

To,

Date: 07.09.2021

BSE Limited  
P. J. Towers, Dalal Street  
Mumbai - 400 001

Dear Sir/ Madam,

**Sub: 27<sup>th</sup> Annual Report**

**Ref: Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

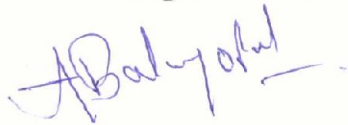
**Unit: Sangam Health Care Products Limited (Script Code: 531625)**

With reference to the subject cited, please find the enclosed 27<sup>th</sup> Annual Report of the Company pursuant to Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as sent to the shareholders for the ensuing 27<sup>th</sup> Annual General Meeting of the Company to be held on 30.09.2021.

This is for the information and records of the exchange, please.

Thanking you.

Yours faithfully,  
**For Sangam Healthcare Products Limited**



**A. Bala Gopal**  
Chairman and Managing Director  
(DIN: 01712903)



Encl. as above

**SANGAM HEALTH CARE PRODUCTS LIMITED**

**27<sup>th</sup> ANNUAL REPORT**

**2020-21**

## **CORPORATE INFORMATION**

### **BOARD OF DIRECTORS:**

Mr. D. Bhagat Reddy	-	Managing Director (DIN: 07087331)
Mr. A. Bala Gopal	-	Chairman and Managing Director (DIN: 01712903)
Mrs. Padma Ghanakota	-	Non-Executive Director (DIN: 07078176)
Mr. Rajesh Kakkera	-	Independent Director (DIN: 07931218)
Mr. M. Madhavarao	-	Independent Director (DIN: 07931672)

### **CHIEF FINANCIAL OFFICER:**

Mr. Satish Kumar Varre

### **CHIEF EXECUTIVE OFFICER:**

Mr. A. Bala Gopal

### **REGISTERED OFFICE:**

205,206, Amarchand Sharma  
Complex, S.P. Road,  
Secunderabad – 500002  
Telangana, India

### **FACTORY I:**

Survey No.182, Yellampet Village,  
Medchal Mandal, Medchal District, Telangana-501401

### **FACTORY -II:**

Survey No.189/A, Durshed Village  
Karimanagar District-505001

### **STATUTORY AUDITORS:**

M/s M.M Reddy & Co.  
Chartered Accountants  
Hyderabad.

### **SECRETARIAL AUDITOR:**

Mrs. Aakanksha,  
Practicing Company Secretary,  
Hyderabad

### **BANKERS:**

State Bank of Hyderabad

**AUDIT COMMITTEE:**

Mr. M. Madhavarao	-	Chairman
Mr. Rajesh Kakkera	-	Member
Mrs. Padma Ghanakota	-	Member

**NOMINATION & REMUNERATION COMMITTEE:**

Mr. M. Madhavarao	-	Chairman
Mr. Rajesh Kakkera	-	Member
Mrs. Padma Ghanakota	-	Member

**STAKEHOLDERS RELATIONSHIP COMMITTEE:**

Mr. M. Madhavarao	-	Chairman
Mr. Rajesh Kakkera	-	Member
Mrs. Padma Ghanakota	-	Member

**CORPORATE SOCIAL RESPONSIBILITY COMMITTEE**

Mr. M. Madhavarao	-	Chairman
Mr. Rajesh Kakkera	-	Member
Mrs. Padma Ghanakota	-	Member

**REGISTRAR & SHARE TRANSFER AGENTS:**

M/s. XL SOFTECH SYSTEMS LTD.,

3, Sagar Society, Road No.2,

Banjara Hills, Hyderabad

Phone # 040-23545913/14/15

Email: xlfield@rediffmail.com

[xlfield@gmail.com](mailto:xlfield@gmail.com)

**LISTED AT:** BSE Limited

**ISIN:** INE431E01011

**WEBSITE:** [www.sangamhealthcare.co.in](http://www.sangamhealthcare.co.in)

**INVESTOR E-MAIL ID:** [sangamlisting@gmail.com](mailto:sangamlisting@gmail.com)

**CORPORATE IDENTITY NUMBER:** L24230TG1993PLC016731

## NOTICE

Notice is hereby given that the 27<sup>th</sup> Annual General Meeting of the Shareholders of Sangam Health Care Products Limited will be held on Thursday, the 30<sup>th</sup> day of September, 2021 at 11.30 a.m. at Survey No.182, Yellampet Village, Medchal Mandal, Medchal District, Telangana-501401, to transact the following business:

### ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31<sup>st</sup> March 2021, the Statement of Profit & Loss and Cash Flow Statement for the year ended on that date together with the Notes attached thereto, along with the Reports of Auditors and Directors thereon.
2. To appoint a director in place of Mrs. Padma Ghanakota (holding DIN: 07078176), who retires by rotation and being eligible, offers herself for re-appointment.

### SPECIAL BUSINESS:

3. **APPOINTMENT OF MR. BHAGAT REDDY DUNDUMULLA AS DIRECTOR OF THE COMPANY:**

To consider and, if thought fit, to pass with or without modification(s), the following resolution as **Ordinary Resolution:**

**"RESOLVED THAT** pursuant to the provisions of Section 152 and other applicable provisions, if any, of the Companies Act, 2013 ('the Act') read with the Companies (Appointment and Qualification of Directors) Rules, 2014 ('the Rules') including any statutory modification(s) or reenactment thereof, Mr. D. Bhagat Reddy (DIN: 07087331) who was appointed by the Board of Directors as an Additional Director of the Company with effect from September 06, 2021 and who holds office up to the date of this Annual General Meeting in terms of Section 161 of the Act and Articles of Association of the Company and who is eligible for appointment as a Director, be and is hereby appointed as a Director of the Company.

**RESOLVED FURTHER THAT** the Board be and is hereby severally authorized to file necessary forms to the Registrar of Companies and to do all such acts, deeds and things that may be necessary, proper, expedient or incidental for the purpose of giving effect to the aforesaid resolution."

#### **4. APPOINTMENT OF MR. BHAGAT REDDY DUNDUMULLA AS MANAGING DIRECTOR OF THE COMPANY:**

To consider and, if thought fit, to pass with or without modification(s), the following resolution as **Special Resolution**:

**“RESOLVED THAT** pursuant to the provisions of Sections 196, 197, read with Schedule V and other applicable provisions if any, of the Companies Act, 2013 including any statutory modification(s) or re-enactment thereof for the time being in force and Articles of Association of the Company, the consent of the members of the company be and is hereby accorded to appoint Mr. Bhagat Reddy Dundumulla, (DIN: 07087331) as the Managing Director of the Company for a period of three years with effect from 06.09.2021 to 05.09.2024 and the Board of Directors be and is hereby authorized to vary or increase the remuneration, perquisites, and allowances etc., within such prescribed limits in terms of Schedule V of the Companies Act, 2013, as amended from time to time if any.”

**“RESOLVED FURTHER THAT** in the event of losses or inadequacy of profits in any financial year during his tenure the Company shall pay to Mr. Bhagat Reddy Dundumulla remuneration by way of salary and allowances as specified above as minimum remuneration and in accordance with the limits specified under the Companies Act, 2013 read with Schedule V to the Companies Act 2013, or such other limit as may be prescribed by the Government from time to time if any”.

**RESOLVED FURTHER THAT** the Board be and is hereby severally authorized to file necessary forms to the Registrar of Companies and to do all such acts, deeds and things that may be necessary, proper, expedient or incidental for the purpose of giving effect to the aforesaid resolution.”

**For and on behalf of the Board of  
Sangam Health Care Products Limited**

**Place: Secunderabad  
Date: 06.09.2021**

**Sd/-  
Bala Gopal Addepalli  
Managing Director  
(DIN: 01712903)**

## NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY.** The instrument of Proxy in order to be effective shall be deposited at the Corporate Office of the Company by not less than 48 hours before the commencement of the Meeting.

Pursuant to the provisions of Section 105 of the Companies Act, 2013, a person can act as a proxy on behalf of not more than fifty (50) members and holding in aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% of the total share capital of the Company carrying voting rights may appoint a single person as proxy, who shall not act as a proxy for any other person or shareholder. The appointment of proxy shall be in the Form No. MGT.11 annexed herewith.

2. Members holding shares in the electronic form are requested to inform any changes in address/ bank mandate directly to their respective Depository Participants.
3. Pursuant to Section 91 of the Companies Act, 2013, the Register of Members and Share Transfer Books of the Company will remain closed from 24.09.2021 to 30.09.2021 (Both days inclusive).
4. Members are requested to hand over the enclosed Attendance Slip, duly signed in accordance with their specimen signature(s) registered with the Company for admission to the meeting hall. Members who hold shares in dematerialized form are requested to bring their Client ID and DP ID Numbers for identification.
5. Corporate Members are requested to send to the Company's Registrar & Transfer Agent, a duly certified copy of the Board Resolution authorizing their representative to attend and vote at the Annual General Meeting.
6. In case of joint holders attending the Meeting, only such joint holders who are higher in the order of names will be entitled to vote.
7. The Securities and Exchange Board of India has mandated submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in demat form are, therefore, requested to submit PAN details to the Depository Participants with whom they have demat accounts. Members holding shares in physical form can submit their PAN details to the Company/Registrar and Share Transfer Agents (M/s. XL SOFTECH SYSTEMS LTD)

8. As a measure of austerity, copies of the annual report will not be distributed at the Annual General Meeting. Members are therefore, requested to bring their copies of the Annual Report to the Meeting.
9. With a view to using natural resources responsibly, we request shareholders to update their email address with their Depository Participants to enable the Company to send communications electronically.
10. Members holding shares in the same name under different ledger folios are requested to apply for consolidation of such folios and send the relevant share certificates to M/s. XL SOFTECH SYSTEMS LTD., Share Transfer Agents of the Company for their doing the needful.
11. Members are requested to send their queries at least 10 days before the date of meeting so that information can be made available at the meeting.
12. In respect of shares held in physical mode, all shareholders are requested to intimate changes, if any, in their registered address immediately to the registrar and share transfer agent of the company and correspond with them directly regarding share transfer/transmission/ transposition, Demat /Remat, change of address, issue of duplicate shares certificates, ECS and nomination facility.
13. In terms of Section 72 of the Companies Act, 2013, a member of the company may nominate a person on whom the shares held by him/her shall vest in the event of his/her death. Members desirous of availing this facility may submit nomination in prescribed Form-SH-13 to the company/ RTA in case shares are held in physical form, and to their respective depository participant, if held in electronic form.
14. The Register of Directors and Key Managerial Personnel and their Shareholding maintained under Section 170 of the Companies Act, 2013, the Register of Contracts or arrangements in which Directors are interested under Section 189 of Companies Act, 2013 will be available for inspection at the Annual General Meeting.
15. Electronic copy of the Annual Report for 2020-21 is being sent to all the members whose email IDs are registered with the Company/Depository Participants(s) for communication purposes unless any member has requested for a hard copy of the same.
16. Members may also note that the Notice of the 27<sup>th</sup> Annual General Meeting and the Annual Report for 2020-21 will also be available on the Company's website for download. The physical copies of the aforesaid documents will also be available at the Company's Registered Office for inspection during normal business hours on working days. Even after registering for e-communication, members are entitled to receive such communication in physical form, upon making a request for the same, by post free of



cost. For any communication, the shareholders may also send requests to the Company's investor email id: [sangamlisting@gmail.com](mailto:sangamlisting@gmail.com)

17. In terms of Regulation 40 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, securities of listed companies can be transferred only in dematerialized form with effect from 1st April, 2019 except in case of requests received for transmission or transposition of securities.

