

**DHARMESH PARIKH & CO.**  
CHARTERED ACCOUNTANTS

303/304, "Milestone", Nr. Drive-in-Cinema, Opp.T.V.Tower, Thaltej,  
Ahmedabad-380 054. Phone: 91-79-27474466 Fax: 91-79-27479955

**INDEPENDENT AUDITOR'S REPORT**

To  
**The Members of Adani Hospitals Mundra Private Limited**

**Report on the Financial Statements**

We have audited the accompanying standalone financial statements of Adani Hospitals Mundra Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2015, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express an opinion on these standalone financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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



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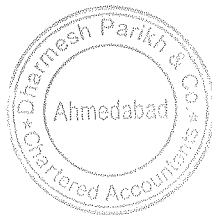
### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2015 and its losses and its cash flows for the year ended on that date.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
  - a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - c) the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - d) in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
  - e) on the basis of the written representations received from the directors as on 31 March 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2015 from being appointed as a director in terms of Section 164 (2) of the Act; and
  - f) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company does not have any pending litigations which would impact its financial position;
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
    - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Place : Ahmedabad  
Date : 24/04/2015



For **DHARMESH PARIKH & CO.**  
Chartered Accountants  
Firm Reg. No. 112054W

*Chirag Shah*

**Chirag Shah**  
Partner  
Membership No. 122510

**DHARMESH PARIKH & CO.**  
CHARTERED ACCOUNTANTS

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**ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT**  
**RE: ADANI HOSPITALS MUNDRA PRIVATE LIMITED**

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The Annexure referred to in our Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2015, we report that

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) As explained to us, fixed assets, according to the practice of the Company, are physically verified by the management at reasonable intervals, in a phased verification program, which, in our opinion, is reasonable, looking to the size of the Company and the nature of its business.
- (ii) (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) On the basis of our examination of the records of inventory, we are of the opinion that the company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material and have been properly dealt in the books of accounts.
- (iii) According to the information and explanation given to us and the records produced to us for our verification, the company has not granted loans to any body corporate or other parties covered in the register maintained under section 189 of the Companies Act, 2013 (the Act). Accordingly the provisions of paragraph 3 (iii) (a) & (iii) (b) of the Order are not applicable.
- (iv) According to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of fixed assets, inventories and for the sale of services. We have not observed any major weakness in the internal control system during the course of the audit.
- (v) The Company has not accepted any deposits from the public.
- (vi) As informed to us, the maintenance of cost records as prescribed by the Central Government under section 148(1) of the Act are not applicable to the company for the current year.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities generally. As explained to us, the Company did not have any dues on account of employees' state insurance, entry tax and duty of excise.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, entry tax, value added tax, cess and other material statutory dues were in arrears as at 31 March 2015 for a period of more than six months from the date they



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became payable.

- (b) According to the information and explanations given to us, there are no material dues of provident fund, sales tax, income tax, wealth tax, value added tax, cess which have not been deposited with the appropriate authorities on account of any dispute.
- (c) According to the information and explanations given to us, there are no amounts which were required to be transferred to the investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules there under.
- (viii) The company has been registered for a period of less than five years and hence we are not required to comment on whether or not the accumulated losses at the end of the financial is 50% or more of its Net Worth and whether it has incurred cash losses during the current as well as immediately preceding financial year.
- (ix) Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that the Company has not borrowed funds from bank and debenture holders. Accordingly the provisions of paragraph 3(ix) of the Order are not applicable, so the clause is not applicable.
- (x) In our opinion and according to the information and the explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xi) According to the information & explanations given to us, the Company has not taken any term loan during the year covered by our audit report. Accordingly the provisions of paragraph 3(xi) of the Order are not applicable.
- (xii) During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practice in India, and according to the information and explanation given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor have we been informed of any such case by the management.

Place : Ahmedabad  
Date : 24/04/2015



For **DHARMESH PARIKH & CO.**  
Chartered Accountants  
Firm Reg. No. 112054W

*Chirag Shah*

**Chirag Shah**  
Partner  
Membership No. 122510

# Adani Hospitals Mundra Private Limited

Balance Sheet as at March 31, 2015

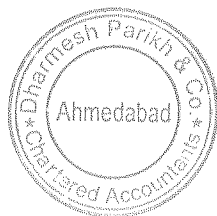
(Amt in Rupees)

