1,82,81,663	1,22,58,743	1,45,03,006
Non-controlling interests		(29,49,586)	-	(3,42,712)	
Non-current liabilities					
Borrowings	11	1,30,31,737	1,03,87,667	1,10,29,918	1,05,12,077
Operating lease liabilities	23	28,19,301	-	27,38,038	-
Deferred tax liabilities	22A	2,93,338	-	(10,063)	-
Total non-current liabilities		1,61,44,376	1,03,87,667	1,37,57,893	1,05,12,077
Current liabilities					
Borrowings	11A	1,06,71,623	52,07,000	80,06,526	45,50,000
Trade and accounts payables	12	99,30,277	52,81,201	90,37,187	52,78,469
Other liabilities	13	7,28,045	55,514	5,14,025	47,217
Operating lease liabilities	23	2,00,802	-	2,28,068	-
Current tax liabilities	22	5,10,427	1,67,835	2,84,588	73,268
Total current liabilities		2,20,41,174	1,07,11,550	1,80,70,394	99,48,955
Total liabilities		5,48,25,451	3,93,80,880	4,37,44,318	3,49,64,038

The above consolidated balance sheet should be read in conjunction with the accompanying notes on pages 26 to 61. Auditors report on pages 15 to 19. Authorised for issue by the board of directors on



Director



Director

Consolidated Statement of Comprehensive Income

for the year ended 31-Mar-2022

All the amounts are in USD unless otherwise stated

Particulars	Notes	31-Mar-22		31-Mar-21	
		Group	Company	Group	Company
Revenue	16	3,49,56,679	1,85,51,102	2,91,63,185	1,65,51,515
Other income	17	4,35,733	93,974	19,26,235	7,73,283
		3,53,92,412	1,86,45,076	3,10,89,420	1,73,24,798
Cost of raw-materials and finished goods	18	2,26,48,806	1,55,00,929	2,12,77,704	1,35,73,920
Employee benefit expenses	19	37,04,513	4,85,173	28,13,481	5,04,633
Other expenses	20	43,37,442	8,76,223	32,89,397	4,42,263
		3,06,90,761	1,68,62,325	2,73,80,582	1,45,20,816
Profit before finance cost, depreciation and tax		47,01,651	17,82,751	37,08,838	28,03,982
Finance costs	21	(12,95,131)	(7,81,726)	(10,06,652)	(7,17,662)
Depreciation and amortisation	5D & 23	(13,29,102)	(4,533)	(9,84,798)	(41,936)
Profit before income tax		20,77,418	9,96,492	17,17,388	20,44,384
Income tax expense					
Current tax	22	(7,60,773)	(1,67,835)	(6,11,086)	(1,07,062)
Deferred tax	22A	(27,051)	-	(1,41,306)	-
Profit/ (Loss) for the year		12,89,594	8,28,657	9,64,996	19,37,322
Profit/ (Loss) attributable to					
Owners of the Company		10,40,648	8,28,657	13,16,971	19,37,322
Non-controlling interests		2,48,946	-	(3,51,975)	-
Earnings per share for profit attributable to the ordinary equity holders of the company					
Basic earnings per share		0.11	0.09	0.16	0.23
Diluted earnings per share		0.11	0.09	0.16	0.23
Weighted average number of shares		94,17,500	94,17,500	83,37,500	83,37,500

The above consolidated statement of profit or loss should be read in conjunction with the accompanying notes on pages 26 to 61. Auditors report on pages 15 to 19.

Consolidated Statement of Comprehensive Income

for the year ended 31-Mar-2022

All the amounts are in USD unless otherwise stated

Particulars	Notes	31-Mar-22		31-Mar-21	
		Group	Company	Group	Company
Profit/ (Loss) for the year		12,89,594	8,28,657	9,64,996	19,37,322
Items that may be reclassified to profit or loss		-	-	-	-
Items that will not be reclassified to profit or loss		-	-	-	-
Other comprehensive income for the year net of tax		-	-	-	-
Total comprehensive income for the year		12,89,594	8,28,657	9,64,996	19,37,322
Total comprehensive income for the year attributable to					
Owners of the Company		10,40,648	8,28,657	13,16,971	19,37,322
Non-controlling interests		2,48,946	-	(3,51,975)	-

The above consolidated statement of comprehensive income should be read in conjunction with the accompanying notes on pages 29 to 61.

Consolidated Statement of Changes in Equity

for the year ended 31-Mar-2022

All the amounts are in USD unless otherwise stated

Particulars	Group							Total equity
	Share capital	Share premium	Share application money	Retained earnings	Other Reserves	Equity attributable to owners of the Company	Non-Controlling interests	
Balance as at 1-Apr-20	16,675	64,15,178	15,00,000	62,41,368	(34,55,072)	1,07,18,149	9,263	1,07,27,412
Business combination	(16,675)	16,675	-	-	-	-	-	-
Profit for the year	-	-	-	13,16,971	2,23,623	15,40,594	(3,51,975)	11,88,619
Balance as at 31-Mar-21	-	64,31,853	15,00,000	75,58,339	(32,31,449)	1,22,58,743	(3,42,712)	1,19,16,031
Business combination	-	-	-	-	-	-	5,14,548	5,14,548
Profit for the year	-	-	-	10,40,648	(30,272)	10,10,376	2,48,946	12,59,322
Share premium on issue of shares	-	44,50,000	(15,00,000)	-	-	29,50,000	-	29,50,000
Transaction with Equity Shareholders	-	-	-	33,70,368	-	33,70,368	(33,70,368)	-
Balance as at 31-Mar-22	-	1,08,81,853	-	1,19,69,355	(32,61,721)	1,95,89,487	(29,49,586)	1,66,39,901

Particulars	Company					Total equity
	Share capital	Share premium	Total equity & Share Premium	Share application money	Retained earnings	
Balance as at 1-Apr-20	-	64,31,853	64,31,853	15,00,000	46,33,833	1,25,65,686
Profit for the year	-	-	-	-	19,37,322	19,37,322
Balance as at 31-Mar-21	-	64,31,853	64,31,853	15,00,000	65,71,155	1,45,03,008
Issue of shares	-	44,50,000	44,50,000	-	-	44,50,000
Share application money received	-	-	-	(15,00,000)	-	(15,00,000)
Profit for the year	-	-	-	-	8,28,657	8,28,657
Balance as at 31-Mar-22	-	1,08,81,853	1,08,81,853	-	73,99,810	1,82,81,663

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes on pages 26 to 56. Auditors report on pages 15 to 19.

Consolidated Statement of Cashflows

for the year ended 31-Mar-2022

All the amounts are in USD unless otherwise stated

Particulars	31-Mar-22				31-Mar-21			
	Group		Company		Group		Company	
A. CASH FLOW FROM OPERATING ACTIVITIES								
Profit for the year before taxation		20,77,418		9,96,492		17,17,388		20,44,384
<i>Adjustments for:</i>								
Depreciation and amortisation expenses	13,29,102		4,533		9,84,798		41,936	
Profit on sale of subsidiary/investments	-		-		(3,19,867)		-	
Gain on termination of leases	-		-		(1,09,126)		-	
Finance costs	12,95,131		7,81,726		10,06,652		7,17,662	
Provision for expected loss	-		-		-		-	
Net unrealised exchange loss	(43,122)		(1,588)		53,939		(1,588)	
		25,81,111		7,84,671		16,16,396		7,58,010
<i>Changes in working capital:</i>								
Operating profit before working capital changes		46,58,529		17,81,163		33,33,784		28,02,394
<i>Adjustments for (increase) / decrease in operating assets:</i>								
Current assets	(60,16,478)		(44,51,521)		(48,03,924)		20,64,277	
<i>Adjustments for increase / (decrease) in operating liabilities:</i>								
Trade and other liabilities	(11,02,958)		1,05,594		10,21,927		26,55,420	
		(71,19,435)		(43,45,927)		(37,81,997)		47,19,697
Cash generated from operations		(24,60,906)		(25,64,764)		(4,48,213)		75,22,091
Net income tax paid		(5,34,934)		(1,67,835)		(6,13,377)		(24,651)
Net cash (used in) /generated from operating activities (A)		(29,95,841)		(27,32,599)		(10,61,590)		74,97,440

B. CASH FLOW FROM INVESTING ACTIVITIES							
Capital expenditure on property plant and equipment and intangible assets including Capital work in progress	(18,78,078)		(5,680)		(33,27,049)		
Non current loans and advances	-		(27,13,696)		-	(98,15,791)	
Acquisition of subsidiaries (net)	(10,00,000)		(10,00,000)		-	8,22,452	
Proceeds from sale of subsidiary	-		-		14,00,000	-	
Net cash flow used in investing activities (B)		(28,78,078)		(37,19,376)		(19,27,049)	(89,93,339)
C. CASH FLOW FROM FINANCING ACTIVITIES							
Proceeds from issue of shares	29,50,000		29,50,000			-	
Share application money received	-		-		-	-	
Proceeds from term loans	(3,52,149)		(3,42,404)		19,83,793	19,05,673	
Net cashflow from short term borrowings	2,16,460		6,57,000		20,65,599	-	
Repayment of operating lease liability including interest thereon	(3,05,117)		-		(2,46,884)	-	
Finance costs paid	(9,33,097)		(5,63,730)		(7,75,466)	(5,04,259)	
Net cash flow from financing activities (C)		15,76,097		27,00,866		30,27,043	14,01,414
Net (decrease)/ increase in cash and cash equivalents (A+B+C)		(42,97,822)		(37,51,109)		38,404	(2,01,548)
Add: Cash and cash equivalents at the beginning of the year		58,57,355		46,54,929		58,29,874	48,56,477
Add: Cash and cash equivalents taken over on business combination		7,245		-		-	-
Less: Cash and cash equivalents sold as part of sale of subsidiary		-		-		(10,923)	-
Cash and cash equivalents at the end of the year		15,66,778		9,03,820		58,57,355	46,54,929
Reconciliation of Cash and Cash Equivalents with the SOFP:							
Cash and cash equivalents as per Balance Sheet (Refer Note 9)		15,66,778		9,03,820		58,57,355	46,54,929
Cash and cash equivalents as per Cash Flow Statement		15,66,778		9,03,820		58,57,355	46,54,929

The above consolidated statement of cashflow should be read in conjunction with the accompanying notes on pages 26 to 61. Auditors report on pages 15 to 19.