**18. Voting through electronic means:**

- a. In compliance with provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, and Secretarial Standard on General Meetings (SS2) issued by the Institute of Company Secretaries of India, the Company is pleased to provide members facility to exercise their right to vote on resolutions proposed to be considered at the Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e- voting") will be provided by Central Depository Services (India) Limited.
- b. The facility for voting through ballot paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot paper. The members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.
- c. The remote e-voting period commences on 27<sup>th</sup> September, 2021 (9:00 AM) to 29<sup>th</sup> September, 2021 (5:00 PM). During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 23<sup>rd</sup> September, 2021, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. Once the vote on a resolution is casted by the shareholder, the shareholder shall not be allowed to change it subsequently.
- d. A person who has acquired shares & become a member of the company after the dispatch of notice of AGM & holding shares as of cut-off date, may obtain the login ID & password by sending a request at [sangamlisting@gmail.com](mailto:sangamlisting@gmail.com). However, if the person is already registered with the CDSL for remote e-voting then the existing user ID & password can be used for casting vote.

**e. Login method for e-Voting and voting during the meeting for Individual Shareholders holding securities in demat mode.**

In terms of the SEBI circular dated December 9, 2020 on the e-Voting facility provided by listed companies and as part of increasing the efficiency of the voting process, e-Voting process has been enabled to all individual Shareholders holding securities in demat mode to vote through their demat account maintained with depositories / websites of depositories / depository participants. Shareholders are advised to update their mobile number and email ID in their demat accounts in order to access e-Voting facility. Login method for Individual Shareholders holding securities in demat mode is given below:

Type of Shareholders	Login Method
Individual Shareholders holding securities in Demat mode with <u>CDSL</u>	<p>a. Users who have opted for Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest is <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on Login icon and select New System Myeasi.</p> <p>b. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the e-Voting is in progress as per the information provided by company. On clicking the e-Voting option, the user will be able to see e-Voting page of the e-Voting service provider (“ESP”) i.e. CDSL, for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting. Additionally, there are also links provided to access the system of all ESP i.e. CDSL/NSDL, so that the user can visit the ESP website directly.</p> <p>c. If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a>. Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page or click on <a href="https://evoting.cdslindia.com/Evoting/EvotingLogin">https://evoting.cdslindia.com/Evoting/EvotingLogin</a>. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as</p>

	<p>recorded in the Demat Account. After successful authentication, user will be provided links for the respective ESP i.e. CDSL where the e-Voting is in progress.</p>
<p>Individual Shareholders holding securities in Demat mode with <u>NSDL</u></p>	<ol style="list-style-type: none"> <li>a. If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsd.com">https://eservices.nsd.com</a>.</li> <li>b. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services.</li> <li>c. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider- CDSL and you will be re-directed to the CDSL e-Voting website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>d. If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsd.com">https://eservices.nsd.com</a>. Select “Register Online for IDeAS “Portal or click at <a href="https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</a>.</li> <li>e. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsd.com/">https://www.evoting.nsd.com/</a>. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section.</li> <li>f. A new screen will open. You will have to enter your User ID (i.e. your 16 digit demat account number held with NSDL), Password/OTP and a Verification Code as shown on the screen.</li> </ol>

	<p>g. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on Company name or e-Voting service provider- CDSL and you will be redirected to e-Voting website of CDSL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p>
<p>Individual Shareholders (holding securities in Demat mode) login through their <u>Depository Participants</u></p>	<p>d. You can also login using the login credentials of your Demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility.</p> <p>e. After successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature.</p> <p>f. Click on Company name or e-Voting service provider name -CDSL and you will be redirected to e-Voting website of CDSL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p>

Important note: Members who are unable to retrieve User ID/ Password are advised to use “Forget User ID” and “Forget Password” option available at abovementioned website.

**Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL**

<b>Login type</b>	<b>Helpdesk details</b>
Individual Shareholders holding securities in Demat mode with <b>CDSL</b>	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at 022-23058738 and 22-23058542-43.
Individual Shareholders holding securities in Demat mode with <b>NSDL</b>	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at toll free no.: 1800 1020 990 and 1800 22 44 30

- f. Login method for e-Voting and voting during the meeting for Shareholders holding securities in physical mode and Shareholders other than Individual Shareholders holding securities in demat mode.
- a) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
  - b) Click on Shareholders tab/ module.
  - c) Now Enter your User ID
    - For CDSL: 16 digits beneficiary ID,
    - For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
    - Members holding shares in Physical Form should enter Folio Number registered with the Company.
  - d) Next enter the Image Verification as displayed and Click on Login.
  - e) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.
  - f) If you are a first-time user follow the steps given below:

<b>Login type</b>	<b>For Shareholders holding securities in physical mode and Shareholders other than Individual Shareholders holding securities in demat mode.</b>
PAN	Enter your 10-digit alpha-numeric “PAN” issued by Income Tax Department. Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by RTA or contact RTA.
Dividend Bank Details <b>OR</b> Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.  If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iii).

- g) After entering these details appropriately, click on “SUBMIT” tab.

- h) Shareholders holding shares in physical mode will then directly reach the Company selection screen. However, Shareholders holding shares in Demat mode will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the Demat account holders for voting for resolutions of any other Company on which they are eligible to vote, provided that Company opts for e-Voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- i) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- j) Click on the EVSN for the relevant <Company Name> on which you choose to vote.
- k) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- l) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- m) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- n) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- o) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- p) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- q) If a Demat account holder has forgotten the login password, then Enter the User ID and the image verification code and click on Forgot password and enter the details as prompted by the system.

r) **Additional Facility for Non – Individual Shareholders and Custodians –For Remote e-Voting only.**

- Non-Individual Shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves in the “Corporates” module.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
  - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
  - The list of accounts linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
  - A scanned copy of the Board Resolution and Power of Attorney (“POA”) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
  - Alternatively, Non-Individual Shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer at the email address viz; [sangamlisting@gmail.com](mailto:sangamlisting@gmail.com), if they have voted from individual tab & not uploaded same in the CDSL e-Voting system for the scrutinizer to verify the same.
19. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date (record date) of 23<sup>rd</sup> September, 2021.
20. Mrs. Aakanksha, Practicing Company Secretary, has been appointed as the Scrutinizer to scrutinize the e-voting process.
21. The Results shall be declared on or after the AGM of the Company. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website and on the website of CDSL within two (2) days of passing of the resolutions at the AGM of the Company and communicated to the BSE Limited.

22. The Ministry of Corporate Affairs (vide circular nos. 17/2011 and 18/2011 dated April 21 and April 29, 2011 respectively), has undertaken a 'Green Initiative in Corporate Governance' and allowed companies to share documents with its shareholders through an electronic mode. Members are requested to support this green initiative by registering/uploading their email addresses, in respect of shares held in dematerialized form with their respective Depository Participant and in respect of shares held in physical form with the Company's Registrar and Share Transfer Agents.

**For and on behalf of the Board of  
Sangam Health Care Products Limited**

**Place: Secunderabad  
Date: 06.09.2021**

**Sd/-  
Bala Gopal Addepalli  
Managing Director  
(DIN: 01712903)**



## **EXPLANATORY STATEMENT**

### **Pursuant to Section 102(1) of the Companies Act, 2013**

#### **ITEM NO 4:**

Based on the recommendation of the Nomination & Remuneration Committee, the Board of Directors through a Resolution passed on September 08, 2021, appointed Mr. D. Bhagat Reddy as an Additional Director of the Company with effect from September 08, 2021 and he holds office upto the date of this Annual General Meeting pursuant to the provisions of Section 161(1) of the Companies Act, 2013 ('the Act') and the Articles of Association of the Company.

Accordingly, in terms of the requirements of the provisions of Companies Act, 2013 approval of the members of the Company is required for regularization of Mr. D. Bhagat Reddy as Director of the Company.

None of the Directors and Key Managerial Personnel is concerned or interested, financial or otherwise, in the resolution. The Board recommends the resolution set forth in Item no.4 for the approval of the members.

#### **ITEM NO 5:**

Appointment of Mr. D. Bhagat Reddy (DIN: 07087331) as Managing Director of the Company

Pursuant to the provisions of Sections 196,197 and 203 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 and Rules framed thereunder, Mr. D. Bhagat Reddy who was appointed as a Managing Director of the Company in a Board Meeting held on 06.09.2021 for a period of 3 (three) consecutive years subject to approval of members in this Annual General Meeting.

As per the recommendation of the Nomination and Remuneration Committee and approval of the Board of Directors in their respective meetings and pursuant to the provisions of Sections 196, 197 read with Schedule V and any other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 and the applicable provisions of the SEBI LODR Regulations (including any statutory modification(s) or re-enactment thereof for the time being in force), the approval of the Members of the Company be and is hereby sought for appointment of Mr. D. Bhagat Reddy (DIN: 07087331) as a Managing Director of the Company for a term of 3 (three) years w.e.f. 06.09.2021 to 05.09.2024 and shall be liable to retire by rotation as provided under Section 152(6) of the Companies Act, 2013.

None of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the resolution set out at Item No. 5.

**Information in accordance with Schedule V of Companies Act, 2013**

**I. GENERAL INFORMATION:**

1	<b>Nature of Industry</b> : Medical disposables			
2	<b>Date or expected date of commencement of commercial:</b> The Company started its commercial operations in the year 1994			
3	<b>In case of new companies, expected date of commencement of business activities as per project approved by financial institutions appearing in the prospects:</b> Not Applicable			
4	Financial performance based on given indications			
	<b>Particulars</b>	<b>2020-21 (Rs. in lakhs )</b>	<b>2019-20 (Rs. in lakhs)</b>	<b>2018-19 (Rs. in lakhs )</b>
	Turnover	955.48	2182.32	2103.22
	Net profit/loss after Tax	(229.87)	405.43	(2.02)
5	Foreign investments or collaborations, if any: Not Applicable			

**II. INFORMATION ABOUT THE APPOINTEE:**

1.	<b>Background Details:</b> Aged about 37 years and earlier has a unit of manufacturing of IV Sets and Manufacturing other medical disposables. He is a Engineering graduate.
2.	<b>Past Remuneration:</b> Nil
3.	<b>Recognition or awards:</b> Not Applicable
4.	<b>Job Profile and his suitability:</b> He has Seven Years of experience in manufacturing of IV Sets and Manufacturing other medical disposables. His experience would be of help for the growth and expansion of the Company.
5.	<b>Remuneration proposed:</b> At present Mr. D. Bhagat Reddy, Managing Director is not drawing any remuneration keeping in mind the interest of the company. Whenever any remuneration is drawn it should be within the limits prescribed in the Companies Act.

6.	<p><b>Comparative remuneration profile with respect to industry, size of the company profile of the position and person (in case of expatriates the relevant details would be w.r.t. the country of his origin):</b></p> <p>At present Mr. D. Bhagat Reddy, Managing Director is not drawing any remuneration keeping in mind the interest of the company. Whenever any remuneration is drawn it should be within the limits prescribed in the Companies Act.</p>
7.	<p><b>Pecuniary relationship directly or indirectly with the Company, or relationship with the managerial personnel, if any:</b></p> <p>He holds 2,00,000 equity shares in the company. Mrs. Padama Ghanakota, Director of the Company is the spouse of Mr. Bala Gopal Addepalli.</p>

**For and on behalf of the Board of  
Sangam Health Care Products Limited**

**Place: Hyderabad  
Date: 06.09.2021**

**Sd/-  
Bala Gopal Addepalli  
Chairman & Managing Director  
(DIN: 01712903)**

## DIRECTORS' REPORT

**To the Members,**

The Directors have pleasure in presenting before you the 27<sup>th</sup> Directors' Report of the Company together with the Audited Statements of Accounts for the year ended 31<sup>st</sup> March, 2021. The Company's performance is summarized below:

### **1. FINANCIAL SUMMARY/HIGHLIGHTS/STATE OF COMPANY'S AFFAIRS:**

The performance during the period ended 31<sup>st</sup> March, 2021 has been as under:

(Rs. In Lakhs)

Particulars	Standalone	
	2020-2021	2019-2020
Total Income	955.48	2182.32
Total Expenses	1214.54	2132.28
Profit Before Exceptional and Extraordinary Items and Tax	(259.06)	50.04
Exceptional Items	--	291.54
Profit Before Tax	(259.06)	341.58
Current tax	0	0
Deferred tax	(29.19)	(63.84)
Net profit After tax	(229.87)	405.43

### **2. REVIEW OF OPERATIONS:**

During the year under review, the Company has recorded a total income of Rs. 955.48 lakhs and loss of Rs. 229.87 lakhs for the financial year ending 31.03.2021 as against the total income of Rs. 2182.33 lakhs and profit of Rs. 405.43 lakhs in the previous financial year ending 31.03.2020.