	Notes	As at March 31, 2015	As at March 31, 2014
<b>I. EQUITY AND LIABILITIES</b>			
<b>Shareholders' Funds</b>			
Share Capital	3	30,00,000	5,00,000
Reserves and Surplus	4	(88,53,925)	(37,979)
		<b>(58,53,925)</b>	<b>4,62,021</b>
<b>Non-Current Liabilities</b>			
Long Term Borrowings	5	4,11,72,000	70,00,000
Long Term Provisions	6	1,84,476	-
		<b>4,13,56,476</b>	<b>70,00,000</b>
<b>Current Liabilities</b>			
Trade Payables	7	82,75,559	-
Other Current Liabilities	8	5,70,903	11,236
Short Term Provisions	9	56,472	-
		<b>89,02,934</b>	<b>11,236</b>
<b>Total</b>		<b>4,44,05,485</b>	<b>74,73,257</b>
<b>II. ASSETS</b>			
<b>a) Non-Current Assets</b>			
<b>Fixed Assets</b>			
Tangible Assets	10	2,93,81,494	-
Intangible Assets		13,22,698	-
		<b>3,07,04,192</b>	-
Long Term Loans & Advances	11	25,93,695	28,99,125
		<b>3,32,97,887</b>	<b>28,99,125</b>
<b>b) Current Assets</b>			
Inventories		26,75,048	-
Trade Receivables	12	42,42,087	-
Cash and Cash Equivalents	13	36,24,406	45,74,132
Short Term Loans & Advances	14	5,66,057	-
		<b>1,11,07,598</b>	<b>45,74,132</b>
<b>Total</b>		<b>4,44,05,485</b>	<b>74,73,257</b>
Summary of significant accounting policies	2		

The accompanying notes are an integral part of the financial statements.

As per our report of even date  
For **Dharmesh Parikh & Co.**  
Firm Registration Number : 112054W  
Chartered Accountants

*Chirag Shah*  
**Chirag Shah**  
Partner  
Membership No. 122510



For and on behalf of the board of directors of  
**Adani Hospitals Mundra Private Limited**

*Pankaj S. Doshi*  
**Pankaj Doshi**  
Director  
DIN : 03600975

*Ketan Doshi*  
**Ketan Doshi**  
Director  
DIN : 06721223

Place : Ahmedabad  
Date : **24 APR 2015**


Place : Ahmedabad  
Date : **24 APR 2015**

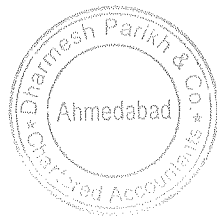
**Adani Hospitals Mundra Private Limited**  
**Statement of Profit and Loss for the year ended March 31,2015**

		(Amt in Rupees)	
		For the year ended March 31, 2015	For the period 01- Nov-2013 to 31- Mar-2014
<b>a) Income</b>			
Revenue from Operations	15	6,52,91,825	-
Other Income	16	63,930	-
<b>Total Revenue</b>		<u>6,53,55,755</u>	<u>-</u>
<b>b) Expenses</b>			
Operative expenses	17	2,49,37,870	-
Employee Benefits Expense	18	1,54,03,583	-
Depreciation and Amortisation Expense		19,44,681	-
Other expenses	19	3,18,85,567	37,979
<b>Total Expenses</b>		<u>7,41,71,701</u>	<u>37,979</u>
<b>c) Profit / (Loss) Before Exceptional &amp; Extra-Ordinary Items and Tax</b>		<u>(88,15,946)</u>	<u>(37,979)</u>
Exceptional Items		-	-
Extra-Ordinary Items		-	-
<b>d) Profit / (Loss) Before Tax</b>		<u>(88,15,946)</u>	<u>(37,979)</u>
<b>e) Tax Expense</b>			
Current Tax		-	-
Deferred Tax		-	-
<b>Total Tax Expenses</b>		<u>-</u>	<u>-</u>
<b>f) Profit / (Loss) For The Year</b>		<u>(88,15,946)</u>	<u>(37,979)</u>
<b>g) Earning per Equity Share (Face value of Rs.10 each)</b>			
Basic & Diluted	23	(141.44)	(1.84)
Summary of significant accounting policies	2		

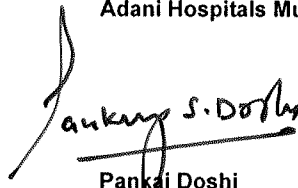
The accompanying notes are an integral part of the financial statements.

As per our report of even date  
For **Dharmesh Parikh & Co.**  
Firm Registration Number : 112054W  
Chartered Accountants

  
**Chirag Shah**  
Partner  
Membership No. 122510



For and on behalf of the board of directors of  
**Adani Hospitals Mundra Private Limited**

  
**Pankaj Doshi**  
Director  
DIN : 03600975

  
**Ketan Doshi**  
Director  
DIN : 06721223

Place : Ahmedabad  
Date : **24 APR 2015**

Place : Ahmedabad  
Date : **24 APR 2015**

**Adani Hospitals Mundra Private Limited**  
Cash Flow Statement for the year ended on March 31, 2015

(Amt in Rupees)