Notes Forming Part of Consolidated Financial Statements

for the year ended March 31, 2022

All the amounts are in USD unless otherwise stated

Note No.

1. Company overview

Africure Pharmaceuticals Limited (the “Company” or the “Parent Company”) is a manufacturer and distributor of high quality essential medication in Africa. The Company was incorporated on 17-Mar-2017, having its registered office at 6th Floor, Tower A, 1 CyberCity, Ebene, Republic of Mauritius. The principal activity of the Company is investment holding, trading & procurement of pharmaceutical products. The company holds Category 1 Global business license under The Financial services Act, 2007 and is regulated by the Financial services commission. In the current financial year, the Company is constituted as a public limited company & is listed on the Stock Exchange of Mauritius. The company’s business model remains the same as in the previous years.

2. Basis of preparation of consolidated financial statements

(a) Statement of compliance

The consolidated financial statements as at and for the year ended 31-Mar-21 have been prepared in accordance with International Financial Reporting Standards (IFRS) and interpretations issued by the IFRS Interpretations Committee (IFRS IC) applicable to companies reporting under IFRS. The financial statements comply with IFRS as issued by the International Accounting Standards Board (IASB) and the Mauritius Companies Act, 2001.

(b) Basis of measurement

The consolidated financial statements have been prepared on a historical cost convention and on an accrual basis.

(c) Functional and presentation currency

The consolidated financial statements are presented in USD, which is the functional

currency of the parent company and the currency of the primary economic environment in which the entity operates.

(d) Use of estimates and judgment

The preparation of consolidated financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on a periodic basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. In particular, information about significant areas of estimation, uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the consolidated financial statements is included in the following notes:

(i) Income taxes:

The Group’s major tax jurisdictions are Mauritius and other African Countries, though the Group also files tax returns in other foreign jurisdictions. Significant judgments are involved in determining the provision for income taxes, including the amount expected to be paid or recovered in connection with uncertain tax positions

(ii) Other estimates:

The preparation of financial statements involves estimates and assumptions that affect the reported amount of assets, liabilities, disclosure of contingent liabilities at the date of financial statements and the reported amount of revenues and expenses for the reporting period. Specifically, the Group estimates the probability of collection of accounts receivable by

analyzing historical payment patterns, customer concentrations, customer credit-worthiness and current economic trends. If the financial condition of a customer deteriorates, additional allowances may be required.

(iii) PPE:

The estimated useful life is based on expected usage of the asset and expected physical wear and tear, which depends on operational factors. Management has not considered any residual value as it is deemed immaterial.

3. Significant accounting policies

(i) Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Parent Company and entities controlled by the Parent Company (its subsidiaries).

Control exists when the parent has power over an investee, exposure or rights to variable returns from its involvement with the investee and ability to use its power to affect those returns. Power is demonstrated through existing rights that give the ability to direct relevant activities, those which significantly affect the entity's returns. Subsidiaries are consolidated from the date control commences until the date control ceases.

(ii) Functional and presentation currency

Items included in the consolidated financial statements of each of the Group's subsidiaries are measured using the currency of the primary economic environment in which these entities operate (i.e. the "functional currency"). The consolidated financial statements are presented in USD, which is the functional currency of the Company.

(iii) Foreign currency transactions and balances

Transactions in foreign currency are translated into the respective functional currencies using the exchange rates prevailing at the dates of the respective transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at the exchange rates prevailing at reporting date

of monetary assets and liabilities denominated in foreign currencies are recognized in the statement of profit or loss and reported within foreign exchange gains/(losses).

Non-monetary assets and liabilities denominated in a foreign currency and measured at historical cost are translated at the exchange rate prevalent at the date of transaction.

For the purposes of presenting the consolidated financial statements assets and liabilities of Group's foreign operations with functional currency different from the Company are translated into Company's functional currency i.e. USD using exchange rates prevailing at the end of each reporting period. Income and expense items are translated at the average exchange rates for the period, unless exchange rates fluctuate significantly during that period, in which case the exchange rates at the dates of the transactions are used.

Exchange differences arising, if any are recognised in other comprehensive income and accumulated in equity. On the disposal of foreign operation, all of the exchange differences accumulated in equity in respect of that operation attributable to the owners of the Company are reclassified to the statement of profit or loss.

Goodwill and fair value adjustments arising on the acquisition of a foreign entity are treated as assets and liabilities of the foreign entity and translated at the exchange rate in effect at the balance sheet date.

(iv) Financial instruments

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

Financial assets

(a) Classification and initial measurement

From 1 January 2018, IFRS 9 sets out requirements for recognising and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items and

therefore an entity classifies its financial assets in the following measurement categories, as set out in IFRS 9:

- those to be measured subsequently at fair value (either through OCI or through profit or loss), and;
- those to be measured at amortised cost

3. Significant accounting policies (Continued)

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

IFRS 9 replaces IAS 39 Financial Instruments: Recognition and Measurement. IFRS 9 eliminates the previous IAS 39 categories of held to maturity, loans and receivables and available for sale. In order for a financial asset to be classified and measured at amortised cost or fair value through OCI, it needs to give rise to cash flows that are 'solely payments of principal and interest (SPPI)' on the principal amount outstanding. This assessment is referred to as the SPPI test and is performed at an instrument level.

The entity's business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both.

At initial recognition, an entity measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss (FVPL), transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at FVPL are expensed in profit or loss.

(b) Subsequent measurement

(i) Debt instruments

There is only one measurement category into which the Group classifies its debt instruments

which includes financial assets at amortised cost:

Financial assets at amortised cost :

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Interest income from these financial assets is included in finance income using the effective interest rate method. Any gain or loss arising on derecognition is recognised directly in profit or loss and presented in other gains/(losses) together with foreign exchange gains and losses. Impairment losses are presented as separate line item in the statement of profit or loss.

The Groups financial assets at amortised cost includes loan to related party, loan to key management personnel and cash and cash equivalents which are subsequently measured as follows:

Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

Other receivables

Other receivables are the contractual amounts for the settlement of other obligations due to the Group.

Other receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

Impairment

From 1 January 2018, the group assesses on a forward looking basis the expected credit losses associated with its debt instruments carried at amortised cost and FVOCI. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

The Group has only one type of financial assets that are subject to the expected credit loss model which include financial assets carried at amortised cost. While cash and cash equivalents are also subject to the impairment requirements of IFRS 9, the identified impairment loss was immaterial.

3. Significant accounting policies (Continued)

ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

ECLs are recognised in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12-months (a 12-month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default (a lifetime ECL).

The company follows a credit risk model to make provisions for ECL, based on the historical default rates, events impacting the recoverability of any balance, expected future default indicators. The below is the ECL matrix based on which provisioning is made:

Nature	From the date of Invoicing	
	180-240 Days	240- 365 days
External Receivables	25%	50%
Internal Receivables	Only when the entity is unable to pay the dues based on the cash cover	
Receivables above 365 days are provisioned at 100% unless there is a substantial certainty of recovery.		

Financial Assets

Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is primarily derecognised (i.e., removed from the Company's consolidated statement of financial position) when:

- The rights to receive cash flows from the asset have expired; or
- The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if, and to what extent, it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Group continues to recognise the transferred asset to the extent of its continuing involvement. In that case, the Group also recognises an associated liability. The transferred asset and the associated liability

are measured on a basis that reflects the rights and obligations that the Group has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

Financial liabilities

(a) Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss or at amortised cost.

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

3. Significant accounting policies (Continued)

The Company's financial liabilities include loans payable and accounts payable.

(b) Subsequent measurement

Loans payable

Loans payable are recognised initially at fair value, net of transaction costs incurred. Loans payable are subsequently carried at amortised cost; any difference between the proceeds and the redemption value is recognised in profit or loss over the period of the loans payable using the effective interest method. Transaction costs are amortised on a straight-line basis over the lifetime of the loans payable. Loans payable are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period.

Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the

fee is deferred until the draw-down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a pre-payment for liquidity services and amortised over the period of the facility to which it relates.

Other payables

Other payables are obligations to pay for services that have been acquired in the ordinary course of business from service providers. Other payables are classified as current liabilities as payment is due within one year.

Derecognition of financial liabilities

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

Financial assets and financial liabilities are offset and the net amount is reported in the consolidated statement of financial position 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.

(v) Property, plant and equipment

(a) Recognition and measurement:

Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any. Cost includes expenditures directly attributable to the acquisition of the asset.

(b) Depreciation:

The Group depreciates property, plant & equipment over the useful life on a straight line

basis from the date such assets were put to use. The cost of the property, plant and equipment is depreciated over the estimated useful life of the asset. The estimated useful lives of assets for the current and comparative period of significant items of property, plant and equipment are as follows:

Category	Useful life in years
Building	10
Plant and machinery	10
Office Equipment	7
Leasehold improvements	Lease period
Furniture & Fittings	20
Computers	3
Vehicles	10

Depreciation methods, useful lives and residual values are reviewed at each reporting date.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

3. Significant accounting policies (Continued)

Subsequent expenditure relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Group and the cost of the item can be measured reliably. Repairs and maintenance costs are recognized in the consolidated statement of profit or loss when incurred. The cost and related accumulated depreciation are eliminated from the consolidated financial statements upon sale or disposition of the asset and the resultant gains or losses are recognized in the consolidated statement of profit or loss.

Amounts paid towards the acquisition of property, plant and equipment outstanding as of each

reporting date and the cost of property, plant and equipment not ready for intended use before such date are disclosed under capital advances and capital work-in-progress respectively.

(vi) Business combination, Goodwill and Intangible assets

Business combinations are accounted for using the purchase (acquisition) method. The cost of an acquisition is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange. The cost of acquisition also includes the fair value of any contingent consideration. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair value on the date of acquisition. Transaction costs incurred in connection with a business combination are expensed as incurred.

(a) Goodwill

The excess of the cost of acquisition over the Company's share in the fair value of the acquiree's identifiable assets, liabilities and contingent liabilities is recognized as goodwill. If the excess is negative, a bargain purchase gain is recognized immediately in the statements of profit or loss. Goodwill on acquisitions of subsidiaries is included in intangible assets. Goodwill is not amortised but it is tested for impairment annually, or more frequently if events or changes in circumstances indicate that it might be impaired, and is carried at cost less accumulated impairment losses. Gains and losses on the disposal of an entity include the carrying amount of goodwill relating to the entity sold.