### **3. MATERIAL CHANGES AND COMMITMENTS:**

There were no material changes and commitments affecting financial position of the company between 31<sup>st</sup> March, 2021 and the date of Board's Report. (i.e.06.09.2021) except the effect of the pandemic COVID – 19 due to which the factory was inoperative upto Forty-Five days approximately.

#### **4. CHANGE IN THE NATURE OF BUSINESS, IF ANY:**

During the period under review and the date of Boards' Report there was no change in the nature of Business.

#### **5. DIVIDEND:**

Keeping the Company's revival plans in mind, your Directors have decided not to recommend dividend for the year.

#### **6. REASON FOR SUSPENSION:**

The Company is under suspension on BSE due to penal reasons. However, the company under the new management lead by Mr. Bhagat Reddy, Managing Director of the Company has been working aggressively towards revoking the company from suspension. The Board assures that all due efforts are being made to revoke the company from suspension and so shall be done soon.

In this direction, the company has received in-principle approval from BSE vide letter LIST/ COMP/SK/317/2019-20 dated 28.02.2020. The company is working towards getting the trading started on BSE within a year.

#### **7. TRANSFER TO RESERVES:**

Pursuant to provisions of Section 134 (3) (j) of the Companies Act, 2013, the company has not proposed to transfer any amount to general reserves account of the company during the year under review.

#### **8. BOARD MEETINGS:**

The Board of Directors duly met 06 (Six) times on 15.06.2020, 26.06.2020, 19.08.2020, 15.09.2020, 13.11.2020 and 13.02.2021 and in respect of which meetings, proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.

#### **9. DEPOSITS FROM PUBLIC:**

The Company has not accepted any deposits from public and as such, no amount on account of principal or interest on deposits from public was outstanding as on the date of the balance sheet.

## **10. DETAILS OF SIGNIFICANT MATERIAL ORDERS PASSED BY REGULATORS, COURTS, TRIBUNALS, IMPACTING THE GOING CONCERN BASIS OF THE COMPANY:**

There were no significant material orders passed by regulators, courts, tribunals, impacting the going concern basis of the Company except for in principle approval from BSE as mentioned earlier in the report.

## **11. CORPORATE GOVERNANCE:**

A separate section titled “Report on Corporate Governance” along with the Auditor’s Certificate on Corporate Governance as stipulated under Regulation 34 read with Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 is annexed as **Annexure I**.

## **12. VIGIL MECHANISM**

The Company believes in the conduct of the affairs of its constituents in a fair and transparent manner by adopting the highest standards of professionalism, honesty, integrity and ethical behavior. In line with the Code of Conduct, any actual or potential violation, howsoever insignificant or perceived as such, would be a matter of serious concern for the Company. The role of the employees in pointing out such violations of the Code of conduct cannot be undermined. Pursuant to Section 177(9) of the Act, a vigil mechanism was established for directors and employees to report to the management instances of unethical behavior, actual or suspected, fraud or violation of the Company’s code of conduct or ethics policy. The Vigil Mechanism provides a mechanism for employees of the Company to approach the Chief Financial Officer of the Company for redressal.

## **13. MANAGEMENT DISCUSSION AND ANALYSIS REPORT:**

Management discussion and analysis report for the year under review as stipulated under Regulation 4(3) read with Schedule V, Part B of SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015 with the stock exchange in India is presented in a separate section as **Annexure - I** forming part of the annual report.

**14. APPOINTMENT / RE-APPOINTMENT / RESIGNATION / RETIREMENT OF DIRECTORS /CEO/ CFO AND KEY MANAGERIAL PERSONNEL:**

During the period under review following were the Directors/ Key Managerial Personnel resigned/ vacated office during the financial year 2020-21 including between the financial year ended 31<sup>st</sup> March 2021 and date of Board's report (i.e 06.09.2021):

<b>S. No</b>	<b>Name of the Directors/ KMP</b>	<b>Designation</b>	<b>Date of Cessation/ Vacation</b>
1	Sharvari Swapnil Shinde	Company Secretary	17.11.2020
2	Khushwant Singh	Independent Directors	26.06.2020
3	RamuChaganti	Independent Directors	26.06.2020
4	A. Bala Gopal	Managing Director	08.09.2021

The Board also noted that the Independent Directors Mr. Khushwant Singh and Mr. Ramu Chaganti confirmed that there is no other material reason other than personal commitments.

During the period under review following were the Directors/ Key Managerial Personnel appointed/reappointed during the financial year 2020-21:

- Mrs. Padma Ghanakota, was re-appointed at the 26<sup>th</sup> Annual General Meeting held on 15.09.2020 as director who retired by rotation and being eligible offered herself for re-appointment.
- Mr. D. Bhagat Reddy is appointed as Managing Director for a period of three years with effect from 06.09.2021 with the approval of members in this Annual General meeting.
- Mr. A. Bala Gopal was appointed as Chief Executive Officer of the company w.ef 06.09.2021.

As required under regulation 36 (3) of the SEBI (LODR), Regulations, 2015, brief particulars of the Directors seeking appointment/re-appointment are given as under: -

<b>Name of the Director</b>	Mrs. Padma Ghanakota	Mr. D. Bhagat Reddy
<b>Date of Birth</b>	17.08.1964	20.01.1984
<b>Date of Appointment</b>	25.03.2015	06.09.2021
<b>Expertise in specific functional areas</b>	She has 10 years of experience in manufacturing IV sets and manufacturing pouches. She is handling operations of manufacture of IV sets at her Jeedimatla unit, Hyderabad.	He has 7 years experience in manufacturing IV sets and Manufacturing other medical disposables.

<b>Qualifications</b>	Commerce Graduate	Engineering Graduate
<b>Names of the Listed entities in which the person is holding Directorships or Board Committee Memberships</b>	--	---
<b>Inter se relationship among Directors</b>	Wife of Mr. Bala Gopal Addepally	--
<b>Disclosure of Shareholding</b>	20,00,000	2,00,000

## **15. FORMAL ANNUAL EVALUATION / BOARD EVALUATION:**

The Board of Directors has carried out an annual evaluation of its own performance, board Committees, and individual directors pursuant to the provisions of the Act and SEBI Listing Regulations.

The performance of the board was evaluated by the board after seeking inputs from all the directors on the basis of criteria such as the board composition and structure, effectiveness of board processes, information and functioning, etc.

The performance of the committees was evaluated by the board after seeking inputs from the committee members on the basis of criteria such as the composition of committees, effectiveness of committee meetings, etc.

The above criteria are based on the Guidance Note on Board Evaluation issued by the Securities and Exchange Board of India on January 5, 2017.

In a separate meeting of independent directors, performance of non-independent directors, the board as a whole and the Chairman of the Company was evaluated, taking into account the views of executive directors and non-executive directors.

The Board and the Nomination and Remuneration Committee reviewed the performance of individual directors on the basis of criteria such as the contribution of the individual director to the board and committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc.

In the board meeting that followed the meeting of the independent directors and meeting of Nomination and Remuneration Committee, the performance of the board, its committees, and individual directors was also discussed.

Performance evaluation of independent directors was done by the entire board, excluding the independent director being evaluated.



## **16. EXTRACT OF ANNUAL RETURN:**

As required pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, an annual return is uploaded on website of the company i.e <http://www.sangamhealthcare.co.in/>

## **17. AUTHORISED AND PAID UP CAPITAL OF THE COMPANY:**

The authorized capital of the Company stands at Rs. 15,00,00,000/- divided into 1,50,00,000 equity shares of Rs. 10/- each. The Subscribed, Issued and Paid-up capital of the Company stands at Rs. 14,86,07,000/- divided into 1,48,60,700 equity shares of Rs. 10/- each.

## **18. DECLARATION FROM INDEPENDENT DIRECTORS ON ANNUAL BASIS:**

The Company has received declarations from Mr. Rajesh Kakker and Mr. Madhavarao Mandalapu, Independent directors of the company to the effect that they are meeting the criteria of independence as provided in Sub-section (7) of Section 149 of the Companies Act, 2013 and Regulation 25 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

## **19. DIRECTOR'S RESPONSIBILITY STATEMENT:**

In pursuance of section 134 (5) of the Companies Act, 2013, the Directors hereby confirm that:

- a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- c) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) The Directors had prepared the annual accounts on a going concern basis;
- e) The Directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively and

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

**20. INFORMATION ABOUT THE FINANCIAL PERFORMANCE / FINANCIAL POSITION OF THE SUBSIDIARIES / ASSOCIATES:**

The company does not have any subsidiaries/Associate companies.

**21. DETAILS IN REPECT OF FRAUDS REPORTED BY AUDITORS UNDER SUBSECTION (12) OF SECTION 143 OTHER THAN THOSE WHICH ARE REPORTABLE TO CENTRAL GOVERNMENT.**

There were no frauds reported by the auditors as per section 143 (12).

**22. STATUTORY AUDITORS:**

The Board has appointed M/s. M.M Reddy & Co as a statutory Auditor of the company to hold office from the conclusion of this 26<sup>th</sup> Annual General meeting till the conclusion of 31<sup>st</sup> Annual General Meeting subject to approval.

**23. DISCLOSURE OF ACCOUNTING TREATMENT:**

The Company has complied with the appropriate accounting policies and has ensured that they have been applied consistently. There have been no deviations from the Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with relevant rules.

**24. SECRETARIAL AUDIT:**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company had appointed Mrs. Aakanksha, Practicing Company Secretary, to undertake the Secretarial Audit of the Company. The Report of the Secretarial Audit carried out for FY 2020-21 is annexed as **Annexure - II**.

**25. AUDIT REPORTS:**

**(a) Statutory Auditors Report:**

The Board has duly reviewed the Statutory Auditor's Report on the Accounts for the year ended March 31, 2021 and has noted the same and the details for qualifications/observation are discussed in detail in Audit Report attached to it.

**(b) Secretarial Audit Report:**

The Board has duly reviewed the Secretarial Audit Report on the Compliances according to the provisions of section 204 of the Companies Act 2013 and the qualifications/ observations and management response discussed in detail below:

<b>S.no</b>	<b>Observation</b>	<b>Management Reply</b>
1	Non-appointment of company secretary as per reg. 6 of SEBI (LODR) Regulations, 2015 and Section 203 of Companies Act, 2013	The management is looking for a suitable incumbent for a position of company secretary
2	Disclosures on website as per reg 46 of SEBI (LODR) Regulations, 2015 and Scrutinizer report as per section 108 of Companies Act, 2013	The management assured the website of the company will be updated as per the regulations.
3	Newspaper Publication for Notice of Board Meetings	The Management assured further that the notice of Board Meetings will be published in newspapers as per the requirement
4	Non-Submission of financial results under reg 33 of SEBI (LODR) Regulations, 2015	The Board assured that the results will be submitted to exchange on time and there will not be delay for the same in future.