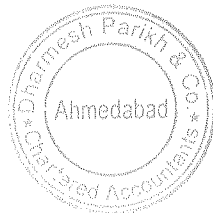
	For the year ended March 31,2015	For the period 01-Nov-2013 to 31-Mar-2014
<b>I. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit / (Loss) Before Tax for the year	(88,15,946)	(37,979)
<b>Adjustment on account of :</b>		
Depreciation	19,44,681	-
Interest paid/(received)	(60,191)	-
Operating Profit / (Loss) Before Working Capital Changes	<b>(69,31,456)</b>	<b>(37,979)</b>
<b>Movements in Working Capital :</b>		
Decrease / (Increase) in Sundry Debtors	(42,42,087)	-
Decrease / (Increase) in Inventories	(26,75,048)	-
Decrease / (Increase) in Loans & Advances	(5,66,057)	-
Decrease / (Increase) in Long Term Loans & Advances	3,05,430	-
Decrease / (Increase) in Current Assets	-	(28,99,125)
Increase / (Decrease) in Current Liabilities	5,59,667	11,236
Increase / (Decrease) in Provisions	2,40,948	-
Increase / (Decrease) in Trade Payables	82,75,559	-
Cash Flow from Operations	<b>(50,33,044)</b>	<b>(29,25,868)</b>
<b>II. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets & Capital Work in Progress	(3,26,48,873)	-
Net Cash Flow From Investing Activities	<b>(3,26,48,873)</b>	<b>-</b>
<b>III. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds From Issuance of Share Capital	25,00,000	5,00,000
Proceeds From Long Term Borrowings	3,41,72,000	70,00,000
Interest received	60,191	-
Net Cash Flow From Financing Activities	<b>3,67,32,191</b>	<b>75,00,000</b>
Net Increase / (Decrease) in Cash & Cash Equivalents	(9,49,726)	45,74,132
Cash & Cash Equivalents at the beginning of the year	45,74,132	-
Cash & Cash Equivalents at the end of the year	<b>36,24,406</b>	<b>45,74,132</b>

The accompanying notes are an integral part of the financial statements.

As per our report of even date  
For Dharmesh Parikh & Co.  
Firm Registration Number : 112054W  
Chartered Accountants

*Chirag Shah*

Chirag Shah  
Partner  
Membership No. 122510



Place : Ahmedabad  
Date : 24 APR 2015

For and on behalf of the board of directors of  
Adani Hospitals Mundra Private Limited

*Pankaj Doshi*

Pankaj Doshi  
Director  
DIN : 03600975

*Ketan Doshi*

Ketan Doshi  
Director  
DIN : 06721223

Place : Ahmedabad  
Date : 24 APR 2015

# Adani Hospitals Mundra Private Limited

Notes to Financial Statements for the year ended March 31, 2015

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## 1 Nature of Operation

Adani Hospitals Mundra Private Limited was incorporated on November 01, 2013 as a 100% subsidiary Company of Adani Ports and Special Economic Zone Limited (APSEZ). The company is a special purpose company promoted by APSEZ and is incorporated with the objective to set up and run Hospitals, to provide all kinds of medical, surgical & maternity facilities in Mundra for the benefit and use of its employees and other units established in SEZ being developed by APSEZ.

The Net worth of the Company as on March 31, 2015 has completely eroded. However, Company is in the early stage and is fully backed by the holding company for any financial support. Accordingly the accounts have been prepared on a going concern basis.

The company has been accorded the status of a co-developer in the Mundra SEZ vide approval letter bearing reference No. F.2/11/2003-SEZ dated 25th April, 2014 issued by the Board of approval, Ministry of Commerce, Government of India, New Delhi to develop, operate, maintain and provide IPD/OPD services to patients at the 100 Bed Hospital in the non-processing area of APSEZ.

## 2 Summary of Significant Accounting Policies

### a) Basis of Preparation

The financial statements of the company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP) to comply with the accounting standards notified under section 211(3C) of the Companies Act, 1956 ("the 1956 Act") (which are deemed to be applicable as per section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014 and the relevant provisions of the 1956 Act/ 2013 Act, as applicable.

The financial statements have been prepared on an accrual basis and under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

### b) Use of Estimates

The preparation of the financial statements in conformity with Indian GAAP requires the management to make judgement, estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent liabilities on the date of the financial statements and reported amounts of revenues and expenses for the year. Although these estimates are based on Management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes different from the estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognized prospectively in the current and future periods.

### c) Current & Non-Current Classification

All the assets and liabilities have been classified as current or non-current as per the company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of activities and time between the activities performed and their subsequent realisation in cash or cash equivalents, the company has ascertained its operating cycle as 12 months for the purpose of current / non-current classification of assets and liabilities.

### d) Inventories

(i) Inventories are valued at lower of cost (FIFO Basis) or Net Realisable value.

(ii) Cost of inventories have been computed to include all costs of purchases, cost of conversion and other costs incurred in bringing the inventories to their present location and condition.