(b) Intangible assets

Intangible assets are stated at cost less accumulated amortization and impairments. Intangible assets are amortized over their respective individual estimated useful lives on a straight-line basis, from the date that they are available for use. The estimated useful life of an identifiable intangible asset is based on a number

of factors including the effects of obsolescence, demand, competition and other economic factors (such as the stability of the industry and known technological advances) and the level of maintenance expenditures required to obtain the expected future cash flows from the asset.

Computer software is amortised over the estimated useful life of the asset. The estimated useful life is based on expected usage of the asset and also on industry practice for similar assets.

The estimated useful lives of intangibles are as follows:

Category	Useful life in years
Computer Software	3
Research and Development	3

(vii) Leases

The Group assesses, whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract involves:

3. Significant accounting policies (Continued)

- (a) the use of an identified asset,
- (b) the right to obtain substantially all the economic benefits from use of the identified asset, and
- (c) the right to direct the use of the identified asset.

The Group has primarily leased land and office buildings. The Group at the inception of the lease contract recognizes a Right-of-Use (RoU) asset at cost and corresponding lease liability, except for leases with term of less than twelve months (short-term) and low-value assets.

The cost of the right-of-use assets comprises the amount of the initial measurement of the lease liability, any lease payments made at or before the inception date of the lease plus any initial direct costs, less any lease incentives received.

Subsequently, the right-of-use assets is measured at cost less any accumulated depreciation and accumulated impairment losses, if any. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use assets.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Group changes its assessment if whether it will exercise an extension or a termination option.

For short-term and low value leases, the Group recognizes the lease payments as an operating expense on a straight-line basis over the lease term.

(viii) Impairment

The Group assesses at each reporting date whether a financial asset or group of financial assets is impaired.

(a) Assets carried at amortised cost

The Group measures the expected credit losses through a loss allowance. The Group recognises lifetime expected losses for all contract assets and all trade receivables that do not constitute a financing transaction. For all other financial assets, expected credit losses are measured at an amount equal to the twelve-month expected credit losses or at an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased significantly, since initial recognition.

The Company assesses at each date of balance sheet, whether a financial asset or a group of financial assets is impaired. The Company measures the expected credit losses through a loss allowance. The Company recognises lifetime expected losses for all contract assets

and / or all trade receivables that do not constitute a financing transaction. For all other financial assets, expected credit losses are measured at an amount equal to the twelve-month expected credit losses or at an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased significantly, since initial recognition.

Total impairment loss of a CGU is allocated first to reduce the carrying amount of goodwill allocated to the CGU and then to the other assets of the CGU prorata on the basis of the carrying amount of each asset in the CGU. An impairment loss on goodwill is recognised in consolidated statement of profit or loss and is not reversed in the subsequent period

(b) Non-financial assets

The carrying amount of assets is assessed at each reporting date to determine whether there are any indications of impairment. If any such indication exists, the Group estimates the recoverable amount of the asset being the higher of the asset's value in use and its fair value less costs to sell, in order to determine the extent of the impairment loss (if any). An impairment loss is recognised for any excess of the asset's carrying amount over its recoverable amount and is taken directly to profit or loss.

3. Significant accounting policies (Continued)

Goodwill is tested for impairment on an annual basis and whenever there is an indication that goodwill may be impaired, relying on a number of factors including operating results, business plans and future cash flows. For the purpose of impairment testing, goodwill acquired in a business combination is allocated to the Group's Cash Generating Units (CGU) or groups of CGUs expected to benefit from the synergies arising from the business combination. A CGU is the smallest identifiable group of assets that generates cash inflows that are largely independent of the cash inflows from other assets or group of assets. Impairment occurs when the carrying amount of a CGU including the goodwill, exceeds the estimated recoverable amount of the CGU. The recoverable amount of a CGU is the higher of its fair value less cost to sell and its value-in-use. Value-in-use is the present value of future cash flows expected to be derived from the CGU.

(ix) Employee Benefits

The Group participates in various employee benefit plans. Post-employment benefits are classified as either defined contribution plans or defined benefit plans. Under a defined contribution plan, the Group's only obligation is to pay a fixed amount with no obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits. The related actuarial and investment risks fall on the employee. The expenditure for defined contribution plans is recognized as expense during the period when the employee provides service. Under a defined benefit plan, it is the Group's obligation to provide agreed benefits to the employees. The related actuarial and investment risks fall on the Group. The present value of the defined benefit obligations is calculated using the projected unit credit method.

The Group has the following employee benefit plans:

(a) Social security plans

Employees Contributions payable to the social security plans, which are a defined contribution scheme, are charged to the statement of profit or loss in the period in which the employee renders services.

(b) Gratuity

The Group provides for a lump sum payment to eligible employees, at retirement or termination of employment based on the last drawn salary and years of employment with the Company. The Group's obligation in respect of the gratuity plan, which is a defined benefit plan, is provided for

based on actuarial valuation using the projected unit credit method.

(c) **Compensated absences**

The employees of the Group are entitled to compensated absences. The employees can carry forward a portion of the unutilised accumulating compensated absences and utilise it in future periods or receive cash at retirement or termination of employment.

The Group records an obligation for compensated absences in the period in which the employee renders the services that increases this entitlement. The Group measures the expected cost of compensated absences as the additional amount that the Group expects to pay as a result of the unused entitlement that has accumulated at the end of the reporting period. The Group recognizes accumulated compensated absences based on fair estimates. Non-accumulating compensated absences are recognized in the period in which the absences occur.

3. Significant accounting policies (Continued)

(x) **Provisions**

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

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset, if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

Provisions for onerous contracts are recognized when the expected benefits to be derived by the Group from a contract are lower than the unavoidable costs of meeting the future obligations under the contract. Provisions for onerous contracts are measured at the present value of lower of the expected net cost of fulfilling the contract and the expected cost of terminating the contract.

(xi) **Revenue**

Revenue from sale of pharmaceutical products is recognised when all the following conditions are satisfied

1. The group has transferred to the buyer the significant risks and rewards of ownership of the goods;
2. The group retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
3. The amount of revenue can be measured reliably;
4. It is probable that the economic benefits associated with the transaction will follow to the group;
5. The cost incurred or to be incurred in respect of the transaction can be measured reliably

(xii) **Inventories**

Raw materials and stores, work in progress and finished goods are stated at the lower of cost and net realisable value. Cost comprises direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenditure, the latter being allocated on the basis of normal operating capacity. Cost includes the reclassification from equity of any gains or losses on qualifying cash flow hedges relating to purchases of raw material but excludes borrowing costs. Costs are assigned to individual items of inventory on the basis of weighted average costs. Costs of purchased inventory are determined after deducting rebates and discounts. Net realisable value is the estimated selling price in the ordinary

course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

(xiii) Finance income and expense

Finance income consists of interest income on funds invested, dividend income and gains on the disposal of FVTPL financial assets. Interest income is recognized as it accrues in the statement of profit or loss, using the effective interest method.

Dividend income is recognized in the statement of profit or loss on the date that the Group's right to receive payment is established. Finance expenses consist of interest expense on loans and borrowings and impairment losses recognized on financial assets (other than trade receivables). Borrowing costs are recognized in the statement of profit or loss using the effective interest method. Foreign currency gains and losses are reported on a net basis. This includes changes in the fair value of foreign exchange derivative instruments, which are accounted at fair value through profit or loss.

3. Significant accounting policies (Continued)

(xiv) Income tax

Income tax expense comprises current and deferred tax. Income tax expense is recognised in profit or loss except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of prior years.

Deferred tax is recognised using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation

purposes. Deferred tax is not recognised for the following temporary differences: the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit and differences relating to investments in subsidiaries and jointly controlled entities to the extent that they probably will not reverse in the foreseeable future.

Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date.

A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilised. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

(xv) Earnings Per Share

Basic earnings per share is computed using the weighted average number of equity shares outstanding during the year. Diluted EPS is computed by dividing the net profit after tax by the weighted average number of equity shares considered for deriving basic EPS and also weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as of the beginning of the year, unless issued at a later date. Dilutive potential equity shares are determined independently for each year presented. The number of equity shares and potentially dilutive equity shares are adjusted for bonus shares, as appropriate.

(xvi) Research and development costs

Development costs that are directly attributable to the design and testing of identifiable and unique software products controlled by the group are recognised as intangible assets when the following criteria are met:

- it is technically feasible to complete the software so that it will be available for use
- management intends to complete the software and use or sell it
- there is an ability to use or sell the software
- it can be demonstrated how the software will generate probable future economic benefits
- adequate technical, financial and other resources to complete the development and to use or sell the software are available, and
- the expenditure attributable to the software during its development can be reliably measured.

Directly attributable costs that are capitalised as part of the software include employee costs and an appropriate portion of relevant overheads. Capitalised development costs are recorded as intangible assets and amortised from the point at which the asset is ready for use.

Research expenditure and development expenditure that do not meet the criteria in (iii) above are recognised as an expense as incurred. Development costs previously recognised as an expense are not recognised as an asset in a subsequent period.

3. Significant accounting policies (Continued)

(xvii) Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

4. Application of new and revised International Financial Reporting Standards (IFRSs)

(a) Standards and Interpretations applied in the financial statements

In the current period, the Company has adopted all of the new and revised Standards and Interpretations issued by the International Accounting Standards Board ("IASB") and the International Financial Reporting Interpretations Committee ("IFRIC") of the IASB that are relevant to its operations and effective for accounting periods beginning on 17 March 2017.

(i) New and amended standards and interpretations adopted by the Company:

- 1. Interest Rate Benchmark Reform - Phase 2** - Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 (effective 01 January 2021).
- 2. Covid-19-Related Rent Concessions** - Covid-19-Related Rent Concessions (effective 01 June 2020)

The application of these amendments had no impact on the Group's financial statements.