**26. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE OUTGO:**

The required information as per Sec.134 of the Companies Act 2013 is provided hereunder:

**A. Conservation of Energy:**

**CONSUMPTION PER UNIT OF PRODUCTION**

Product

Medical Disposables (qty in Lakhs)	:	134.68
Electricity (kwh) per Lakh Nos	:	5272.33
Furnace Oil (Ltrs)	:	NIL
Coal	:	NIL
Others	:	NIL

**B. Technology Absorption: NIL**

- the efforts made towards technology absorption;
- the benefits derived like product improvement, cost reduction, product development or import substitution
- in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-
  - (a) the details of technology imported;
  - (b) the year of import;
  - (c) whether the technology been fully absorbed;
  - (d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and
  - (e) the expenditure incurred on Research and Development.

**C. Foreign Exchange Earnings and Out Go: NIL****27. CORPORATE SOCIAL RESPONSIBILITY POLICY:**

During the financial year, the Company does not have net worth of Rs. 500 Crore or more or turnover of Rs. 1000 Crore or more or a net profit of Rs. 5.00 Crore or more during the financial year, as per section 135 of the Companies Act, 2013. However, based on the turnover for the F.Y 2020-21, the provisions of CSR were not applicable to the company.

The Corporate Social Responsibility Committee, formed under Section 135 of the Companies Act, 2013, reconstituted in the Board Meeting held on 26.06.2020 due to resignation of Mr. Khushwant Singh. The composition of CSR is as follows:

<b>S. No</b>	<b>Name of the Members</b>	<b>Designation</b>
<b>1</b>	M. Madhavarao	Chairman
<b>2</b>	Rajesh Kakkera	Member
<b>3</b>	Padma Ghanakota	Member

**28. SECRETARIAL STANDARDS:**

The company is in compliance with Secretarial Standards issued by The Institute of Company Secretaries of India on Meetings of the Board of Directors and General Meetings.

## **29. INSURANCE:**

The properties and assets of Company are adequately insured.

## **30. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:**

The company has not given loans, Guarantees or made any investments attracting the provisions of Section 186 of the Companies Act, 2013 during the financial year under review.

## **31. DISCLOSURE OF INTERNAL FINANCIAL CONTROLS:**

Your Company has well laid out policies on financial reporting, asset management, adherence to Management policies and also on promoting compliance of ethical and well-defined standards. The Company follows an exhaustive budgetary control and standard costing system. Moreover, the management team regularly meets to monitor goals and results and scrutinizes reasons for deviations in order to take necessary corrective steps. The Audit Committee which meets at regular intervals also reviews the internal control systems with the Management and the internal auditors.

The internal audit is conducted at the Company and covers all key areas. All audit observations and follow up actions are discussed with the Management as also the Statutory Auditors and the Audit Committee reviews them regularly.

## **32. RISK MANAGEMENT POLICY:**

Your Company follows a comprehensive system of Risk Management. Your Company has adopted a procedure for assessment and minimization of probable risks. It ensures that all the risks are timely defined and mitigated in accordance with the well-structured risk management process.

## **33. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES:**

The Policy on materiality of related party transactions and dealing with related party transactions as approved by the Board may be accessed on the Company's website at [www.sangamhealthcare.co.in](http://www.sangamhealthcare.co.in).

Your directors draw attention of the members to Notes to Accounts attached to the financial statement which sets out related party disclosures.

**34. DISCLOSURE ABOUT COST AUDIT:**

Cost Audit is not applicable for the financial year 2020-21.

**35. INDUSTRY BASED DISCLOSURES AS MANDATED BY THE RESPECTIVE LAWS GOVERNING THE COMPANY:**

The Company is not a NBFC, Housing Companies etc., and hence Industry based disclosures is not required.

**36. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:**

The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal) Act, 2013. Internal Complaint Committee (ICC) has been set up to redress complaints received regarding sexual harassment. The composition of committee is as follows:

<b>Name</b>	<b>Designation</b>
U.Subrahmanyam	Presiding Officer
S. V. Bhavani	Member
Anuradha	Member
Dasaripallajoji	External Member

All employees are covered under this policy. During the year 2020-21, there were no complaints received by the Committee.

**37. DELISTING OF EQUITY SHARES FROM BSE:**

The company is suspended from trading on BSE but continues to be listed. The company was not delisted from the exchange during the FY 2020-21.

**38. NON-EXECUTIVE DIRECTORS' COMPENSATION AND DISCLOSURES:**

None of the Independent / Non-Executive Directors has any pecuniary relationship or transactions with the Company which in the Judgment of the Board may affect the independence of the Directors.

**39. INVESTOR EDUCATION AND PROTECTION FUND (IEPF):**

During the year under review, the Company does not have any unclaimed Dividends to be transferred to investors education and protection funds.

**40. NAMES OF THE COMPANIES WHICH HAVE BECOME OR CEASED TO BE ITS SUBSIDIARIES, JOINT VENTURES OR ASSOCIATE COMPANIES DURING THE YEAR:**

During the year under review no Company has become or ceased to become its subsidiaries, joint ventures or associate Company.

**41. CREDIT & GUARANTEE FACILITIES:**

No Working capital and Cash credits in any banks.

**42. STATEMENT SHOWING THE NAMES OF THE TOP TEN EMPLOYEES IN TERMS OF REMUNERATION DRAWN AND THE NAME OF EVERY EMPLOYEE AS PER RULE 5(2) & (3) OF THE COMPANIES (APPOINTMENT & REMUNERATION) RULES, 2014:**

A table containing the particulars in accordance with the provisions of Section 197(12) of the Act, read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as **Annexure IV(B)**.

During the year none of the employees is drawing a remuneration of Rs.1,02,00,000/- and above per annum or Rs.8,50,000/- and above in aggregate per month, the limits specified under the Section 197(12) of the Companies Act,2013 read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

**43. RATIO OF REMUNERATION TO EACH DIRECTOR:**

Under section 197(12) of the Companies Act, 2013, and Rule 5(1) (2) & (3) of the Companies (Appointment & Remuneration) Rules, 2014 read with Schedule V of the Companies Act, 2013 as **Annexure IV(A)**.

The Board of Directors has not withdrawn Salary during the financial year 2020-21, Hence the ratio of remuneration is Nil for each director.

#### **44. ACKNOWLEDGEMENT:**

Your Directors place on record their appreciation for the overwhelming co-operation and assistance received from the investors, customers, business associates, bankers, vendors, as well as regulatory and governmental authorities. Your Directors also thanks the employees at all levels, who through their dedication, co-operation, support and smart work have enabled the company to achieve a moderate growth and is determined to poise a rapid and remarkable growth in the year to come.

**For and on behalf of the Board of  
Sangam Health Care Products Limited**

<b>Place: Secunderabad</b>	<b>Sd/-</b>	<b>Sd/-</b>
<b>Date: 06.09.2021</b>	<b>Bala Gopal Addepalli</b>	<b>Padma Ghanakota</b>
	<b>Chairman &amp; Managing Director</b>	<b>Director</b>
	<b>(DIN: 01712903)</b>	<b>(DIN:07078176)</b>



## ANNEXURE – I

### CORPORATE GOVERNANCE REPORT

In accordance with Regulation 34 (3) read with Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the report containing the details of Corporate Governance systems and processes at Sangam Health Care Products Limited as follows:

#### **1. COMPANY’S PHILOSOPHY ON CODE OF GOVERNANCE:**

The Company’s philosophy on Corporate Governance is backed by Principles of Concern, Commitment, Ethics, Excellence and Learning in all its acts and relationships with Stakeholders, Clients, Associates and Community at large. This philosophy revolves around fair and transparent governance and disclosure practices in line with the principles of Good Corporate Governance. The Corporate Governance Structure in the Company assigns responsibilities and entrusts authority among different participants in the organization viz. the Board of Directors, the Senior Management, Employees, etc. The Company believes that good Corporate Governance is a continuous process and strives to improve the Corporate Governance practices to meet shareholder’s expectations.

#### **2. BOARD DIVERSITY:**

The Company recognizes and embraces the importance of a diverse board in its success. We believe that a truly diverse board will leverage differences in thought, perspective, knowledge, skill, regional and industry experience, cultural and geographical background, age, ethnicity, race and gender, which will help us, retain our competitive advantage. The Board has adopted the Board Diversity Policy which sets out the approach to diversity of the Board of Directors.

#### **3. CODE OF CONDUCT FOR THE PREVENTION OF INSIDER TRADING:**

The Board of Directors has adopted the Insider Trading Policy in accordance with the requirements of the SEBI (Prohibition of Insider Trading) Regulation, 2015. The insider trading Policy of the Company lays down guidelines and procedures to be followed, and disclosures to be made while dealing with shares of the Company. The policy has been formulated to regulate, monitor and ensure reporting of deals by employees and to maintain the highest ethical standards of dealing in Company securities.

The Insider Trading Policy of the Company covering code of practices and procedures for fair disclosure of unpublished price sensitive information and code of conduct for the prevention of insider trading, is available on our website [www.sangamhealthcare.co.in](http://www.sangamhealthcare.co.in).

#### 4. COMPOSITION OF THE BOARD:

The composition of the Board of Directors of the company is an appropriate combination of executive and non-executive Directors with right element of independence. As on date of this report, the Board comprised of four Directors, two promoter Directors including one woman Director. In addition, there are two independent Directors on the Board. The non-executive Directors are appointed or re-appointed based on the recommendation of the Nomination & Remuneration Committee which considers their overall experience, expertise and industry knowledge.

#### 5. ATTENDANCE AND DIRECTORSHIPS HELD:

As mandated by the SEBI (LODR) Regulations, 2015, none of the Directors are members of more than ten Board-level committees nor are they chairman of more than five committees in which they are members. Further all the Directors have confirmed that they do not serve as an independent director in more than seven listed companies or where they are whole-time directors in any listed company, then they do not serve as independent director in more than three listed companies.

The names and categories of the Directors on the Board, their attendance at Board meeting during the year and at last Annual General Meeting, as also the number of Directorships and Committee memberships held by them in other companies are shown in **Table 1**.

Table 1								
Name of Director	Relationship with another Director	Category	No. of Meetings Held	No. of Meetings Attended	Whether Attended Last AGM	No. of Outside Directorship of Public Companies	No. of Committee Memberships	No. of Committee Chairmanships
A. BalaGopal*	Spouse of G. Padma	P & ED	06	06	Yes	--	--	--
Padma Ghanakota	Spouse of A. Bala Gopal	NID & NED	06	06	Yes	--	--	--
Rajesh Kakkera	None	ID & NED	06	06	Yes	--	--	--
M. Madhavara o	None	ID & NED	06	06	Yes	--	--	--
Mr. D. Bhagat Reddy**	None	Additional Director	06	--	--	--	--	--

\*Resigned w.e.f 08.09.2021

\*\*Appointed w.e.f 06.09.2021

**P** – Promoter, **ID**- Independent, **NID**- Non-Independent Director, **ED**- Executive Director, **NED**- Non- Executive Director

The name of other listed entities where directors of the company are directors and the category of directorship are shown in **Table 2**.