# Adani Hospitals Mundra Private Limited

Notes to Financial Statements for the year ended March 31, 2015

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## e) Cash And Cash Equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

## f) Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

## g) Depreciation

(i) Depreciation on Fixed Assets is provided on straight-line method at rates and in the manner specified in Schedule II to the Companies Act, 2013.

(ii) Depreciation on assets acquired / disposed off during the year is provided on pro-rata basis with reference to the date of addition / disposal.

## h) Revenue Recognition

Revenue is recognised, when no significant uncertainty as to its determination or realization exists. Accordingly;

(i) Income from services rendered is recognised as and when the work is performed.

(ii) Sales of goods are recognised when the significant risk and rewards of ownership of the goods have been passed to the customer and net of Value added tax and return.

(iii) Interest income is recognised on time proportion basis, considering amount outstanding and rate applicable.

(iv) Profit/(Loss) on sale of investments are recognised on the contract date.

## i) Fixed Assets

### 1. Tangible Fixed Assets

(i) Fixed assets are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

(ii) Any capital expenditure in respect of assets, the ownership of which would not vest with the Company, is charged off to revenue in the year of incurrence.

### 2. Intangible Fixed Assets

Intangible assets are stated at cost of acquisition/ cost incurred less accumulated depreciation.

## j) Investments

Current investments are carried at the lower of cost and fair value, computed category wise.

## k) Employee Benefits

Employee benefits includes gratuity, compensated absences and contribution to provident fund, employees' state insurance.

### Short Term Employee Benefits

Employee benefits payable wholly within twelve months of rendering the service are classified as short term employees benefits and are recognised in the period in which the employee renders the related service.



# Adani Hospitals Mundra Private Limited

Notes to Financial Statements for the year ended March 31, 2015

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## Post Employment Benefits

### i) Defined Benefit Plan

The employees' gratuity scheme is a defined benefit scheme. The present value of the obligation under such defined benefit plan is determined at each Balance Sheet date based on actuarial valuations, carried out by an independent actuary, using the Projected Unit Credit method. The liability for gratuity is funded annually to a gratuity fund maintained with the Life Insurance Corporation of India ('LIC'). Actuarial gains and losses are recognised in the Statement of Profit and Loss.

### ii) Defined Contribution Plans

Contribution to the provident fund scheme which is defined contribution scheme is charged to the statement of Profit and Loss as incurred.

### iii) Long-term Employee Benefits

Long term employee benefits comprise of compensated absences. These are measured based on an actuarial valuation carried out by an independent actuary at each Balance Sheet date. Actuarial gains and losses are recognised in the statement of Profit and Loss.

iv) For the purpose of presentation of Defined benefit plans and other long term benefits, the allocation between short term and long term provisions has been made as determined by an actuary.

### l) Borrowing Costs

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

### m) Segment Accounting

In accordance with Accounting Standard 17 "Segment Reporting" as prescribed under Companies (Accounting Standards) Rules, 2006 (as amended), the company has determined its business segment as Hospital Services. Since, there are no other business segments in which the company operates, there are no other primary reportable segments. Further since the company's services are currently limited to operation within India, it operates in a single geographical segment. Therefore, the segment revenue, results, segment assets, segment liabilities, total cost incurred to acquire segment assets, depreciation charge are all as reflected in the financial statements.

### n) Related Party Transactions

Disclosure of transactions with Related Parties, as required by Accounting Standard 18 "Related Party disclosures" prescribed under The Companies (Accounting Standards) Rules, 2006 (as amended) has been set out in a separate note forming part of this schedule. Related Parties as defined under clause 3 of the Accounting Standard 18 have been identified on the basis of representation made by key managerial personnel and information available with the Company.

### o) Leases

Lease arrangement where risk and rewards incidental to ownership of an asset substantially vest with the Lessor are recognised as Operating Leases. The Company's significant leasing arrangements are in respect of operating leases for immovable property which Hospital Premises. The aggregate lease rentals payable/receivables are recognised as expenditure/income in the Statement of Profit and Loss as per the lease agreement.

### p) Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.



# Adani Hospitals Mundra Private Limited

Notes to Financial Statements for the year ended March 31, 2015

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## q) Taxes on Income

### i) Deferred Taxation

In accordance with the Accounting Standard 22 – Accounting for Taxes on Income, prescribed under The Companies (Accounting Standards) Rules, 2006 (as amended), the deferred tax for timing differences between the book and tax profits for the year is accounted for by using the tax rates and laws that have been enacted or substantively enacted as of the Balance Sheet Date.

Deferred tax assets arising from timing differences are recognised to the extent there is virtual certainty that the assets can be realised in future.

Net outstanding balance in Deferred Tax account is recognized as deferred tax liability/asset. The deferred tax account is used solely for reversing timing difference as and when crystallized.