(ii) New Standards and Interpretation that are not yet effective and have not been early adopted

Certain standards, amendments to published standards and interpretations have been issued that are mandatory for accounting periods beginning on or after January 1, 2022 or later periods, but which the Company has not early adopted

IFRS 1: First-time Adoption of International Financial Reporting Standards - Annual Improvements to IFRS Standards 2018-2020 (effective 01 January 2022)

IFRS 3: Business combinations - Amendments to Conceptual framework (effective 01 January 2022)

IFRS 9: Financial Instruments - Annual Improvements to IFRS Standards 2018-2020 (effective 01 January 2022)

IAS 37: Provisions, Contingent Liabilities and Contingent Assets - Onerous Contracts-Cost of Fulfilling a Contract (effective 01 January 2022)

IAS 16: Property, plant and equipment - Proceeds before intended use (effective 01 January 2022)

IAS 41: Agriculture - Annual Improvements to IFRS Standards 2018-2020 (effective 01 January 2022)

IFRS 17: Insurance Contracts - Original issue (effective 01 January 2023)

IAS 1: Presentation of Financial Statements - Classification of Liabilities as Current or Noncurrent (effective 01 January 2023)

IAS 1: Presentation of Financial Statements - Disclosure of Accounting Policies (effective 01 January 2023)

IAS 8: Accounting Policies, Changes in Accounting Estimates and Errors (effective 01 January 2023)

IAS 12: Income Taxes (effective 01 January 2023)

IFRS 10: Consolidated Financial Statements - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28) (effective 01 January 2023)

IAS 28: Investments in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28) (effective 01 January 2023)

The directors anticipate that these Standards and Interpretation shall be applied on their effective dates in future periods as applicable. The directors have not yet had an opportunity to consider the potential impact of the application of these amendments

Notes Forming Part of Consolidated Financial Statements

as at and for the year ended 31-Mar-2022

All the amounts are in USD unless otherwise stated

5A Property Plant and equipment	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Carrying amounts of				
5A Tangible Assets				
Building	1,14,08,026	-	95,88,186	-
Plant and machinery	65,71,694	-	35,88,930	-
Office equipment	1,29,689	-	1,22,080	-
Furniture & fittings	4,23,179	-	4,61,728	-
Computers	7,575	1,681	1,777	939
Vehicles	2,22,796	-	1,44,030	-
	1,87,62,960	1,681	1,39,06,732	939

5B Other intangible assets	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Carrying amounts of				
5B Other Tangible Assets				
Computer Software	3,361	3,533	2,921	3,128
	3,361	3,533	2,921	3,128

5C Capital work in progress	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Carrying amounts of				
Capital work in progress	31,61,849	-	10,00,886	-

Capital Work in progress represents amounts spent on construction & machineries for Africure Ethiopia, pending capitalisation

Group		5A Tangible Assets					
Description of Assets	Building	Plant and machinery	Office equipment	Furniture & fittings	Computers	Vehicles	Total
I. Gross carrying value							
Gross Block as on 1- Apr-20	89,59,094	53,96,994	2,13,839	7,27,218	63,741	5,17,259	1,58,78,145
Additions	19,14,290	5,90,480	22,409	84,262	4,213	89,834	27,05,488
Disposals	(1,40,071)	(5,29,086)	(11,045)	(41,954)	-	(68,085)	(7,90,241)
Balance as at 31-Mar-21	1,07,33,313	54,58,388	2,25,203	7,69,526	67,954	5,39,008	1,77,93,392
Gross Block as on 1- Apr-21	1,07,33,313	54,58,388	2,25,203	7,69,526	67,954	5,39,008	1,77,93,392
Additions	48,07,554	50,78,007	1,06,792	91,416	64,866	2,13,405	1,03,62,040
Disposals	(18,59,988)	-	(49,874)	-	-	(22,248)	(19,32,110)
Balance as at 31-Mar-22	1,36,80,879	1,05,36,395	2,82,121	8,60,942	1,32,820	7,30,165	2,62,23,322
II. Accumulated depreciation and impairment							
Accumulated depreciation as at 1-Apr-20	5,00,804	16,84,644	1,03,750	2,63,954	56,521	3,12,852	29,22,525
Depreciation / amortisation expense	1,65,944	3,25,555	28,287	76,075	8,539	62,274	6,66,674
Eliminated on disposal of assets	(51,638)	(2,10,467)	(11,045)	(24,289)	-	(20,719)	(3,18,158)
Balance as at 31-Mar-21	6,15,110	17,99,732	1,20,992	3,15,740	65,060	3,54,407	32,71,041

Group	5A Tangible Assets						
Description of Assets	Building	Plant and machinery	Office equipment	Furniture & fittings	Computers	Vehicles	Total
Accumulated depreciation as at 1-Apr-21	6,15,110	17,99,732	1,20,992	3,15,740	65,060	3,54,407	32,71,041
Depreciation / amortisation expense	3,59,688	5,33,892	11,057	75,774	5,827	44,008	10,30,247
C/F Amortisation reserve on acquisition	2,91,379	14,09,082	27,818	51,805	53,235	1,20,679	19,53,997
Eliminated on disposal of assets	(842)	(4,079)	(14,495)	(465)	(154)	(32,175)	(52,210)
Balance as at 31-Mar-22	12,65,335	37,38,627	1,45,372	4,42,854	1,23,968	4,86,919	62,03,075
Exchange difference							
31-Mar-21	(5,30,016)	(69,726)	17,869	7,942	(1,117)	(40,571)	(6,15,619)
31-Mar-22	(10,07,517)	(2,26,075)	(7,060)	5,091	(1,277)	(20,450)	(12,57,288)
Net book Value (I-II)							
Balance as at 31-Mar-22	1,14,08,026	65,71,694	1,29,689	4,23,179	7,575	2,22,796	1,87,62,960
Balance as at 31-Mar-21	95,88,186	35,88,930	1,22,080	4,61,728	1,777	1,44,030	1,39,06,732

Company

Description of Assets	5A Tangible Assets	
	Computers	Total
I. Gross carrying value		
Gross Block as on 1- Apr-20	6,823	6,823
Acquired on business combination	-	-
Additions	-	-
Disposals	-	-
Balance as at 31-Mar-21	6,823	6,823
Gross Block as on 1- Apr-21	6,823	6,823
Acquired on business combination	-	-
Additions	1,680	1,680
Disposals	-	-
Balance as at 31-Mar-22	8,503	8,503
II. Accumulated depreciation and impairment		
Accumulated depreciation as at 1 -Apr-20	5,111	5,111
Acquired on business combination	-	-
Depreciation / amortisation expense	773	773
Eliminated on disposal of assets	-	-
Balance as at 31-Mar-21	5,884	5,884
Accumulated depreciation as at 1-Apr-21	5,884	5,884
Acquired on business combination	-	-
Depreciation / amortisation expense	938	938
Eliminated on disposal of assets	-	-
Balance as at 31-Mar-22	6,822	6,822
Net book Value (I-II)		
Balance as at 31-Mar-22	1,681	1,681
Balance as at 31-Mar-21	939	939

Group

Description of Assets	5B Other Intangible Assets		
	Computer Software	Research and development	Total
I. Gross carrying value			
Balance as at 1-Apr-20	-	-	-
Gross Block as on 1- Apr-20	1,37,869	-	1,37,869
Additions	247	-	247
Disposals	(412)	-	(412)
Balance as at 31-Mar-21	1,37,704	-	1,37,704
Gross Block as on 1- Apr-21	1,37,704	-	1,37,704
Acquired on business combination	-	-	-
Additions	4,000	-	4,000
Disposals	-	-	-
Balance as at 31-Mar-22	1,41,704	-	1,41,704
II. Accumulated depreciation and impairment			
Accumulated depreciation as at 1 -Apr-20	93,167	-	93,167
Depreciation / amortisation expense for the year	41,616	-	41,616
Eliminated on disposal of assets	-	-	-
Balance as at 31-Mar-21	1,34,783	-	1,34,783
Accumulated depreciation as at 1-Apr-21	1,34,783	-	1,34,783
Depreciation / amortisation expense for the year	3,595	-	3,595
Eliminated on disposal of assets	-	-	-
Balance as at 31-Mar-22	1,38,378	-	1,38,378
Exchange difference			
31-Mar-21	-	-	-
31-Mar-22	(35)	-	(35)
Net book value (I-II)			-
Balance as at 31-Mar-22	3,361	-	3,361
Balance as at 31-Mar-21	2,921	-	2,921

Company

Description of Assets	5B Other Intangible Assets	
	Computer software	Total
I. Gross carrying value		
Gross Block as on 1- Apr-20	1,33,543	1,33,543
Acquired on business combination	-	-
Balance as at 31-Mar-21	1,33,543	1,33,543
Gross Block as on 1- Apr-21	1,33,543	1,33,543
Additions	4,000	4,000
Disposals	-	-
Balance as at 31-Mar-22	1,37,543	1,37,543
II. Accumulated depreciation and impairment		-
Accumulated depreciation as at 1 -Apr-20	89,252	89,252
Depreciation/amortisation expense for the year	41,163	41,163
Eliminated on disposal of assets	-	-
Balance as at 31-Mar-21	1,30,415	1,30,415

Company

Description of Assets	5B Other Intangible Assets	
	Computer software	Total
Accumulated depreciation as at 1-Apr-21	1,30,415	1,30,415
Depreciation / amortisation expense for the year	3,595	3,595
Eliminated on disposal of assets	-	-
Balance as at 31-Mar-22	1,34,010	1,30,415
Net book value (I-II)	-	-
Balance as at 31-Mar-22	3,533	3,533
Balance as at 31-Mar-21	3,128	3,128

5D Depreciation and Amortisation

Particulars	Note. No	31-Mar-22		31-Mar-21	
		Group	Company	Group	Company
Property plant and equipment	5A	10,30,247	6,822	6,66,674	5,884
Amortisation - Intangibles	5B	3,595	3,595	41,616	41,163
		10,33,842	10,417	7,08,290	47,047

5E Goodwill

	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Opening balance	26,61,460	-	23,15,454	-
Acquired on business combination [Refer Note 27]	4,64,450	-	-	-
Effect of foreign currency exchange differences	(20,534)	-	3,46,006	-
Closing Balance	31,05,376	-	26,61,460	-

For the purpose of impairment testing, goodwill acquired in a business combination is allocated to the Cash Generating Units (CGU) or groups of CGUs, which benefit from the synergies of the acquisition. The Chief Operating Decision Maker reviews the goodwill for any impairment at the operating segment level, being the manufacturing and selling of pharmaceuticals. Therefore goodwill on acquisition of subsidiaries has been allocated to the group's single operating segment said above.