Table 2		
Name of Director	Name of listed entities in which the concerned Director is a Director	Category of Directorship
A. BalaGopal	--	--
Padma Ghanakota	--	--
M. Madhavarao	--	--
A. BalaGopal*	--	--
Mr. D. Bhagat Reddy**	--	--

\*Resigned w.e.f 08.09.2021

\*\*Appointed w.e.f 06.09.2021

### Details of Skills/Expertise/Competence matrix of the Board of Directors:

Skills Description	A. Bala Gopal	Padma Ghanakota	Rajesh Kakkera	M. Madhavarao
<b>Leadership</b> Innate leadership skills including the ability to represent the organization and set appropriate Board and organization culture. Demonstrated strengths in talent development, succession planning and bringing change and long term future growth.	Yes	Yes	Yes	Yes
<b>Strategic Planning and Analysis</b> Ability to critically identify and assess strategic opportunities and threats and develop effective strategies in the context of long-term objectives and the organizations' relevant policies and priorities.	Yes	Yes	Yes	Yes
<b>Technology</b> Reasonable knowledge and experience in technology with an ability to foresee technological trends and changes, apply new technology and bring about innovations in business strategies.	Yes	Yes	Yes	Yes
<b>Governance</b> Understanding of the various governance and compliance requirements under various applicable laws, supporting a strong Board base and management accountability, transparency, and protection of shareholder interests.	Yes	Yes	Yes	Yes
<b>Financial</b> Wide ranging knowledge and financial skills, oversight for risk management and internal controls and proficiency in financial management and financial reporting processes.	Yes	Yes	Yes	Yes
<b>Diversity</b> An appropriate mix of varied cultures, ethnicity, geography, gender, age, philosophies, life experiences and other diversity perspectives that expand the Board's understanding of the needs of diverse stakeholders and a better ability to respond to changes.	Yes	Yes	Yes	Yes
<b>Marketing and Communications</b> Ability to analyze the market and technological impacts, developing strategies for brand awareness and brand building and enhancing market share.	Yes	Yes	Yes	Yes

## **6. FAMILIARIZATION PROGRAM FOR INDEPENDENT DIRECTORS:**

The Board members are provided with necessary documents, reports, internal policies and site visits to enable them to familiarize with the Company's operations, its procedures and practices. Periodic presentations are made at the Board and Board Committee Meetings, on business and performance updates of the Company business, strategy and risks involved.

Detailed presentations on the Company's business segments were made at the meetings of the Directors held during the year. Details of the same are available on [www.sangamhealthcare.co.in](http://www.sangamhealthcare.co.in).

## **7. COMMITTEES OF THE BOARD:**

The Company has four Board-level Committees - Audit Committee, Stakeholder Relationship Committee, Nomination & Remuneration Committee and Corporate Social Responsibility Committee.

All decisions pertaining to the constitution of Committees, appointment of members and fixing of terms of service for Committee members are taken by the Board of Directors. Details on the role and composition of these Committees, including the number of meetings held during the financial year and the related attendance are provided in this report.

## **8. AUDIT COMMITTEE:**

**A. BRIEF DESCRIPTION OF TERMS OF REFERENCE:** - A qualified and independent Audit Committee has been set up by the Board in compliance with the requirements of Regulation 18 of the Listing Regulations and Section 177 of the Act. The role of the Audit Committee is as under:

- i.** Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- ii.** Recommending the appointment and removal of External Auditors, fixation of audit fee and approval for payment for any other services;
- iii.** Reviewing the utilization of loans and/ or advances from/investment by the holding company in the subsidiary exceeding Rs. 100 Crores or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments existing as on the date of coming into force of this provision.

**iv.** Review with the management and statutory auditors of the annual financial statements before submission to the Board with particular reference to:

- (a)** Matters required to be included in the directors' responsibility statement to be included in the board's report in terms of clause (c) of sub-section (3) of Section 134 of the Act;
- (b)** Changes, if any, in accounting policies and practices and reasons for the same;
- (c)** Major accounting entries involving estimates based on the exercise of judgment by management;
- (d)** Significant adjustments made in the financial statements arising out of audit findings;
- (e)** Compliance with listing and other legal requirements relating to financial statements;
- (f)** Disclosure of any related party transactions;
- (g)** Modified opinion(s) in the draft audit report;

**v.** Review of the quarterly and half yearly financial results with the management before submission to the board for approval;

**vi.** Review and monitor statutory auditor's independence and performance and effectiveness of audit process;

**vii.** Approval or any subsequent modification of transactions with related parties;

**viii.** Scrutiny of inter-corporate loans and investments;

**ix.** Review of valuation of undertakings or assets of the company wherever it is necessary;

**x.** Evaluation of internal financial controls and risk management systems;

**xi.** Review with the management, statutory auditors and the internal auditors about the nature and scope of audits and of the adequacy of internal control systems;

**xii.** Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure, coverage and frequency of internal audit;

**xiii.** Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;

**xiv.** Consideration of the reports of the internal auditors and discussion about their findings with the management and suggesting corrective actions wherever necessary;

**xv.** Look into the reasons for any substantial defaults in payment to the depositors, debenture-holders, shareholders (in case of non-payment of declared dividend) and creditors, if any;

**xvi.** Review the functioning of the whistle blower mechanism;

**xvii.** Review and monitor the end use of funds raised through public offers and related matters;

**xviii.** Approval of appointment of Chief Financial Officer after assessing the qualifications, experience and background, etc. of the candidate

**xix.** Review of the following information:

- (a) Management discussion and analysis of financial condition and results of operations;
- (b) Statement of significant related party transactions (as defined by the audit committee), submitted by management;
- (c) Management letters / letters of internal control weaknesses issued by the statutory auditors;
- (d) Internal audit reports relating to internal control weaknesses;
- (e) The appointment, removal and terms of remuneration of the Chief Internal Auditor;
- (f) Statement of deviations:

- Quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1) of the Listing Regulations.
- Annual statement of funds utilized for purposes other than those stated in the offer document/prospectus in terms of Regulation 32(7) of the Listing Regulations, if applicable.

**xx.** Carrying out any other function as may be referred to the Committee by the Board.

**xxi.** Authority to review / investigate into any matter covered by Section 177 of the Companies Act, 2013 and matters specified in Part C of Schedule II of the Listing Regulations.

## **B. COMPOSITION, MEETINGS & ATTENDANCE:**

There were four (5) Audit Committee Meetings held during the year on, 15.06.2020, 26.06.2020, 15.09.2020, 13.11.2020 and 13.02.2021.

<b>Name</b>	<b>Designation</b>	<b>Category</b>	<b>No of Meetings held</b>	<b>No of Meetings attended</b>
Mr. M. Madhavarao	Chairman	NED(I)	5	5
Mr. Rajesh kakkera	Member	NED(I)	5	5
Mrs. Padma Ghanakota	Member	NED (NI)	5	5

**NED (I)** : Non Executive Independent Director

**ED** : Executive Director

## 9. NOMINATION AND REMUNERATION COMMITTEE:

### A. BRIEF DESCRIPTION OF TERMS OF REFERENCE:

The Nomination and Remuneration Committee set up by the Board is responsible for:

- i. formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration for the directors, key managerial personnel and other employees.
- ii. formulation of the criteria for evaluation of performance of independent directors and the board of directors.
- iii. devising a policy on diversity of board of directors.
- iv. identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board of Directors their appointment and removal.
- v. whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of Independent Directors.
- vi. recommending to the Board, remuneration, payable to senior management.
- vii. such other matters as may be specified by the Board from time to time.

### B. COMPOSITION OF THE COMMITTEE, MEETINGS AND ATTENDANCE DURING THE YEAR:

There was one Nomination and Remuneration Committee Meetings held during the financial year.

Name	Designation	Category	No of Meetings held	No of Meetings attended
Mr. M. Madhavarao	Chairman	NED(I)	1	1
Mr. Rajesh kakkera	Member	NED(I)	1	1
Mrs. Padma Ghanakota	Member	NED (NI)	1	1

**NED (I)** :Non Executive Independent Director

**NED (NI)** : Non Executive Non- Independent Director

## **PERFORMANCE EVALUATION CRITERIA FOR INDEPENDENT DIRECTORS:**

The performance evaluation criteria for Independent Directors are already mentioned under the head “Formal Annual Evaluation/Board Evaluation” in Directors’ Report.

## **POLICY FOR SELECTION OF DIRECTORS AND DETERMINING DIRECTORS’ INDEPENDENCE**

### **Scope:**

This policy sets out the guiding principles for the Nomination & Remuneration Committee for identifying persons who are qualified to become Directors and to determine the independence of Directors, in case of their appointment as independent Directors of the Company.

### **Terms and References:**

2.1 “**Director**” means a director appointed to the Board of a Company.

2.2 “**Nomination and Remuneration Committee**” means the committee constituted in accordance with the provisions of Section 178 of the Companies Act, 2013 and Reg. 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

2.3 “**Independent Director**” means a director referred to in sub-section (6) of Section 149 of the Companies Act, 2013 and Regulation 16(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

### **Policy:**

1. The Nomination and Remuneration Committee, and the Board, shall review on annual basis, appropriate skills, knowledge and experience required of the Board as a whole and its individual members. The objective is to have a board with diverse background and experience that are relevant for the Company’s operations.
2. In evaluating the suitability of individual Board member, the NR Committee may take into account factors, such as:
  - General understanding of the company’s business dynamics, global business and social perspective;
  - Educational and professional background
  - Standing in the profession;
  - Personal and professional ethics, integrity and values;



- Willingness to devote sufficient time and energy in carrying out their duties and responsibilities effectively.

2.1 The proposed appointee shall also fulfil the following requirements:

- shall possess a Director Identification Number;
- shall not be disqualified under the companies Act, 2013;
- shall endeavour to attend all Board Meeting and Wherever he is appointed as a Committee Member, the Committee Meeting;
- shall abide by the code of Conduct established by the company for Directors and senior Management personnel;
- shall disclose his concern or interest in any company or companies or bodies corporate, firms, or other association of individuals including his shareholding at the first meeting of the Board in every financial year and thereafter whenever there is a change in the disclosures already made;
- Such other requirements as may be prescribed, from time to time, under the companies Act, 2013, SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 and other relevant laws.

### 3. Criteria of independence

3.1 The Nomination & Remuneration Committee shall assess the independence of Directors at time of appointment/ re-appointment and the Board shall assess the same annually. The Board shall re-assess determinations of independence when any new interest or relationships are disclosed by a Director.

3.2 The criteria of independence shall be in accordance with guidelines as laid down in companies Act, 2013 and Regulation 16(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

3.3 The independent Director shall abide by the “code for independent Directors “as specified in Schedule IV to the companies Act, 2013.

### 4. Other directorships/ committee memberships

4.1 The Board members are expected to have adequate time and expertise and experience to contribute to effective Board performance. Accordingly, members should voluntarily limit their directorships in other listed public limited companies in such a way that it does not interfere with their role as director of the company. The NR Committee shall take into account the nature of and the time involved in a director’s service on other Boards, in evaluating the suitability of the individual Director and making its recommendations to the Board.

4.2 A Director shall not serve as director in more than 20 companies of which not more than 10 shall be public limited companies.

4.3 A Director shall not serve as an independent Director in more than 7 listed companies and not more than 3 listed companies in case he is serving as a whole-time Director in any listed company.

4.4 A Director shall not be a member in more than 10 committees or act as chairman of more than 5 committee across all companies in which he holds directorships.

For the purpose of considering the limit of the committee, Audit committee and stakeholder's relationship committee of all public limited companies, whether listed or not, shall be included and all other companies including private limited companies, foreign companies and companies under section 8 of the companies Act, 2013 shall be excluded

## **10. STAKEHOLDERS' RELATIONSHIP COMMITTEE:**

### **A. BRIEF DESCRIPTION OF TERMS OF REFERENCE:**

The Committee's role includes:

(i) Resolving the grievances of the security holders of the Company including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings etc;

(ii) Review of measures taken for effective exercise of voting rights by shareholders;

(iii) Review of adherence to the service standards adopted by the Company in respect of various services being rendered by the Registrar & Share Transfer Agent;

(iv) Review of the various measures and initiatives taken by the Company for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the company;

(v) Such other matter as may be specified by the Board from time to time.

### **B. COMPOSITION OF THE COMMITTEE, MEETINGS AND ATTENDANCE DURING THE YEAR:**

There were three (4) Stakeholders' relationship Committee Meetings held during the year on 26.06.2020, 15.09.2020, 13.11.2020 and 13.02.2021.