### ii) Current Taxation

Current tax charge reflects provision for income tax based on the taxable income of the company after considering local tax laws as applicable for relevant assessment years. The current tax charge includes Minimum Alternate Tax (MAT) determined u/s 115JB of the Income Tax Act, 1961, if applicable

## r) Impairment of Fixed Assets

i) The carrying amount of assets, other than inventories, is reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the assets recoverable amount is estimated.

ii) The impairment loss is recognised whenever the carrying amount of an asset or its cash generation unit exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in the uses which is determined based on the estimated future cash flow discounted to their present values. All impairment losses are recognised in the Statement of Profit and Loss.

iii) The impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount and is recognised in the Statement of Profit and Loss.

## s) Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is possible that there will be an outflow of resources. Contingent liabilities are not recognised but are disclosed in the notes. Contingent assets are neither recognised nor disclosed in the financial statements.

## t) Applicability of other Accounting Standards

Though other Accounting Standards also apply to the company by virtue of the Companies (Accounting Standards) Rules 2006 (as amended), no disclosure for the same is being made as the company has not done any transaction to which the said Accounting Standard apply.



# Adani Hospitals Mundra Private Limited

Notes to Financial Statements for the year ended March 31, 2015

## 3 Share Capital

	Amt in Rs.	
	As at 31-Mar-2015	As at 31-Mar-2014
<b>Authorised shares</b>		
3,00,000 Equity shares (Previous year 50,000 equity shares) of Rs. 10/- each	30,00,000	5,00,000
<b>Issued, subscribed fully paid-up shares</b>		
3,00,000 Equity shares (Previous year 50,000 equity shares) of Rs. 10/- each fully paid	30,00,000	5,00,000
<b>Total issued, subscribed and fully paid-up share capital</b>	<b>30,00,000</b>	<b>5,00,000</b>

### a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity Shares	As at 31-Mar-2015		As at 31-Mar-2014	
	Numbers	Amt in Rs.	Numbers	Amt in Rs.
At the beginning of the period	50,000	5,00,000	-	-
Issued during the period	2,50,000	25,00,000	50,000	5,00,000
<b>Outstanding at the end of the period</b>	<b>3,00,000</b>	<b>30,00,000</b>	<b>50,000</b>	<b>5,00,000</b>

The Authorised Capital of the Company has been increased by Rs 25,00,000/- (Equity Shares of Rs 10/- each), pursuant to an ordinary Resolution passed at the Extraordinary General Meeting of the Shareholders held on February 16, 2015.

### b. Terms / rights attached to equity shares

Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation, the liquidator may divide amongst the members, in piece or kind, the whole or any part of the assets of the company.

### c. Shares held by holding/ultimate holding company and/or their subsidiaries/associates

Out of equity shares issued by the company, shares held by its holding company together with its nominees are as below :

Equity Shares by Holding Company	As at 31-Mar-2015		As at 31-Mar-2014	
	Numbers	Amt in Rs.	Numbers	Amt in Rs.
Adani Ports and Special Economic Zone Limited	3,00,000	30,00,000	50,000	5,00,000
	<b>3,00,000</b>	<b>30,00,000</b>	<b>50,000</b>	<b>5,00,000</b>

### d. Details of shareholders holding more than 5% shares in the company

Equity Shares by Holding Company	As at 31-Mar-2015		As at 31-Mar-2014	
	Numbers	%	Numbers	%
Adani Ports and Special Economic Zone Limited (together with its nominees)	3,00,000	100%	50,000	100%
	<b>3,00,000</b>	<b>100%</b>	<b>50,000</b>	<b>100%</b>

## 4 Reserves and Surplus

	Amt in Rs.	
	As at 31-Mar-2015	As at 31-Mar-2014
<b>Surplus / (deficit) in the statement of profit and loss</b>		
Balance as per last financial statements	(37,979)	-
Profit / (Loss) for the year	(88,15,946)	(37,979)
<b>Total Reserves and Surplus</b>	<b>(88,53,925)</b>	<b>(37,979)</b>



# Adani Hospitals Mundra Private Limited

Notes to Financial Statements for the year ended March 31, 2015

## 5 Long Term Borrowings

	Amt in Rs.	
	As at 31-Mar-2015	As at 31-Mar-2014
Unsecured Loan from Holding Company	4,11,72,000	70,00,000
	<b>4,11,72,000</b>	<b>70,00,000</b>

Unsecured Loan from Adani Ports & Special Economic Zone Ltd, the holding company is interest free and is repayable after three years from the date of the loan and is further renewable on mutual consent.