Notes Forming Part of Consolidated Financial Statements

as at and for the year ended 31-Mar-2022

All the amounts are in USD unless otherwise stated

Non-current assets

6 Investment in subsidiaries

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Investment in equity share of:				
African Pharmaceutical Development SA - 85%	-	20,000	-	20,000
Africure Pharmaceuticals Cameroon SA - 99.93%	-	52,21,405	-	52,21,405
Africure Pharmaceuticals Botswana (Pty) Ltd - 70%	-	9,86,893	-	9,86,893
Africure Pharmaceuticals Ltd (Nigeria) - 100%	-	6,945	-	6,945
Africure Pharmaceuticals Ltd (IVC) - 51%	-	84,090	-	84,090
Africure Pharmaceuticals Burkina SA - 80%	-	29,815	-	29,815
Africure Pharmaceuticals (India) Private Limited - 51%	-	8,64,262	-	8,64,262
Africure Pharmaceuticals Mfg Ethiopia PLC - 51%	-	2,87,888	-	2,87,888
Zenufa Laboratories Ltd - 51%	-	10,00,000	-	-
	-	85,01,299	-	75,01,299

6A Loans & Advances

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Inter company advances	-	1,25,29,488	-	98,15,791
	-	1,25,29,488	-	98,15,791

Current assets

7 Inventories

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Raw materials	33,20,323	-	20,30,461	-
Finished goods	36,40,913	-	31,19,734	-
	69,61,236	-	51,50,195	-

8 Trade receivables

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Trade receivables	1,60,31,384	1,52,45,214	95,74,278	1,10,15,714
Provision for expected credit loss	(3,37,746)	-	-	-
	1,56,93,638	1,52,45,214	95,74,278	1,10,15,714

Trade receivables are amounts due from customers for goods sold or services performed in the ordinary course of business. Loans and other receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. If collection of the amounts is expected in one year or less they are classified as current assets. If not, they are presented as non-current assets. Trade receivables are generally due for settlement within 90 to 120 days and therefore are all classified as current. Refer to Note 24 for credit risk analysis.

The Group uses a provision matrix to determine impairment loss on portfolio of its trade receivable. The provision matrix is based on its historically observed default rates over the expected life of the trade receivable and is adjusted for forward-looking estimates. At every reporting date, the historically observed default rates are updated and changes in forward-looking estimates are analysed. Based on such analysis no significant default rates observed. However the movement in allowance for receivables in the current year is due to allowance absorbed from the acquired entity.

	31-Mar-22	31-Mar-21
Movement in expected credit loss allowance		
Balance at the beginning of the year	-	8,321
Movement in expected credit loss allowance	3,37,746	-
Reversal on account of realisation	-	(8,321)
Balance at the end of the year	3,37,746	-

9 Cash and cash equivalents

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Cash in hand	69,568	-	87,129	-
Balances in current account	13,93,088	8,91,320	56,51,212	46,42,429
Balances in deposit account	1,04,122	12,500	1,19,014	12,500
	15,66,778	9,03,820	58,57,355	46,54,929

10 Other assets

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Prepayments	11,51,771	6,10,305	7,27,288	4,35,397
Employee loans	1,67,632	74,827	20,493	11,500
Recoverable from Government authorities	12,41,064	78,802	8,26,859	42,647
Deposits	1,18,762	10,000	1,18,289	10,000
Receivable on sale of investments	-	-	3,31,281	-
Other loans	3,72,268	14,21,911	7,53,458	14,72,693
	30,51,497	21,95,845	27,77,668	19,72,237

Employee and other loans are unsecured, interest free and are settled within a period of one year

Non-current liabilities

11 Borrowings

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Preference shares.	37,50,714	37,50,714	35,32,718	35,32,718
Loans from Financial Institutions	92,81,023	66,36,953	74,97,200	69,79,359
	1,30,31,737	1,03,87,667	1,10,29,918	1,05,12,077

Current liabilities

11A Short term borrowings

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Loan from shareholders holding non-controlling interests	1,06,71,623	52,07,000	80,06,526	45,50,000
	1,06,71,623	52,07,000	80,06,526	45,50,000

Unsecured loans to be repayable on demand to share holders holding non-controlling interests with an interest rate between 0% to 10%

12 Trade & Accounts payables

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Trade payables	91,97,518	49,16,538	86,39,093	50,47,817
Other Liabilities & Provisions	7,32,759	3,64,662	3,98,094	2,30,652
	99,30,277	52,81,200	90,37,187	52,78,469

Trade payables are unsecured and are usually paid within a period of 60 to 120 days

13 Other liabilities

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Employee payables	2,17,998	52,604	1,03,444	41,217
Statutory remittances	1,07,730	2,910	47,805	6,000
Other payables	4,02,317	-	3,62,776	-
	7,28,045	55,514	5,14,025	47,217

Equity

14 A Equity share capital and share premium

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Equity Share capital	-	-	-	-
9,417,500 Shares of No Par Value (As at 31-Mar-21, 8,337,500 equity shares of par value of USD 1 each)				
Equity Share premium	1,08,81,853	1,08,81,853	64,31,853	64,31,853
	1,08,81,853	1,08,81,853	64,31,853	64,31,853
Number of Shares				
Equity Shares of No Par Value	-	94,17,500	-	83,37,500

Pursuant to listing of the company with the stock exchange of Mauritius the company's equity shares were split to the ratio of 1:500

The holder of an ordinary share in the Company shall confer on the holder

- (a) the right to one vote on a poll at a meeting of the Company on any resolution;
- (b) the right to an equal share in dividends authorised by the Board;
- (c) the right to an equal share in the distribution of the surplus assets of the Company.

14B Share Application Money

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Share Application Money Pending Allotment	-	-	15,00,000	15,00,000
Closing Balance	-	-	15,00,000	15,00,000

15 Other reserves

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Foreign exchange translation reserve	(32,61,721)	-	(32,31,449)	-
	(32,61,721)	-	(32,31,449)	-

16 Revenue

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Sale of goods	3,49,56,679	1,85,51,102	2,91,63,185	1,65,51,515
	3,49,56,679	1,85,51,102	2,91,63,185	1,65,51,515

17 Other income

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Gain on sale of subsidiary	-	-	3,16,761	-
Gain on forex transactions and translations	-	-	7,59,929	2,70,225
Other operational incomes	4,35,733	93,974	8,49,545	5,03,058
	4,35,733	93,974	19,26,235	7,73,283

18 Consumption of materials and finished goods

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Opening Stock	34,64,268	-	45,89,363	91,902
Add: Purchases	2,55,88,922	1,55,00,929	2,01,52,609	1,34,82,018
Less: Closing stock of materials	(64,04,384)	-	(34,64,268)	-
	2,26,48,806	1,55,00,929	2,12,77,704	1,35,73,920

19 Employee benefit expenses

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Salaries wages and bonus	32,14,244	4,79,173	24,96,808	4,97,133
Staff welfare expenses	4,90,269	6,000	3,16,673	7,500
	37,04,513	4,85,173	28,13,481	5,04,633

20 Other expenses

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Power, fuel and water expenses	5,39,420	-	4,31,163	-
Spares and consumables	1,44,112	-	1,54,317	-
Freight expenses	9,15,326	-	7,96,020	-
Rent including lease rentals	-	-	(16,577)	-
Product registration charges	1,74,705	38,101	1,29,186	28,608
Testing & Analysis charges	36,353	-	32,457	454
Rates and taxes	1,48,501	-	1,00,521	-
Communication expenses	53,781	804	51,645	500
Repairs and maintenance	2,74,454	17,504	2,23,186	8,415
Insurance	71,529	-	54,479	-
Travel and conveyance	2,76,823	86,436	1,60,016	55,625
Business promotion expenses	3,80,502	20,706	2,01,864	30,152
Legal and professional charges	8,14,539	4,35,453	7,32,125	3,18,494
Printing and stationery	67,844	-	35,068	-
Loss on foreign excg transactions and translation	2,18,448	2,76,716	-	-
Miscellaneous expenses	2,21,105	503	2,03,927	15
	43,37,442	8,76,223	32,89,397	4,42,263

21 Finance costs

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Finance cost on borrowings	7,43,367	5,08,728	6,27,083	4,59,015
Finance cost on operating lease liabilities	1,57,365	-	17,783	-
Bank charges	1,76,403	55,002	1,48,383	45,244
Preference Dividend	2,17,996	2,17,996	2,13,403	2,13,403
	12,95,131	7,81,726	10,06,652	7,17,662

Notes Forming Part of Consolidated Financial Statements

as at and for the year ended 31-Mar-2022

All the amounts are in USD unless otherwise stated

22 Income tax

The Company, being resident in Mauritius, is liable to income tax in Mauritius on its chargeable income at the rate of 15%. The Company has received its Category 1 Global Business Licence ("GBL1") on or before 16th October 2017 and is grandfathered under the provisions of the Finance (Miscellaneous Provisions) Act 2018 ("FA 2018"). As from 1st July 2021, the Company's GBL1 licence will be automatically converted to a Global Business Licence ("GBL"). The Company will therefore operate under the current tax regime up to 30th June 2021.

Until 30th June 2021, the Company's foreign sourced income is eligible for a foreign tax credit which is computed as the higher of the Mauritian tax and the foreign tax on the respective foreign sourced income. The foreign tax for a GBL1 company is based on either the actual foreign tax charged by the foreign jurisdiction or a deemed foreign tax. The deemed amount of foreign tax is based on 80% of the Mauritian tax on the relevant foreign sourced income. In computing its total actual foreign tax credit, the Company is allowed to pool all of its foreign sourced income.

The Company's GBL1 licence will convert to a GBL licence on 1st July 2021 and will operate under the new tax regime. Under the new regime, the Company will be able to claim an 80% partial exemption on specific types of income (including foreign dividends and interest), subject to meeting pre-defined substance conditions. Other types of income not falling within the categories of income benefitting from the partial exemption will be taxed at 15%. As an alternative to the partial exemption, the Company can claim a tax credit against its Mauritius tax liability based on the foreign tax charged on the income in the foreign jurisdiction.