Name	Designation	Category	No of Meetings held	No of Meetings attended
Mr. M. Madhavarao	Chairperson	NED(I)	4	4
Mr. Rajesh kakkera	Member	NED(I)	4	4
Mrs. Padma Ghanakota	Member	NED (NI)	4	4

**NED (I)** : Non Executive Independent Director

**NED (NI)** : Non Executive Non- Independent Director

### **C. DETAILS OF COMPLAINTS/REQUESTS RECEIVED, RESOLVED AND PENDING DURING THE YEAR 2020-21:**

Opening balance	Received during the year	Resolved during the year	Closing balance
0	0	0	0

### **D. NAME AND DESIGNATION OF COMPLIANCE OFFICER:**

Mrs. Sharvari Swapnil Shinde, company secretary and compliance officer of the company, resigned from the position w.e.f 17.11.2020.

- 11. PECUNIARY RELATIONSHIP OR TRANSACTIONS OF THE NON-EXECUTIVE DIRECTORS VIS-À-VIS THE LISTED COMPANY:** None of the Non-Executive Directors except Mrs. Padma Ghanakota had any pecuniary relationship or transaction with the company as she is a non-executive director and promoter of the company.

### **A. CRITERIA FOR MAKING PAYMENTS TO NON-EXECUTIVE DIRECTORS:**

#### **Policy:**

#### **1. Remuneration to Executive Director and key managerial personnel**

1.1 The Board on the recommendation of the Nomination and Remuneration (NR) committee shall review and approve the remuneration payable to the Executive Director of the company within the overall limit approved by the shareholders.

1.2 The Board on the recommendation of the NR committee shall also review and approve the remuneration payable to the key managerial personnel of the company.

1.3 The remuneration structure to the Executive Director and key managerial personnel shall include the following components:

- (i) Basic pay
- (ii) Perquisites and Allowances
- (iii) Stock Options
- (iv) Commission (Applicable in case of Executive Directors)
- (v) Retrial benefits

1.4 The Annual plan and Objectives for Executive committee shall be reviewed by the NR committee and Annual performance Bonus will be approved by the committee based on the achievement against the Annual plan and Objectives.

## **2. Remuneration to Non – Executive Directors**

2.1 The Board, on the recommendation of the NR Committee, shall review and approve the remuneration payable to the Non – Executive Directors of the Company within the overall limits approved by the shareholders.

2.2 Non – Executive Directors shall be entitled to sitting fees attending the meetings of the Board and the Committees thereof. The Non- Executive Directors shall also be entitled to profit related commission in addition to the sitting fees.

## **3. Remuneration to other employees**

3.1. Employees shall be assigned grades according to their qualifications and work experience, competencies as well as their roles and responsibilities in the organization. Individual remuneration shall be determined within the appropriate grade and shall be based on various factors such as job profile skill sets, seniority, experience and prevailing remuneration levels for equivalent jobs.

## **B. REMUNERATION TO DIRECTORS PAID DURING THE FINANCIAL YEAR 2020-21 AND OTHER DISCLOSURES:**

<b>Name of the Director</b>	<b>Salary (Rs)</b>	<b>Sitting Fees (Rs)</b>	<b>Number of shares held</b>	<b>Service Contracts</b>	<b>Stock Option Details</b>	<b>Fixed Component</b>	<b>Performance Based Incentive</b>
A. BalaGopal	--	--	3,001,000	--	--	--	--
Padma Ghanakota	--	--	20,00,000	--	--	--	--
Rajesh Kakker	--	--	--	--	--	--	--
M. Madhavarao	--	--	--	--	--	--	--

## **12. INDEPENDENT DIRECTORS' MEETING:**

As per clause 7 of the schedule IV of the Companies Act (Code for Independent Directors), a separate meeting of the Independent Directors of the Company (without the attendance of Non-Independent directors) was held on 13.02.2021, to discuss:

1. Evaluation of the performance of Non-Independent Directors and the Board of Directors as whole;
2. Evaluation of the quality, content and timelines of flow of information between the management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

As required under Regulation 34(3) read with Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the company regularly familiarizes Independent Directors with the Company, their roles, rights, responsibilities in the company, nature of the industry in which the company operates, business model of the company etc. The detail of the familiarization program is given at company's website ([www.sangamhealthcare.co.in](http://www.sangamhealthcare.co.in)).

### **13. DETAILS ON GENERAL BODY MEETINGS:**

#### **A. LOCATION, DATE AND TIME OF LAST THREE AGMS AND SPECIAL/ORDINARY RESOLUTIONS THERE AT AS UNDER:**

Financial Year	Date	Time	Location	Special Resolution
2019-2020	15.09.2020	02.00 PM	Through Video Conference and Other Audio Visual Means	No
2018-2019	30.09.2019	2.00 PM	205,206, Amarchand Sharma Complex, S.P. Road, Secunderabad – 500002, Telangana	Yes
2017-2018	29.09.2018	2.00 PM	205,206, Amarchand Sharma Complex, S.P. Road, Secunderabad – 500002, Telangana	Yes

#### **B. PASSING OF RESOLUTIONS BY POSTAL BALLOT**

There were no resolutions passed by the Company through Postal Ballot during the financial year 2020-21.

### **14. MEANS OF COMMUNICATION**

The Company regularly intimates its financial results, audited/limited reviewed, to the Stock Exchanges, as soon as the same are taken on record/approved. These results are not distributed/ sent individually to the shareholders.

In terms of the requirements of SEBI (Listing Obligations & Disclosures Requirements), the un-audited financial results as well as audited financial results, shareholding pattern of the Company and Corporate Governance Report are electronically submitted, unless there are technical difficulties and are displayed through Corporate.

Filing and Dissemination System viz., on [www.listing.bseindia.com](http://www.listing.bseindia.com). The un-audited financial results as well as audited financial results, shareholding pattern of the Company and Report on Corporate Governance are displayed on [www.bseindia.com](http://www.bseindia.com).

All important information and official press releases are displayed on the website for the benefit of the public at large. Analysts 'Reports/ Research Report, if any, are also uploaded on the website of the Company. The Company's website can be accessed at [www.sangamhealthcare.co.in](http://www.sangamhealthcare.co.in).

## **15. GENERAL SHAREHOLDER INFORMATION:**

### **A. ANNUAL GENERAL MEETING:**

The 27<sup>th</sup> Annual General Meeting of the Company will be held as per the following schedule:

<b>Day</b>	<b>Monday</b>
Date	30.09.2021
Time	11.30 A.M.
Venue	At Factory, Survey No.182, Yellampet villiage, Medchal Mandal, Medchal-Malkajgiri District.

### **B. VENUE: FINANCIAL YEAR AND FINANCIAL YEAR CALENDAR 2021-22 (TENTATIVE SCHEDULE):**

The financial calendar (tentative) shall be as under:

<b>Financial Year</b>	<b>2021-22</b>
First Quarterly Results	14.08.2021
Second Quarterly Results	14.11.2021
Third Quarterly Results	14.02.2022
Fourth Quarterly Results	30.05.2022
Annual General Meeting for year ending 31 <sup>st</sup> March,2022	30.09.2022

**C. DIVIDEND PAYMENT DATE:** No Dividend is declared during the Financial Year 2020-21.

### **D. NAME AND ADDRESS OF STOCK EXCHANGE WHERE THE COMPANIES SECURITIES WERE LISTED:**

**EXCHANGE:** BSE LIMITED, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400001.

**E. LISTING ON STOCK EXCHANGES:** The equity shares of the Company are listed on BSE Ltd. The Company has not paid the listing fees for the year 2020-21 to BSE Limited.

**F. STOCK CODE: SANHP**

**G. REGISTRAR AND SHARE TRANSFER AGENTS:**

M/s. XL SOFTECH SYSTEMS LTD.

3, Sagar Society, Road No.2,

Banjara Hills, Hyderabad

Phone # 040-23545913/14/15

Email: xlfield@rediffmail.com

[xlfield@gmail.com](mailto:xlfield@gmail.com)

**H. MARKET PRICE DATA**

**The monthly high / low prices of shares of the Company from April, 2020 to March, 2021 at BSE:** Not applicable as the company is under suspension on BSE due to penal reasons. However, the company is taking necessary steps to revoke the suspension at the earliest.

**I. SHARE TRANSFER SYSTEM:**

Shares received for transfer by the Company or its Registrar and Share Transfer Agent in physical mode are processed and all valid transfers are approved. The share certificate(s) is/are duly transferred and dispatched within a period of 15 days from the date of receipt.

**J. DISTRIBUTION OF SHAREHOLDING AS ON 31<sup>ST</sup>MARCH,2021:**

Category	Number of shareholders	%	Number of shares	Amount	%
1 - 5000	343	53.85	152310	1523100	1.02
5001 - 10000	140	21.98	130100	1301000	0.88
10001 - 20000	29	4.55	47600	476000	0.32
20001 - 30000	52	8.16	128400	1284000	0.86
30001 - 40000	2	0.31	7600	76000	0.05
40001 - 50000	19	2.98	89300	893000	0.60
50001 - 100000	17	2.67	1527200	15272000	1.03
100001 & Above	35	5.49	14152690	141526900	95.24
<b>Total:</b>	<b>637</b>	<b>100.00</b>	<b>14860700</b>	<b>148607000</b>	<b>100.00</b>

## **K. DEMATERIALISATION & LIQUIDITY OF SHARES:**

Trading in Company's shares is permitted only in dematerialized form for all investors. The ISIN allotted to the Company's scrip is INE431E01011. The Company is not having demat facility with NSDL. Investors are therefore advised to open a demat account with a Depository participant of their choice to trade in dematerialized form. Shares held in demat and Physical mode as on March 31, 2021 is as follows:

<b>Particulars</b>	<b>No. of Shares</b>	<b>% Share Capital</b>
NSDL	100506	0.68
CDSL	11222824	75.52
PHYSICAL	3537370	23.80
<b>Total</b>	<b>14860700</b>	<b>100</b>

To enable us to serve our investors better, we request shareholders whose shares are in the physical mode to dematerialize their shares and update their bank accounts with respective depository participants.

## **L. PLANT LOCATIONS:**

1. Survey no.182, Yellampet Villiage, Medchal Mandal, Medchal, Malkajgiri District.
2. Survey No.189/A, Durshed Village, Karimnagar District.

**M. ADDRESS FOR CORRESPONDANCE:** 205 & 206, Amarchand Sharma Complex, S.P. Road, Secunderabad- 500002 Telangana.

**N. BOOK CLOSURE DATE:** The date of Book Closure for the purpose of Annual General Meeting shall be from 24.09.2021 to 30.09.2021 (both days inclusive)

**O. ELECTRONIC CONNECTIVITY:** Demat ISIN Number: INE431E01011

## **P. CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED**

Marathon Futurex, A-Wing,  
25th floor, NM Joshi Marg,  
Lower Parel, Mumbai 400013



**Q. SHAREHOLDING PATTERN AS ON 31<sup>ST</sup> MARCH, 2021:**

S.No	Category	No. of shares held	% of shareholding
<b>A</b>	<b>Shareholding of Promoter and Promoter group</b>		
<b>1.</b>	Indian		
	Individual	1,04,21,040	70.12
<b>2.</b>	Foreign		
	Individual		
	<b>Sub-Total A</b>	<b>1,04,21,040</b>	<b>70.12</b>
<b>B</b>	<b>Public Shareholding</b>		
<b>1.</b>	Institutions	12,53,000	8.43
<b>2.</b>	Non Institutions	31,86,670	21.44
	a. Bodies Corporate	15,98,160	10.75
	b. Non-Resident Indian (NRI)	15,78,50	19.06
	c. Others	10,000	0.07
	<b>Sub Total B</b>	<b>44,39,660</b>	<b>29.88</b>
	<b>Grand Total (A+B)</b>	<b>1,48,60,700</b>	<b>100.00</b>

**16. OTHER DISCLOSURES:**

**A. Compliances:** There are no penalties imposed on the Company by the Stock Exchanges or SEBI or any other statutory authority on any matter related to capital markets, during the last three years.