## 6 Long Term Provisions

	Amt in Rs.	
	As at 31-Mar-2015	As at 31-Mar-2014
Provision for Leave Encashment	1,84,476	-
	<b>1,84,476</b>	<b>-</b>

## 7 Trade Payables

	Amt in Rs.	
	As at 31-Mar-2015	As at 31-Mar-2014
Trade Payables	81,03,535	-
Accrual For Employees	1,72,024	-
	<b>82,75,559</b>	<b>-</b>

## 8 Other Current Liabilities

	Amt in Rs.	
	As at 31-Mar-2015	As at 31-Mar-2014
Advances from Customers	22,253	-
Statutory Current Liabilities	3,96,352	-
Other payables	1,09,234	-
Retention Money	31,828	-
Provision for Audit Fees	11,236	11,236
	<b>5,70,903</b>	<b>11,236</b>

## 9 Short Term Provisions

	Amt in Rs.	
	As at 31-Mar-2015	As at 31-Mar-2014
Provision for Leave Encashment (Current)	56,472	-
	<b>56,472</b>	<b>-</b>



Adani Hospitals Mundra Private Limited  
Notes to Financial Statements for the year ended March 31, 2015

Note 10 - Fixed Asset

Amount in Rs.

Particulars	Gross Block			Depreciation/Amortization			Net Block	
	As at 01-04 2014	Additions	Deductions	As at 01-04 2014	During the year	Deductions	As at 31-03-2015	As at 31-03-2014
<b>Tangible Assets</b>								
Plant & Machinery	-	2,38,32,280	-	-	10,87,867	-	2,27,44,413	-
Furniture & Fixtures	-	36,58,600	-	-	1,95,078	-	34,63,522	-
Office Equipments	-	25,24,841	-	-	2,53,722	-	22,71,119	-
Computer Equipment	-	10,29,033	-	-	1,26,593	-	9,02,440	-
<b>TOTAL</b>	-	<b>3,10,44,754</b>	-	-	<b>16,63,260</b>	-	<b>2,93,81,494</b>	-
<b>Intangible Assets</b>								
Software	-	16,04,119	-	-	2,81,421	-	13,22,698	-
<b>TOTAL</b>	-	<b>16,04,119</b>	-	-	<b>2,81,421</b>	-	<b>13,22,698</b>	-
<b>Total</b>	-	<b>3,26,48,873</b>	-	-	<b>19,44,681</b>	-	<b>3,07,04,192</b>	-
<b>Previous Year</b>	-	-	-	-	-	-	-	-



**Adani Hospitals Mundra Private Limited**  
**Notes to Financial Statements for the year ended March 31, 2015**

**11 Long Term Loans & Advances**

	Amt in Rs.	
	As at 31-Mar-2015	As at 31-Mar-2014
Balance With Government Authorities	23,48,171	45,000
Capital Advances	-	28,54,125
Prepaid Expenses	2,45,524	-
	<b>25,93,695</b>	<b>28,99,125</b>

**12 Trade Receivables**  
**(Unsecured, Considered Good)**

	Amt in Rs.	
	As at 31-Mar-2015	As at 31-Mar-2014
Receivables outstanding for a period exceeding six months from the date they are due for payment	16,59,530	-
Others	25,82,557	-
	<b>42,42,087</b>	<b>-</b>

**13 Cash and Cash Equivalents**

	Amt in Rs.	
	As at 31-Mar-2015	As at 31-Mar-2014
Cash-In-Hand	53,298	-
<b>Balance with banks</b>		
In current accounts	35,71,108	45,74,132
	<b>36,24,406</b>	<b>45,74,132</b>

**14 Short Term Loans & Advances**

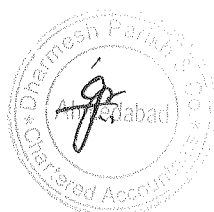
	Amt in Rs.	
	As at 31-Mar-2015	As at 31-Mar-2014
Adv. Recoverable in Cash or Kind or for value to be received	5,41,057	-
Balance With Government Authorities	25,000	-
	<b>5,66,057</b>	<b>-</b>

**15 Revenue from Operations**

	Amt in Rs.	
	For the year ended 31-Mar-2015	For the period 01-Nov-2013 to 31-Mar-2014
Income from Operations	4,74,73,612	-
Sale of Medicines	1,78,18,213	-
	<b>6,52,91,825</b>	<b>-</b>

**16 Other Income**

	Amt in Rs.	
	For the year ended 31-Mar-2015	For the period 01-Nov-2013 to 31-Mar-2014
Interest Income	60,191	-
Sale of Scrap	3,739	-
	<b>63,930</b>	<b>-</b>



# Adani Hospitals Mundra Private Limited

Notes to Financial Statements for the year ended March 31, 2015

## 17 Operative expenses

	Amt in Rs.	
	For the year ended 31-Mar-2015	For the period 01-Nov-2013 to 31-Mar-2014
Consumption of Materials	2,33,76,553	-
Direct Operating Expenses	6,49,205	-
Power & Fuel Consumed	9,12,113	-
	<b>2,49,37,870</b>	<b>-</b>