Country	Tax Rates	
	31-Mar-22	31-Mar-21
Cameroon	33%	33%
Botswana	22%	22%
India	25%	25%
Cote D'Ivoire	25%	25%
Burkina Faso	28%	25%
Nigeria	30%	30%
Tanzania	30%	30%
Ethiopia	30%	30%
Uganda	30%	-

Income tax expense in the statement of profit or loss consists of:

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Current taxes				
In respect of the current year	(7,60,773)	(1,67,835)	(6,11,086)	(1,07,062)
Grand total	(7,60,773)	(1,67,835)	(6,11,086)	(1,07,062)

22 Income tax (Continued)

Current tax liability as at

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Opening Income Tax Liability	(2,84,588)	(73,268)	(2,86,879)	(24,651)
Income tax charge during the year	(7,60,773)	(1,67,835)	(6,11,086)	(1,07,062)
Income tax paid during the year	5,34,934	1,09,902	6,13,377	58,445
Current tax liabilities	(5,10,427)	(1,31,201)	(2,84,588)	(73,268)

The reconciliation between the actual income tax charge and the effective income tax charge is as follows:

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Profit before income tax	20,77,418	9,96,492	17,17,388	20,44,384
Tax at Mauritius tax income rate of 15%	3,11,613	1,49,474	2,57,608	3,06,658
1. Tax effect on income exempt from income tax	(284)	(380)	(466)	(466)
2. Tax effect on disallowed expenses	49,302	50,055	2,01,578	60,149
3. Foreign tax credit	2,88,505	(24,441)	3,66,976	(2,93,073)
4. Overseas taxes paid/ taxes at different rates	(11,59,563)	-	(11,10,284)	(1,46,536)
5. Tax effect of 80% partial exemption on income		(6,873)		
Income tax expenses as per statement of profit or loss	(5,10,427)	1,67,835	(2,84,588)	(73,268)

The Group has not created deferred tax assets on the following

Unused tax losses expiring in	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
FY 2021	-	-	4,26,759	-
FY 2022	34,494	-	34,494	-
FY 2023	15,89,230	-	14,80,793	-
FY 2024	11,74,106	-	-	-
Beyond FY 2024	27,39,582	-	34,78,796	-

22A The components of deferred tax assets/(liabilities) are as follows

Particulars	01-Apr-21	Recognised in statement of		31-Mar-22
		Profit or loss	Other comprehensive income	
Tax effect on items constituting deferred tax assets/(liabilities)				
On difference between book base and tax base of property plant and equipment	(30,369)	14,929	-	(15,440)
Provision for compensated absence, gratuity, other employees benefits and provision for expected credit losses	40,432	12,122	-	52,554
	10,063	27,051	-	37,113

23 Leases

During the previous year the Group has adopted accounting standard on lease IFRS 16, replacing the existing leases standard, IAS 17, Leases. The new lease standard sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract i.e., the lessee and the lessor. IFRS 16 introduces a single lessee accounting model and requires a lessee to recognize assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. Currently, operating lease expenses are charged to the statement of comprehensive income. The Standard also contains enhanced disclosure requirements for lessees. IFRS 16 substantially carries forward the lessor accounting requirements in IAS 17.

Disclosure of Right of Use Assets	Group	Company	Group	Company
Particulars	31-Mar-2022	31-Mar-2022	31-Mar-2021	31-Mar-2021
Opening balance	28,12,823	-	17,70,785	-
Additions	-	-	15,06,635	-
Depreciation	(2,51,571)	-	(1,70,373)	-
Deletions	-	-	(2,94,224)	-
Exchange difference	(42,497)	-	-	-
Closing balance	25,18,755	-	28,12,823	-

Disclosure of Operating Lease Liabilities	Group	Company	Group	Company
Particulars	31-Mar-2022	31-Mar-2022	31-Mar-2021	31-Mar-2021
Opening balance as on 01-Apr-21	29,66,106	-	19,94,860	-
Additions	-	-	15,06,635	-
Interest	1,44,038	-	17,783	-
Deletions	-	-	(3,06,288)	-
Lease payments	(3,05,117)	-	(2,46,884)	-
Exchange difference	2,15,076	-	-	-
Closing balance	30,20,103	-	29,66,106	-
Current	2,00,802	-	2,28,068	-
Non-current	28,19,301	-	27,38,038	-

Maturity analysis of: lease liabilities	Group	Company	Group	Company
	31-Mar-2022	31-Mar-2022	31-Mar-2021	31-Mar-2021
1 year	3,45,784	-	3,85,432	-
1 to 5 years	9,35,705	-	11,31,525	-
More than 5 years	47,57,330	-	49,07,294	-

24 Financial Instruments

Financial instruments by category

The carrying value and fair value of financial instruments by categories as at 31-Mar-22 is as follows:

Particulars - Group	31-Mar-22			31-Mar-21		
	Financial assets/ liabilities at amortised cost	Total carrying amount	Fair value	Financial assets/ liabilities at amortised cost	Total carrying amount	Fair value
Assets						
Trade receivables	1,56,93,638	1,56,93,638	1,56,93,638	95,74,278	95,74,278	95,74,278
Cash and cash equivalents	15,66,778	15,66,778	15,66,778	58,57,355	58,57,355	58,57,355
Employee loans	1,67,632	1,67,632	1,67,632	20,493	20,493	20,493
Recoverable from Government authorities	12,41,064	12,41,064	12,41,064	8,26,859	8,26,859	8,26,859
Deposits	1,18,762	1,18,762	1,18,762	1,18,289	1,18,289	1,18,289
Other loans	3,72,268	3,72,268	3,72,268	7,53,458	7,53,458	7,53,458
Total assets	1,91,60,142	1,91,60,142	1,91,60,142	1,71,50,732	1,71,50,732	1,71,50,732
Liabilities						
Borrowings	1,06,71,623	1,06,71,623	1,06,71,623	80,06,526	80,06,526	80,06,526
Trade and accounts payables	99,30,277	99,30,277	99,30,277	90,37,187	90,37,187	90,37,187
Employee payables	2,17,998	2,17,998	2,17,998	1,03,444	1,03,444	1,03,444
Other payables	4,02,317	4,02,317	4,02,317	3,62,776	3,62,776	3,62,776
Total liabilities	2,12,22,215	2,12,22,215	2,12,22,215	1,75,09,933	1,75,09,933	1,75,09,933

Particulars - Group	31-Mar-22			31-Mar-21		
	Financial assets / liabilities at amortised cost	Total carrying amount	Fair value	Financial assets/ liabilities at amortised cost	Total carrying amount	Fair value
Assets						
Trade receivables	1,52,45,214	1,52,45,214	1,52,45,214	1,10,15,714	1,10,15,714	1,10,15,714
Cash and cash equivalents	9,03,820	9,03,820	9,03,820	46,54,929	46,54,929	46,54,929
Employee loans	74,827	74,827	74,827	11,500	11,500	11,500
Deposits	10,000	10,000	10,000	10,000	10,000	10,000
Other loans	14,21,911	14,21,911	14,21,911	14,72,693	14,72,693	14,72,693
Total assets	1,76,55,772	1,76,55,772	1,76,55,772	1,71,64,836	1,71,64,836	1,71,64,836
Liabilities						
Borrowings	52,07,000	52,07,000	52,07,000	45,50,000	45,50,000	45,50,000
Trade and accounts payables	49,16,538	49,16,538	49,16,538	50,47,817	50,47,817	50,47,817
Employee payables	52,604	52,604	52,604	41,217	41,217	41,217
Total liabilities	1,01,76,142	1,01,76,142	1,01,76,142	96,39,034	96,39,034	96,39,034

The management assessed that fair value of cash and short-term deposits, trade receivables, other assets, trade payables and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments. The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions were used to estimate the fair values:

24 Financial Instruments (Continued)

- (i) Long-term fixed-rate and variable-rate receivables/borrowings are evaluated by the Group based on parameters such as interest rates, specific country risk factors, individual creditworthiness of the customer and the risk characteristics of the financed project. Based on this evaluation, allowances are taken into account for the expected losses of these receivables.
- (ii) The fair value of loans from banks and other financial liabilities, as well as other non-current financial liabilities is estimated by discounting future cash flows using rates currently available for debt on similar terms, credit risk and remaining maturities. In addition to being sensitive to a reasonably possible change in the forecast cash flows or discount rate, the fair value of the equity instruments is also sensitive to a reasonably possible change in the growth rates. The valuation requires management to use unobservable inputs in the model, of which the significant unobservable inputs are disclosed in the tables below. Management regularly assesses a range of reasonably possible alternatives for those significant unobservable inputs and determines their impact on the total fair value.

Fair Value

The fair value of cash and cash equivalent, trade receivables, unbilled revenue, trade payables, current financial liabilities and borrowings approximate their carrying amount largely due to short term nature of these instruments.

Fair value hierarchy

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

Financial risk management

The Group's activities expose it to a variety of financial risks: Credit risk, liquidity risk, foreign currency risk and interest rate risk. The Group's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The primary market risk to the Group is foreign exchange risk.

The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below:

Credit risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Group's receivables from customers and investment securities. Credit risk arises from cash held with banks and financial institutions, as well as credit exposure to clients, including outstanding accounts receivable. The maximum exposure to credit risk is equal to the carrying value of the financial assets. The objective of managing counterparty credit risk is to prevent losses in financial assets. The Group assesses the credit quality of the counterparties, taking into account their financial position, past experience and other factors.

Trade and other receivables

The Group's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The demographics of the customer, including the default risk of the industry and country in which the

customer operates, also has an influence on credit risk assessment. The following table gives details in respect of revenues generated from top customer and top 5 customers:

24 Financial Instruments (Continued)

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Revenue from top customer	35,15,362	34,52,347	29,55,704	33,55,006
Revenue from top five customers	1,48,59,032	86,71,160	66,68,995	87,97,263

Group : Three customers accounted for more than 10% of the revenue during year ended 31-Mar-22. Investments: The Group limits its exposure to credit risk by generally investing in liquid securities and only with counterparties that have a good credit rating if there are surplus funds. The Group does not expect any losses from non- performance by these counterparties, and does not have any significant concentration of exposures to specific industry sectors.

Company : Two customers accounted for more than 10% of revenue & receivables as at 31-Mar-22. Investments: The Company limits its exposure to credit risk by generally investing in liquid securities and only with counterparties that have a good credit rating if there are surplus funds. The Group does not expect any losses from non- performance by these counterparties, and does not have any significant concentration of exposures to specific industry sectors.