**B. WEB LINK WHERE POLICY ON DEALING WITH RELATED PARTY TRANSACTIONS:**

In line with the requirements of the Companies Act, 2013 and Listing Regulations, your Company has formulated a Policy on Related Party Transactions which is also available on Company's Website [www.sangamhealthcare.co.in](http://www.sangamhealthcare.co.in). The Policy intends to ensure that proper reporting, approval and disclosure processes are in place for all transactions between the Company and Related Parties.

All Related Party Transactions are placed before the Audit Committee for review and approval. Prior omnibus approval is obtained for Related Party Transactions on a quarterly basis for transactions which are of repetitive nature and / or entered in the Ordinary Course of Business and are at Arm's Length. All Related Party Transactions are subjected to independent review by a reputed accounting firm to establish compliance with the requirements of Related Party Transactions under the Companies Act, 2013 and Listing Regulations.

All Related Party Transactions entered during the year were in Ordinary Course of the Business and on Arm's Length basis.

**C. MATERIALLY SIGNIFICANT RELATED PARTY TRANSACTIONS:**

During the year under review, the Company had not entered in to any materially significant transaction with any related party that may have potential conflict with the interests of the Company at large. The Audit Committee has issued omnibus approval for the Related party transactions with in the limits. Transactions with the Related Parties as required under Accounting Standard-18 are disclosed notes to accounts attached to the financial statements forming part of this Annual Report.

**D. WHISTLE BLOWER POLICY:**

With a view to adopt the highest ethical standards in the course of business, the Company has a whistle blower policy in place for reporting the instances of conduct which are not in conformity with the policy. Directors, employees, vendors or any person having dealings with the Company may report non-compliance to the Chairman of the Audit Committee, who reviews the report. Confidentiality is maintained of such reporting and it is ensured that the whistle blowers are not subjected to any discrimination. No person was denied access to the Audit Committee.

**E. DISCLOSURES IN RELATION TO THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:**

<b>Particulars</b>	<b>Number</b>
No. of Complaints filed during the financial year	Nil
No. of Complaints disposed of during the financial year	Nil
No. of Complaints pending as on end of the financial year	Nil

**F. DISCLOSURE OF PENDING CASES / INSTANCES OF NON-COMPLIANCE:**

There were no non-compliances by the Company and no instances of penalties and strictures imposed on the Company by the Stock Exchanges or SEBI or any other statutory authority on any matter related to the capital market during the last three years.

## **G. COMPLIANCE WITH THE DISCRETIONARY REQUIREMENTS UNDER LISTING REGULATIONS:**

The Board of Directors periodically reviewed the compliance of all applicable laws and steps taken by the Company to rectify instances of non-compliance, if any. The Company is in compliance with all mandatory requirements of Listing Regulations. In addition, the Company has also adopted the following non-mandatory requirements to the extent mentioned below:

- **Shareholders' rights:** The quarterly results along with the press release are uploaded on the website of the Company [www.sangamhealthcare.co.in](http://www.sangamhealthcare.co.in). The soft copy of the quarterly results is also sent to the shareholders who have registered their e-mail addresses.
- **Audit qualifications:** Company's financial statements have no qualifications.
- **Reporting of Internal Auditor:** The Internal Auditor of the Company directly reports to the Audit Committee on functional matters.

The Company has submitted quarterly compliance report on Corporate Governance with the Stock Exchanges, in accordance with the requirements of Regulation 27(2) (a) of the Listing Regulations.

**For and on behalf of the Board of  
Sangam Health Care Products Limited**

**Place: Secunderabad  
Date: 06.09.2021**

**Sd/-  
Bala Gopal Addepalli  
Chairman & Managing Director  
(DIN: 01712903)**

**Sd/-  
Padma Ghanakota  
Director  
(DIN:07078176)**

**Declaration Code of Conduct as required by schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015**

I, A. Bala Gopal, Managing Director and CEO of the Company hereby declare that all the members of Board of Directors and Senior Management Personnel have affirmed compliance with Code of Conduct, as applicable to them, in respect of the financial year 2020-21.

**For Sangam Health Care Products Limited**

**Place: Secunderabad**

**Date: 06.09.2021**

**Sd/-**

**A. Bala Gopal  
Managing Director and CEO  
(DIN: 01712903)**

**Practicing Company Secretary's Certificate on Independent Directors**

To the Members of **SANGAM HEALTH CARE PRODUCTS LIMITED**

In my opinion and to the best of my information and according to the explanations given to me, and the representations made by the Directors and the management, I certify that none of the directors on the Board of the Company has been debarred or disqualified from being appointed or continuing as directors of companies by the Board/Ministry of Corporate Affairs or any such statutory authority.

**Sd/-**

**Aakanksha**

**ACS No. 49041**

**CP No. 20064**

**UDIN: A049041C000909263**

**Place: Hyderabad**

**Date: 06.09.2021**

## **CEO/CFO Certification in respect of Financial Statements and Cash Flow Statement**

**(Pursuant to regulation 17 (8) of SEBI (Listing Obligations & Disclosure Requirements), Regulations, 2015  
For the Financial Year ended March 31, 2021**

We have reviewed the Financial Statements and the Cash Flow Statement for the year ended 31<sup>st</sup> March 2021 and we hereby certify and confirm to the best of our knowledge and belief the following:

- a. The Financial Statements and Cash Flow statement do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
- b. The Financial Statements and the Cash Flow Statement together present a true and fair view of the affairs of the Company and are in compliance with existing accounting standards, applicable laws and regulations.
- c. There are no transactions entered in to by the Company during the year ended 31st March 2021 which are fraudulent, illegal or violative of Company's Code of Conduct.
- d. We accept responsibility for establishing and maintaining internal controls for Financial Reporting and we have evaluated the effectiveness of these internal control systems of the Company pertaining to financial reporting. Deficiencies noted, if any, are discussed with the Auditors and Audit Committee, as appropriate, and suitable actions are taken to rectify the same.
- e. There have been no significant changes in the above mentioned internal controls over financial reporting during the relevant period.
- f. That there have been no significant changes in the accounting policies during the relevant period.
- g. We have not noticed any significant fraud particularly those involving the, management or an employee having a significant role in the Company's internal control system over Financial Reporting.

**For Sangam Health Care Products Limited**

**Place: Secunderabad  
Date: 21.08.2021**

**Sd/-  
Satish Kumar Varre  
Chief Financial Officer (CFO)**

## AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

To,  
The Members of  
**Sangam Health Care Products Limited**

We have examined the compliance of conditions of corporate governance by **Sangam Health Care Products Limited** ('the Company') for the year ended 31st March, 2021, as stipulated in regulations 17 to 27, clauses (b) to (i) of sub-regulation (2) of regulation 46 and paragraph C, D and E of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The compliance of conditions of Corporate Governance is the responsibility of the Company's management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing regulations.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**Sd/-**  
**Aakanksha**  
**ACS No. 49041**  
**CP No. 20064**  
**UDIN: A049041C000909274**

**Place: Hyderabad**  
**Date: 06.09.2021**

## **ANNEXURE – II**

### **MANAGEMENT’S DISCUSSION AND ANALYSIS REPORT**

#### **1. ECONOMY – REVIEW AND OUT LOOK:**

The year gone by was a challenging one for the Indian Pharmaceutical Industry as it faced couple of challenges during the year impacting its growth. National Pharmaceutical Pricing Authority (NPPA) announced reduction in the prices of more drugs in the beginning of the financial year affecting the pricing of such drugs adversely. As a result of this, portfolio of products under the National List of Essential Medicines (NLEM) de-grew in value terms though it registered value growth during the year.

#### **2. OPPORTUNITIES & THREATS:**

The pharmaceutical industry is highly competitive and the challenges are from both the Indian manufacturers who have similar production facilities as well as those abroad. Human resources with similar skills, talent and experiences in the industry are mobile between competing companies. Price pressures from foreign players are expected to stay. Going forward, there is a risk of inability to maintain current margins on its products. Price sensitivities get tested in a crowded market where price tends to sag while volume business gets done. Competing pharmaceutical companies have several similar bio-equivalent products in the same market manufactured at facilities that have been approved by the highest regulatory authorities. All of them stay focused in the same markets resulting in price elasticity being tested and margins eroding.

#### **3. SEGMENT WISE / PRODUCT WISE PERFORMANCE:**

The Company manufactures IV sets, Disposable Syringes and Disposable Needles. The Annual Capacity of IV sets is 40 millions, Disposables Syringes is 264 Millions and Disposable Needles is 135 Millions per Annum. As the Company has completed the de-bottlenecking of the IV sets, Capacity is increased to 40 millions from July 07 onwards.

#### **4. OUTLOOK:**

Healthcare should be extended to the people at an affordable cost and the industry needs to set its priorities straight by treating healthcare activity as a service activity rather than a business activity.

Our Company has emerged as one of the leaders in the Medical Disposables market and its continuous efforts for a strong presence in the domestic market. There has been growing awareness among the end users about the threats posed while using Low Quality

Infusion sets produced and marketed by the Unorganized Sector. There were conscious efforts from the government which helped the cause more. The share of unorganized sector is falling drastically and there was a corresponding spurt in the demand for quality products in addition to the normal increase in demand.

The Company is making all efforts to meet the increase in demand for our products.

## **5. RISKS:**

There is no visible silver lining in the job market yet. With government extending price controls over the medical devices and proposing generic prescriptions, healthcare industry foresee millions of employees losing jobs in the next two years.

## **6. INTERNAL CONTROL SYSTEMS:**

The Company has sound and adequate internal control systems commensurate with its size and nature of business. We constantly upgrade our systems for incremental improvements, because we firmly believe that 'change is the only permanent thing'. The Audit Committee of the Board periodically reviews these systems. These systems ensure protection of assets and proper recording of transactions and timely reporting.

## **7. FINANCIAL PERFORMANCE:**

The financial performance of the company has been discussed in detail in Auditors report attached to it.

## **8. HUMAN RESOURCES:**

Sangam is a professionally managed company with high competent and committed industry professionals forming a tight-knit team of dedicated colleagues. The corporate promises to focus on performing and delivering on patient safety.

The knowledge, expertise and skills of the team form a strong foundation of the Company's progress, and hence considerable strategic emphasis is laid at people development and leadership. The overall target is to enhance business growth by enabling engagement and performance. This is achieved by having the right people supported by leadership of able management working together towards organizational goals. Appreciation for the support and co-operation that the company received from the customers, auditors, consultants and all other associated with the company.

The company always looked upon them as partners in its progress and has happily shared the rewards of growth. It will be the company's endeavour to build and nurture strong links with trade based on mutuality, respect and co-operation.