## 18 Employee Benefit Expenses

	Amt in Rs.	
	For the year ended 31-Mar-2015	For the period 01-Nov-2013 to 31-Mar-2014
Salaries, wages and bonus	1,07,36,723	-
Contribution to provident and other funds	6,68,612	-
Gratuity cost	1,29,915	-
Staff welfare expenses	38,68,333	-
	<b>1,54,03,583</b>	<b>-</b>

## 19 Other Expenses

(as disclosed in Statement of Profit and Loss)

	Amt in Rs.	
	For the period ended 31-Mar-2015	For the period 01-Nov-2013 to 31-Mar-14
Rates & Taxes	1,79,600	-
Communication expenses	3,22,176	-
Office Expenses	1,40,431	4,354
Security Charges	20,18,889	-
Travelling & conveyance expenses	26,54,434	-
Professional Charges	1,67,56,251	-
Repair & Maintenance	21,32,100	-
Legal Expenses, Fees & Subscription	96,929	-
Payment to Auditors - Statutory Audit	11,236	11,236
- Certification fees	8,885	-
Miscellaneous Expenses	69,82,578	-
Selling and Distribution Expenses	68,885	-
Insurance Expense	55,748	-
Supervision and Testing Expense	4,57,425	-
Preliminary expenses written off	-	22,389
	<b>3,18,85,567</b>	<b>37,979</b>

## 20 Contingent Liabilities & Commitments

(to the extent not provided for)

	Amt in Rs.	
	As at 31-Mar-2015	As at 31-Mar-2014
Contingent Liabilities	-	-
<b>Commitments</b>		
Estimated amount of contracts remaining to be executed on capital accounts (net of advances) and not provided for	8,52,582	49,53,625
	<b>8,52,582</b>	<b>49,53,625</b>





# Adani Hospitals Mundra Private Limited

Notes to Financial Statements for the year ended March 31, 2015

## 21 Related Party Disclosures

The Management has identified the following entities and individuals as related parties of the Company for the period ended March 31, 2015 for the purposes of reporting as per AS 18 – Related Party Transactions, which are as under:

Criteria	Name of the Company	
Ultimate Holding Entity	Adani Enterprises Limited.	
Holding Company	Adani Ports And Special Economic Zone Limited	
Key Management Personnel (KMP)	1. Capt. Unmesh Abhyankar	
	2. Dr. Pankaj Doshi	
	3. Mr. Ketan Doshi	
Fellow Subsidiary	MPSEZ Utilities Private Limited	
	Adani Power Limited	
	Adani Wilmar Limited	
	Adani International Container Terminal Private Limited(AICTPL)	
Significant Influence	Adani Foundation	
Particulars	2014-15	2013-14
<b>(A) Volume of Transactions</b>		
<b>Equity Capital Received</b>		
Adani Ports And Special Economic Zone Limited	25,00,000	5,00,000
<b>Loan Obtained</b>		
Adani Ports And Special Economic Zone Limited	3,41,72,000	70,00,000
<b>Service Rendered</b>		
Adani Ports And Special Economic Zone Limited	50,85,086	-
MPSEZ Utilities Pvt. Ltd.	54,520	-
Adani Power Limited	23,89,456	-
Adani Wilmar Limited	2,71,513	-
AICTPL	10,331	-
Adani Foundation	3,30,58,886	-
<b>Electricity Charges</b>		
MPSEZ Utilities Pvt. Ltd.	9,14,113	-
<b>Service Received</b>		
Adani Ports And Special Economic Zone Limited	3,29,230	-
<b>(B) Balance at the end of the year</b>		
<b>Dues Payable</b>		
Adani Ports And Special Economic Zone Limited (Unsecured Loan)	4,11,72,000	70,00,000
<b>Receivable</b>		
Adani Ports And Special Economic Zone Limited	1,33,620	-
MPSEZ Utilities Pvt. Ltd.	49,068	-
Adani Power Limited	2,46,812	-
Adani Wilmar Limited	1,52,078	-
Adani Foundation	22,40,468	-



# Adani Hospitals Mundra Private Limited

Notes to Financial Statements for the year ended March 31, 2015

## 22 Disclosures under MSMED Act

There are no Micro, Small and Medium Enterprises, as defined in the Micro, Small and Medium Enterprises Development Act, 2006 to whom the company owes dues on account of principal amount together with interest and accordingly no additional disclosures have been made. The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

## 23 Earning Per Share (EPS)

	Amt in Rs.	
	31-Mar-2015	For the period 01-Nov-2013 to 31-Mar-14
(Loss) for calculation of basic and diluted EPS	(88,15,946)	(37,979)
Weighted average number of equity shares for calculating Basic & diluted EPS	62,329	20,685
Face value of equity shares	10	10
Basic & Diluted Earning Per Share (in Rupees)	(141.44)	(1.84)

## 24 Details of employee benefits

The company has a defined gratuity plan. Under the plan every employee who has completed at least five years of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is funded with Life Insurance Company of India (LIC) in form of a qualifying insurance policy for future payment of gratuity to the employees.