Aging analysis of the trade receivables as at 31-Mar-22 is provided below

Particulars	0-90	90-180	180 and above	Total
Group	1,22,83,886	21,99,818	12,09,934	1,56,93,638
Company	86,74,434	22,21,011	43,49,770	1,52,45,214

Aging analysis of the trade receivables as at 31-Mar-21 is provided below

Particulars	0-90	90-180	180 and above	Total
Group	86,00,198	7,35,155	2,38,925	95,74,278
Company	77,67,298	11,67,146	20,81,270	1,10,15,714

Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they become due. The Group manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due. Also, the Group has unutilized credit limits with banks. The Group's corporate treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risks are overseen by senior management.

The Group's corporate treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risks are overseen by senior management.

The working capital position of the Group is given below:

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Cash and cash equivalents	15,66,778	9,03,820	58,57,355	46,54,929

The table below provides details regarding the contractual maturities of significant financial liabilities as at 31-Mar-22

24 Financial Instruments (Continued)

Particulars	Group					
	31-Mar-22			31-Mar-21		
	Less than 1 year	1-2 years	More than 2 years	Less than 1 year	1-2 years	More than 2 years
Borrowings	-	18,52,000	88,19,623	1,50,000	15,00,000	63,56,526
Trade & Accounts Payables	99,30,277	-	-	90,37,187	-	-
Employee payables	2,17,998	-	-	1,03,444	-	-
Other payables	4,02,317	-	-	3,62,776	-	-

Particulars	Company					
	31-Mar-22			31-Mar-21		
	Less than 1 year	1-2 years	More than 2 years	Less than 1 year	1-2 years	More than 2 years
Borrowings	-	18,52,000	33,55,000	1,50,000	15,00,000	29,00,000
Trade & Accounts Payables	49,16,538	-	-	50,47,817	-	-
Employee payables	52,604	-	-	41,217	-	-

Foreign currency risk

The Group's exchange risk arises from its foreign operations, foreign currency revenues and expenses, (primarily in CFA Franc, Botswana Pula, Tanzania Shilling and Nigerian Naira). A significant portion of the Group's revenues and costs are in these foreign currencies. As a result, if the value of the USD appreciates relative to these foreign currencies, the Group's revenues measured in USD may increase. The exchange rate between the USD and these foreign currencies have remained relatively stable except for volatility in euro and is not expected to fluctuate substantially in the future.

The Group management believes that at present the exchange risk and its impact on the Group's financial statements is not material. As such the existing assets and liabilities in different currencies act mutually as a natural exchange risk mitigators.

The following table presents foreign currency risk from non-derivative financial instruments as of 31-Mar-22

Group				
Particulars	31-Mar-22			
	CFA - Franc	BWP	Euro	INR
Assets				
Trade receivables	56,35,634	7,96,981	12,30,854	11,24,102
Cash and cash equivalents	5,02,017	467	5,34,931	1,01,956
Employee loans	24,638	911	-	6,297
Deposits	59,038	1,339	-	40,242
Total assets	62,21,325	7,99,699	17,65,785	12,72,597
Liabilities				
Trade & Accounts Payables	16,97,524	2,15,627	-	43,42,179
Employee Payables	-	-	-	-
Other Payables	3,56,631	-	-	5,04,734
Total liabilities	20,54,155	2,15,627	-	48,46,913
Net assets/(liabilities)	41,67,170	5,84,071	17,65,785	(35,74,316)

24 Financial Instruments (Continued)

Particulars	31-Mar-22				
	NGN	TSH	ETB	UGX	Total
Assets					
Trade receivables	1,26,272	27,30,696	-	-	1,16,44,540
Cash and cash equivalents	10,921	13,526	31,195	2,727	11,97,739
Employee loans	-	59,087	1,874	-	92,807
Deposits	482	7,662	-	-	1,08,762
Total assets	1,37,674	28,10,971	33,069	2,727	1,30,43,848
Liabilities					
Trade & Accounts Payables	38,887	5,92,867	6,797	132	68,94,014
Other Payables	-	7,10,137	4,68,099	421	20,40,021
Total liabilities	38,887	13,03,004	4,74,896	553	89,34,036
Net assets/(liabilities)	98,787	15,07,967	(4,41,828)	2,173	41,09,811

Company

Particulars	31-Mar-22			
	CFA - Franc	BWP	Euro	Total
Assets				
Trade receivables	-	-	84,73,209	84,73,209
Cash and cash equivalents	-	-	5,34,931	5,34,931
Total assets	-	-	90,08,140	90,08,140
Liabilities	-	-	-	-
Net assets/(liabilities)	-	-	90,08,140	90,08,140

Group

Particulars	31-Mar-21			
	CFA - Franc	BWP	Euro	INR
Assets				
Trade receivables	33,76,179	4,17,300	14,61,087	2,89,321
Cash and cash equivalents	5,11,354	68,192	22,13,354	2,67,472
Employee loans	5,835	253	-	2,905
Deposits	68,723	1,377	-	38,189
Total assets	39,62,090	4,87,123	36,74,441	5,97,885
Liabilities				
Trade & Accounts Payables				
Employee Payables	20,02,691	4,58,490	-	38,45,913
Other Payables	402	-	-	-
Total liabilities	2,75,084	-	-	4,25,518
Net assets	22,78,177	4,58,490	-	42,71,431
	16,83,913	28,633	36,74,441	(36,73,546)

24 Financial Instruments (Continued)

Particulars	31-Mar-21			
	NGN	TSH	ETB	Total
Assets				
Trade receivables	76,014	7,44,315	-	55,43,887
Cash and cash equivalents	34,032	2,88,401	32,977	30,60,372
Employee loans	-	-	-	8,993
Deposits	-	-	-	1,08,289
Total assets	1,10,046	10,32,716	32,977	87,21,540
Liabilities				
Trade & Accounts Payables	45,452	5,50,310	-	63,07,094
Employee payables	-	-	-	402
Other payables	-	-	662	7,00,602
Total liabilities	45,452	5,50,310	662	70,08,098
Net assets/(liabilities)	64,593	4,82,406	32,314	17,13,442

Company					
Particulars	31-Mar-21				
	CFA - Franc	NAD	BWP	Euro	Total
Assets					
Trade receivables	-	-	-	67,37,407	67,37,407
Cash and cash equivalents	-	-	-	22,13,354	22,13,354
Total assets	-	-	-	89,50,761	89,50,761
Liabilities					
Net assets	-	-	-	-	-
	-	-	-	89,50,761	89,50,761

Foreign currency rate sensitivity

The Group is mainly exposed to the above mentioned foreign currencies on account of outstanding receivables and payables.

The following table details the Group's/Company's sensitivity to a 5% increase and decrease in USD against the above currencies.

5% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 5% change in foreign currency rates. A negative number below indicates an decrease in profit or equity where the USD strengthens 5% against the relevant currency. For a 5% weakening of the USD against the relevant currency, there would be a comparable impact on the profit or equity, and the balances below would be positive.

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Impact on profit for the year	1,95,705	4,50,407	1,09,179	4,47,538

24 Financial Instruments (Continued)

For a 5% weakening of the USD against the relevant currency, there would be equivalent amount of impact on the profit as mentioned in the above table.

Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's exposure to the risk of changes in market interest rates relates primarily to the Group's debt obligations with fixed interest rates.

The company does not have any significant external borrowings and therefore no significant impact on account of interest rate fluctuation expected

25 Capital management

The Group's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Group monitors the return on capital. The Group's objective when managing capital is to maintain an optimal structure so as to maximize shareholder value.

Particulars	31-Mar-22		31-Mar-21	
	Group	Company	Group	Company
Total equity attributable to the equity share holders of the company	1,95,89,487	1,82,81,663	1,22,58,743	1,45,03,006
As percentage of total capital	45%	54%	39%	49%
Current borrowings	1,06,71,623	52,07,000	80,06,526	45,50,000
Non-current borrowings	1,30,31,737	1,03,87,667	1,10,29,918	1,05,12,077
Total borrowings	2,37,03,360	1,55,94,667	1,90,36,444	1,50,62,077
As a percentage of total capital	55%	46%	61%	51%
Total capital (borrowings and equity)	4,32,92,847	3,38,76,330	3,12,95,187	2,95,65,083

26 Segment information

The Board of Directors of the Company has been identified as the Chief Operating Decision Maker (CODM) as defined by IFRS 8 Operating Segments. The CODM evaluates the Group's performance and allocates resources based on an analysis of various performance indicators by industry classes.

The Group has identified business segment as its primary segment and geographical segments as its secondary segment. The Business segment of the Group primarily relates to the business of manufacture of sale of pharmaceuticals. Geographical revenues are allocated based on the location of the customer/assets. Geographical segments of the Group are East Africa, West Africa and Southern Africa.

Group	31-Mar-22			
	Revenue	Fixed Assets	Current Assets	Capital expenditure
French West Africa	1,23,98,890	1,09,40,693	1,13,04,256	20,79,286
Eastern Africa	1,44,66,658	62,05,142	41,35,171	81,61,843
Southern Africa	10,78,445	3,57,866	8,25,494	1,026
Mauritius & Others	70,12,686	44,24,474	1,49,65,825	1,24,084
	3,49,56,679	2,19,28,175	3,12,30,746	1,03,66,239

26 Segment information (Continued)

Company				
Geographies	Revenue	Fixed Assets	Current Assets	Capital expenditure
French West Africa	67,02,820	-	25,91,659	-
Eastern Africa	93,39,669	-	49,49,817	-
Southern Africa	5,73,314	-	8,95,799	-
Mauritius and Others	19,35,299	5,214	99,07,604	5,680
	1,85,51,102	5,214	1,83,44,879	5,680

Group				
31-Mar-21				
Geographies	Revenue	Fixed Assets	Current Assets	Capital expenditure
French West Africa	89,96,220	1,21,97,466	87,74,362	26,95,902
Eastern Africa	1,19,22,145	-	-	-
Southern Africa	9,11,815	7,55,429	5,21,898	-
Mauritius & Others	73,33,005	23,10,797	1,28,24,899	9,833
	2,91,63,185	1,52,63,692	2,21,21,159	27,05,735

Company				
Geographies	Revenue	Fixed Assets	Current Assets	Capital expenditure
French West Africa	69,71,970	-	76,46,924	-
Eastern Africa	78,62,203	-	27,89,076	-
Southern Africa	2,00,435	-	3,22,485	-
Mauritius and Others	15,16,907	4,067	68,84,396	-
	1,65,51,515	4,067	1,76,42,880	-

27 Business Combination

(a) Subsidiaries acquired in the financial year ended 31-Mar-22

Name of the entity	Principal activity	Date of acquisition	Proportion of voting equity interest acquired (%)	Ownership held by non-controlling interests
Zenufa Laboratories Ltd - 51%	Manufacturing	27/12/2021	51.00%	49.00%

Entities Acquired	Consideration	Non-controlling interest	Fair value of net assets acquired	Goodwill
31-Mar-21	84,30,671	(3,42,712)	70,50,882	26,61,460
Zenufa Laboratories Ltd - 51%	10,00,000	5,14,548	10,50,098	4,64,450
	94,30,671	1,71,836	81,00,980	31,25,910
Total comprehensive income for the year attributable to non-controlling interest	-	2,48,946	-	-
Transaction with equity shareholders		(33,70,368)		
Exchange difference	-	-	-	(20,534)
31-Mar-22	94,30,671	(29,49,586)	81,00,980	31,05,376

27 Business Combination (Continued)

Goodwill arose in the acquisition of the above entities because the cost of the combination included a control premium. In addition, the consideration paid for the combination effectively included amounts in relation to the benefit of expected synergies, revenue growth, future market development and the assembled workforce of Africure. These benefits are not recognised separately from goodwill because they do not meet the recognition criteria for identifiable intangible assets.