The following tables summarise the component of the net benefits expenses recognized in the statement of profit and loss account and the funded status and amounts recognized in the balance sheet as per the plan.

### Profit and Loss Account

#### a) Net gratuity employee benefit expenses

(Rs In Lacs)

Particulars	31 March 2015	31 March 2014
Current Service cost	1,39,162	-
Interest Cost on benefit obligation	-	-
Expected return on plan assets	-	-
Actuarial loss / (gain) recognised in the year	(9,247)	-
<b>Net benefit expense</b>	<b>1,29,915</b>	<b>-</b>

### Balance Sheet

#### b) Benefit gratuity asset / liability

(Rs In Lacs)

Particulars	31 March 2015	31 March 2014
Present value of defined benefit obligation	(1,39,162)	-
Fair value of plan assets	2,04,571	-
Surplus/(deficit) of funds	65,409	-
<b>Net asset/ (liability)</b>	<b>65,409</b>	<b>-</b>



# Adani Hospitals Mundra Private Limited

Notes to Financial Statements for the year ended March 31, 2015

c) Changes in Present Value of the defined benefit obligation are as follows:

Particulars	(Rs In Lacs)	
	31 March 2015	31 March 2014
Defined benefit obligation at the beginning of the year	-	-
Current Service cost	1,39,162	-
Interest Cost	-	-
Actuarial (gain) / loss on obligations	-	-
Benefits paid	-	-
Defined benefit obligation at the end of the year	1,39,162	-

d) Changes in fair value of plan assets are as follows:

Particulars	(Rs In Lacs)	
	31 March 2015	31 March 2014
Opening fair value of plan assets	-	-
Expected return	-	-
Contributions by employer	1,95,324	-
Benefits Paid	-	-
Actuarial gains / (losses)	9,247	-
Closing fair value of plan assets	2,04,571	-

e) The major categories of plan assets as a percentage of the fair value of total plan assets are as follows:

Particulars	31 March 2015	31 March 2014
Investments with insurer	100%	-

In the absence of components of investment in securities is not available from LIC, hence related information is not disclosed.

d) The principle assumptions used in determining gratuity obligations are as follows:

Particulars	(Rs In Lacs)	
	As at 31 March 2015	As at 31 March 2014
Discount rate	7.96%	-
Rate of Escalation in Salary (per annum)	8.50%	-
Rate of Employee Turnover	10% for 4 yrs & below and 1% thereafter	-
Mortality	India Assured Lives Mortality (2006-08)	-

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled. There has been significant change in expected rate of return on assets due to change in the market scenario.



# Adani Hospitals Mundra Private Limited

Notes to Financial Statements for the year ended March 31, 2015

## 25 Other Disclosures

(a) In the opinion of the management and to the best of their knowledge and belief, the value under the head of Current and Non-Current Assets (other than Fixed Assets and Non-Current Investments) are approximately of the value stated, if realised in ordinary course of business, except unless stated otherwise. The provision for all the known liabilities is adequate and not in excess of amount considered reasonably necessary.

(b) The Hospital Premises is owned by the Holding Company, Adani Ports and Special Economic Zone Limited and is given on Lease to the company at a token lease rental of Rs. 1 per annum till the company makes a positive profit and recovers all its losses and there after @ 30% of Profit after tax.


(c) Other Statutory Information :

	Amt in Rs.	
	For the period ended 31-Mar-2015	For the period 01-Nov-2013 to 31-Mar-14
Value of imports calculated on CIF basis	Nil	Nil
Expenditure in Foreign Currency	Nil	Nil
Earnings in Foreign Currency	Nil	Nil

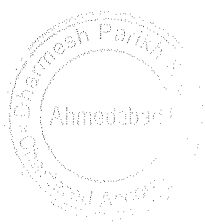
## 26 Previous Year Comparatives

Figures for this year are not comparative with those of the previous period being of 5 months. However, figures for the previous period have been regrouped and reclassified, wherever considered necessary. Further, the figures have been rounded off to the nearest rupee.

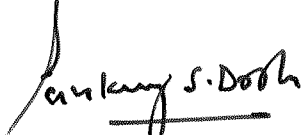
As per our report of even date  
For **Dharmesh Parikh & Co.**  
Firm Registration Number : 112054W  
Chartered Accountants

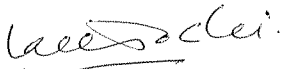
  
**Chirag Shah**  
Partner  
Membership No. 122510

Place : Ahmedabad  
Date : 24 APR 2015



For and on behalf of the board of directors of  
**Adani Hospitals Mundra Private Limited**

  
**Pankaj Doshi**  
Director  
DIN : 03600975

  
**Ketan Doshi**  
Director  
DIN : 06721223

Place : Ahmedabad  
Date : 24 APR 2015