28 Contingent liabilities and commitments (to the extent not provided for) as at

		31-Mar-22		31-Mar-21	
		Group	Company	Group	Company
(i)	Contingent liabilities:	-	-	-	-
(ii)	Commitments:				
	(a) Estimated amount of contracts remaining to be executed on capital account and not provided for:				

29 Related party transactions and Balances

Group

There are no related party transactions and balances and therefore disclosures as required under IAS 24 is not provided

Company	
A	Details of related parties
	Description of relationship
	Name of the related parties
	Subsidiaries
	African Pharmaceutical Development SA [Cameroon] ("APHAD")
	Africure Pharmaceuticals Cameroon SA [Cameroon]
	Africure Pharmaceuticals Namibia (Pty) Ltd (Namibia) ("APNL")
	Africure Pharmaceuticals Botswana (Pty) Ltd (Botswana) ("APBL")
	Africure Pharmaceuticals Burkina ("APBF")
	Africure Pharmaceuticals Ltd (IVC) ("APIVC")
	Africure Pharmaceuticals Ltd (Nigeria) ("APNIL")
	Africure Pharmaceuticals (India) Pvt Ltd ("APIPL")
	Africure Pharmaceuticals Tanzania Ltd ("APT")
	Africure Pharmaceuticals Manufacturing Ethiopia PLC ("APEL")
	Zenufa Laboratories Ltd [Tanzania] ("ZLT")
	Africure Pharmaceuticals (U) Ltd [Uganda] ("APUL")
	Afrisol Pharma Ltd (Mauritius) ("AFML")

B Details of transactions during the year and balance outstanding as at the balance sheet date:

Name of the related party	Nature of Relationship	Nature of transaction	31-Mar-22	31-Mar-21
APIPL	Subsidiary Co.	Purchases	91,71,295	75,65,321
APC Cameroon	Subsidiary Co.	Sales	39,76,523	36,03,986
APNL	Subsidiary Co.	Sales	-	1,98,334
APBL	Subsidiary Co.	Sales	5,00,857	2,101
APBF	Subsidiary Co.	Sales	4,71,953	4,66,989

29 Related party transactions and Balances (Continued)

APIVC	Subsidiary Co.	Sales	4,65,541	12,42,233
APEL	Subsidiary Co.	Sales	8,83,397	5,12,335
APNIL	Subsidiary Co.	Sales	2,02,578	1,29,024
ZLT	Subsidiary Co.	Sales	8,28,910	-
APHAD	Subsidiary Co.	Receivables	-	71,115
APC Cameroon	Subsidiary Co.	Receivables	51,41,341	40,89,922
APBL	Subsidiary Co.	Receivables	5,02,958	2,101
APBF	Subsidiary Co.	Receivables	3,36,885	1,79,466
APIVC	Subsidiary Co.	Receivables	17,64,130	17,21,654
APNIL	Subsidiary Co.	Receivables	4,21,891	2,80,307
ZLT	Subsidiary Co.	Receivables	14,60,312	-
APIPL	Subsidiary Co.	Payables	26,13,034	33,12,584
APHAD	Subsidiary Co.	Advances	8,32,606	7,11,183
APC Cameroon	Subsidiary Co.	Advances	26,55,852	26,29,688
APBL	Subsidiary Co.	Advances	5,35,765	4,71,405
APBF	Subsidiary Co.	Advances	1,39,381	1,39,381
APIVC	Subsidiary Co.	Advances	63,09,362	53,41,385
APNIL	Subsidiary Co.	Advances	1,38,396	1,38,396
APEL	Subsidiary Co.	Advances	27,10,107	9,69,072
APT	Subsidiary Co.	Advances	1,35,657	1,34,157
ZLT	Subsidiary Co.	Advances	4,61,271	-
APUL	Subsidiary Co.	Advances	22,000	-
AFML	Subsidiary Co.	Advances	11,000	-
APIPL	Subsidiary Co.	Other Payables	3,68,978	-

30 Non-controlling interests

Set out below is summarised financial information for each subsidiary that has non-controlling interests that are material to the group. The amounts disclosed for each subsidiary are before inter-company eliminations.

Summarised Balance Sheet	APHAD	APC Cameroon	APNL	APBL	SRP
Current assets	35,40,907	64,61,959	8,25,494	19,66,181	33,51,899
Current liabilities	(39,79,391)	(52,68,764)	(8,86,929)	(15,88,481)	(26,97,927)
Net current assets	(4,38,484)	11,93,195	(61,435)	3,77,700	6,53,972
Non-current assets	37,367	40,03,178	5,65,379	76,288	68,23,861
Non-current liabilities	(6,15,360)	(35,34,681)	(18,42,504)	(79,804)	(85,41,909)
Net non-current assets	(5,77,993)	4,68,497	(12,77,125)	(3,516)	(17,18,048)
Net Assets	(10,16,477)	16,61,692	(13,38,560)	3,74,184	(10,64,076)
Accumulated non-controlling interests	(1,52,472)	33,234	(4,01,568)	74,837	(5,21,397)

Summarised Balance Sheet	APIPL	APT	ZLT	APNIL	APEL
Current assets	63,76,167	25,72,667	33,06,691	3,10,446	39,613
Current liabilities	(48,46,913)	(18,79,302)	(30,90,987)	(4,95,294)	(4,98,594)
Net current assets	15,29,254	6,93,365	2,15,704	(1,84,848)	(4,58,981)

30 Non-controlling interests (Continued)

Non-current assets	11,53,486	15,898	61,89,243	6,597	32,55,393
Non-current liabilities	(2,79,581)	(1,27,510)	(45,00,461)	(6,08,804)	(32,03,148)
Net non-current assets	8,73,905	(1,11,612)	16,88,782	(6,02,207)	52,245
Net Assets	24,03,159	5,81,753	19,04,486	(7,87,055)	(4,06,736)
Accumulated non-controlling interests	11,77,548	-	9,33,198	-	(1,99,301)

Summarised statement of comprehensive income	APHAD	APC Cameroon	APBL	APBF	APIVC
Revenue	(71,72,077)	(68,02,538)	(10,78,445)	(21,08,356)	(20,38,862)
Profit/(loss) for the period	92,171	58,528	41,597	(1,05,762)	3,02,505
Other comprehensive income/(loss)	-	-	-	-	-
Total comprehensive income	92,171	58,528	41,597	(1,05,762)	3,02,505
Profits/(losses) allocated to NCI	13,826	1,171	12,479	(21,152)	1,48,227
Net Assets	24,03,159	5,81,753	19,04,486	(7,87,055)	(4,06,736)
Accumulated non-controlling interests	11,77,548	-	9,33,198	-	(1,99,301)

Summarised statement of comprehensive income	APIPL	APT	ZLT	APNIL	APIVC
Revenue	(1,06,90,586)	(86,09,163)	(28,27,356)	(1,97,137)	(20,38,862)
Profit/(loss) for the period	(1,33,407)	(3,18,638)	(4,49,435)	1,04,704	3,02,505
Other comprehensive income/(loss)	-	-	-	-	-
Total comprehensive income	(1,33,407)	(3,18,638)	(4,49,435)	1,04,704	3,02,505
Profits/(losses) allocated to NCI	(65,369)	-	(2,20,223)	-	(4,06,736)

Summarised cash flows	APHAD	APC Cameroon	APBL	APBF	APIVC
Cash flows from operating activities	51,886	(3,11,444)	(2,35,399)	(1,57,538)	(3,76,066)
Cash flows from/(used in) investing activities	(29,459)	2,05,866	15,143	(873)	2,21,586
Cash flows from financing activities	(35,084)	(37,37,057)	84,987	(39,798)	3,25,273
Net increase/(decrease) in cash and cash equivalents	(12,656)	(38,42,635)	(1,35,269)	(1,98,209)	1,70,793

Summarised cash flows	APIPL	APT	ZLT	APNIL	APIVC
Cash flows from operating activities	(3,81,630)	(6,24,092)	8,08,077	81,522	(3,76,066)
Cash flows from/(used in) investing activities	30,406	(12,207)	(22,54,507)	946	2,21,586
Cash flows from financing activities	(2,38,260)	(27,171)	14,44,649	(7,634)	3,25,273
Net decrease in cash and cash equivalents	(5,89,483)	(6,63,470)	(1,781)	74,834	1,70,793

31 Ultimate Beneficial Owners

The Directors consider the following persons to be the ultimate beneficial owners of the Company

Sinhue Bosco Noronha

Ravi Shankar Chandrashekar

Deepak Parayanken

Simbel Anslem Noronha

Lewis Noronha Delba Valleri

Zion Investments LLC

Avacare Global

Haider Mousa Mohammed Mohammed

32 Events occurring after the reporting period

Management is of the view that the significant doubt associated with the current uncertainties related to the COVID-19 virus currently does not result in a material uncertainty related to such events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. There are no other material events after the reporting date which require amendments to or additional disclosures in the financial statements for the year ended 31 March 2022.



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