**9. DETAILS OF ANY CHANGE IN RETURN OR NET WORTH AS COMPARED TO THE IMMEDIATELY PREVIOUS FINANCIAL YEAR:**

<b>RATIOS</b>		
<b>Particulars</b>	<b>2020-21</b>	<b>2019-20</b>
<b>KEY PROFITABILITY RATIOS</b>		
OPERATING PROFIT MARGIN	-27.16%	2.29%
NET PROFIT MARGIN	-24.10%	18.57%
PAT / NETWORTH (ROE)	-15.46%	2.73
<b>KEY CAPITAL STRUCTURE RATIOS</b>		
NET DEBT / EQUITY	1.59	1.94
CURRENT RATIO	0.144	0.236
DEBT SERVICE COVERAGE RATIO	-34.90	14.03
INTEREST COVERAGE RATIO	-17.50	2.69
DEBTORS TURNOVER RATIO	7.21	43.52
STOCK TURNOVER RATIO	1.93	5.87

**ANNEXURE – III**

**FORM MR-3  
SECRETARIAL AUDIT REPORT**

(Pursuant to section 204(1) of the Companies Act, 2013 and  
Rule 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014  
**FOR THE FINANCIAL YEAR ENDED 31<sup>ST</sup> MARCH, 2021**

To  
The Members of  
Sangam Health Care Products Limited

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to corporate practices by Sangam Health Care Products Limited (hereinafter called “the Company”). Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company’s Books, Papers, Minute Books, Forms and Returns filed and other Records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the financial year commencing from 1<sup>st</sup> April, 2020 to 31<sup>st</sup> March, 2021, complied with the statutory provisions listed hereunder:

- 1.** I have examined the books, papers, minutes, forms and returns filed and other records maintained by Sangam Health Care Products Limited (“The Company”) for the financial year ended on 31<sup>st</sup> March, 2021, according to the provisions of:
  - i.** The Companies Act, 2013 (the Act) and the rules made there under;
  - ii.** The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the Rules made there under;
  - iii.** The Depositories Act, 1996 and the Regulations and Bye-laws framed there under.
  - iv.** Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under to the extent of Foreign Direct Investment (FDI) and Overseas Direct Investment and External Commercial Borrowings;

2. Compliance status in respect of the provisions of the following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (SEBI Act) is furnished hereunder for the financial year 2020-21.

- i. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; **Complied with yearly disclosures.**
- ii. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; **Not Applicable**
- iii. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **Not Applicable**
- iv. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; **Not Applicable.**
- v. The Securities and Exchange Board of India (Registrars to an issue and Share Transfer Agents) Regulations, 1993, regarding the Companies Act and dealing with client; **Not Applicable.**
- vi. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **Not Applicable**
- vii. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; **Not Applicable**
- viii. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 Insider Trading Regulations;
- ix. The Securities and Exchange Board of India (Depositories and Participants) regulations, 2018;
- x. Other applicable laws include the following:
  - Factories Act, 1948
  - Payment of Wages Act, 1936, and rules made there under,
  - The Minimum Wages Act, 1948, and rules made there under,
  - Employees' State Insurance Act, 1948, and rules made there under,
  - The Employees' Provident Fund and Miscellaneous Provisions Act, 1952, and rules made there under,
  - The Payment of Bonus Act, 1965, and rules made there under,
  - Payment of Gratuity Act, 1972, and rules made there under,

- Water (Prevention and control of Pollution) Act, 1974 and the rules made thereunder;
  - Air (Prevention and control of Pollution) Act, 1981 and the rules made thereunder;
  - Hazardous Wastes (Management, Handling and Transboundary Movement) Rules, 2008
  - The Environment Protection Act, 1986
  - Industrial Disputes Act, 1947
- xi.** The compliance by the Company of applicable financial laws like Direct and Indirect tax laws has not been reviewed thoroughly in this audit since the same have been subject to review by statutory financial audit and other designated professionals.

I have also examined compliance with the applicable clauses of the following regulations / standards amended from time to time and as applicable to the year under review:

- (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 were complied with to the extent applicable.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above including the following:

- a)** During the year the Company has conducted Six (6) meetings of the Board of Directors, Five (5) meetings of the Audit committee, One (1) Nomination and Remuneration committee, Four (4) Meeting of Stakeholder Relationship Committee and One (1) meeting of Independent Directors.
- b)** As per the information and explanations provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I report that:
- (i) The provisions of the Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under to the extent of:
- External Commercial Borrowings were not attracted to the Company under the financial year under report;
  - Foreign Direct Investment (FDI) was not attracted to the company under the financial year under report;
  - Overseas Direct Investment by Residents in Joint Venture/Wholly Owned Subsidiary abroad was not attracted to the company under the financial year under report.

(ii) As per the information and explanations provided by the company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, I report that the Company has not made any GDRs/ADRs or any Commercial Instrument under the financial year under report.

**I further report that:**

- i. The Company has a CFO namely Mr. V. Satish Kumar Varre.
- ii. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors.
- iii. As per the Minutes of the meeting, the decisions of the Board were unanimous and no dissenting views have been recorded.
- iv. During the year under review, the Company has not undertaken event/action having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc.

**I further report the following observations during the period under review:**

- i. Pursuant to the provisions of the Section 203(1) (ii) of the Companies Act, 2013 read with regulation 6 of SEBI (LODR) Requirements, 2015, the Company shall appoint company secretary as compliance officer. It was observed that Mrs. Sharvari Swapnil Shinde Company Secretary resigned w.e.f 26.11.2019.
- ii. As per Reg. 46(2) of SEBI (LODR) Regulations, 2015, The Company though has the website has not updated the following information on website of the company.

<b>S. No</b>	<b>Particulars</b>
1	Shareholding patterns
2	Vigil Mechanism Policy
3	E-Mail address for grievance redressal and other relevant details
4	Contact information of the designated officials of the listed entity who are responsible for assisting and handling investor grievances
5	Notice of Board Meetings
6	Financial results on conclusion of meeting of the Board where financial results were approved

- iii. The company has not published the notice of the meetings of Board nor financial results for the financial year 2020-21 in the newspaper as applicable u/r 46 of SEBI (LODR) Regulations, 2015.
- iv. The company has been under suspension from trading on BSE. However, the company has initiated the process of revocation of suspension of trading and as a result BSE vide in-principal approval letter No. LIST/COMP/SK/317/2019-20 dated February 28,2020 advised the company to comply with certain requirements for final revocation of suspension including payment of reinstatement fee.
- v. Pursuant to the provisions of the Section 108 of companies act, 2013 the results declared along with the report of Scrutinizer shall be placed before on the website of the company. It was observed that the company has not updated the Scrutinizer report on website of the company.
- vi. The Company has not submitted audited financial results for the quarter and year ended 31.03.2021 within Sixty days from the end of the financial year under reg 33 of SEBI (LODR) Regulations, 2015.However the Board has conducted a meeting held on 21.08.2021 and disclosed to the exchange on 27.08.2021.

**Place: Hyderabad**

**Date: 06.09.2021**

**Sd/-**

**Aakanksha**

**Practicing Company Secretary**

**C.P. No: 20064**

**UDIN: A049041C000909208**

## **Annexure A**

To  
The Members of  
M/s. Sangam Health Care Products Limited

The secretarial audit report for F.Y 2020-21 is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records based on our audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. I have relied on the reports given by the concerned professionals in verifying the correctness and appropriateness of financial records and books of accounts of the company.
4. Where ever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

**Place: Hyderabad**  
**Date: 06.09.2021**

**Sd/-**  
**Aakanksha**  
**Practicing Company Secretary**  
**C.P. No: 20064**  
**UDIN: A049041C000909208**

**ANNEXURE – IV (a)**

**STATEMENT SHOWING THE NAMES OF TOP TEN EMPLOYEES PURSUANT TO SEC. 197 READ WITH RULE 5 (1) (2) and (3) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014**

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

Director	Total Remuneration	Ratio to median remuneration
A. Bala Gopal	Nil	Nil

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

Name	Designation	Remuneration		Increase/ (Decrease) %
		F.Y 2020-21	F.Y 2019-20	
V. Satish Kumar	Chief Financial Officer	4,00,000	6,00,000	50%

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

Name	Remuneration		Increase/ (Decrease) %
	F.Y 2020-21	F.Y 2019-20	
Median Remuneration of all the employees per annum*	Nil	Nil	Nil

*\* Employees who have served for whole of the respective financial years have been considered*

- 4.

Particulars	Number
The number of employees on the rolls of the company as on March 31, 2021	01



5. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and details of there are any exceptional circumstances for increase in the managerial remuneration.

Particulars	Increase/(Decrease) %
Average percentage increase in the remuneration of all Employees * (Other than Key Managerial Personnel)	Nil
Average Percentage increase in the Remuneration of Key Managerial Personnel	Nil

\* *Employees who have served for whole of the respective financial years have been considered*

6. Affirmation that the remuneration is as per the remuneration policy of the company.

The Company is in compliance with its remuneration policy.

#### ANNEXURE – IV (b)

Statement showing the names of the Top ten Employees in terms of Remuneration drawn as per Rule 5 (3) Of the Companies (Appointment And Remuneration Of Managerial Personnel) Rules, 2014

(Amount in Rs.)

S N o.	Name of the Employee	Designation of the employee	Remuneration received	Nature of employment whether contractual or otherwise	Qualification and experience of the employee	Date of commencement of employment	The age of the employee	The last employment held by such employee before joining the Company	The percentage of equity shares held by the employee in the Company within the meaning of clause (iii) of sub rule (2) of Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules,2014.	Whether any such employee is a relative of any director or manager of the Company and if so, name of such director or manager
1						Nil				

## **Independent Auditors' Report**

To The Members of **SANGAM HEALTH CARE PRODUCTS LIMITED**

### **Report on the Audit of the Standalone Financial Statements**

#### **Opinion**

We have audited the accompanying standalone financial statements of **SANGAM HEALTH CARE PRODUCTS LIMITED**, which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as “the standalone financial statements”).

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 **Companies Act, 2013** (“the Act”) in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the **Companies (Indian Accounting Standards) Rules, 2015**, as amended, (“Ind AS”) and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, the loss and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

#### **Basis for opinion**

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor’s Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI’s Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

## **Key audit matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

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

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

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

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

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

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments

and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors are responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Standalone Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the standalone 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 controls.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has

adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone 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.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "**Annexure- A**" a statement on the matters specified in paragraphs 3 and 4 of the order.

2. As required by Section 143(3) of the Act, based on our audit we report that:

a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.

d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act.

e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.

f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure- B**".

g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company does not have any pending litigations on its financial position in its standalone financial Statements.

ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the company.

**For M M REDDY & CO.,  
Chartered Accountants  
Firm Reg No. 010371S**

**Sd/-**

**M Madhusudhana Reddy  
Partner**

**Membership No. 213077  
UDIN: 21213077AAAAKY8039**

**Place: Hyderabad**

**Date: 21/08/2021**

### Annexure 'A' to the Independent Auditor's Report

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of **SANGAM HEALTH CARE PRODUCTS LIMITED** of even date)

i. In respect of the Company's fixed assets:

(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) The Company has a program of verification to cover all the items of fixed assets in a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds / registered sale deed provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date.

ii. The Management has conducted physical verification of inventory at reasonable intervals during the year and no material discrepancies were noticed on such physical Verification.

iii. According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships, or other parties, covered in the register maintained under section 189 of the Companies Act, 2013, Accordingly, the provisions of clause 3(iii) (a),(b) and (c) of the order are not applicable to the company and hence not commented upon.

iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable. There were no loans granted during the year under Section 185 of the Act.

v. The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2021 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.



vi. The maintenance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013 for the business activities carried out by the company. Thus reporting under clause 3(vi) of the order is not applicable to the Company.

vii. According to the information and explanations given to us, in respect of statutory dues :

(a) The Company has generally been regular in depositing undisputed statutory dues  
Except

Sl. No	Particulars	Amount in Rs.
1	TDS Payable	1,742,383
2	PF Payable	2,969,616
3	ESI Payable	26,381
4	Interest Payable on Statutory Dues	4,269,003
5	GST payable	87,690
<b>Total</b>		<b>9,095,073</b>

(b) Details of dues of Income Tax, Sales Tax, Service Tax, Excise Duty and Value Added Tax which have not been deposited as at March 31, 2021 on account of dispute:

viii. In our Opinion and according to the information and explanations provided by the Management, the company has not defaulted in repayment of loans or borrowings to a financial Institution, bank or Government or dues to debenture holders.

ix. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3 (ix) of the Order is not applicable to the Company.

x. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.

xi. In our opinion and according to the information and explanations given to us, the Company has not paid / provided any managerial remuneration in accordance with the provisions of section 197 read with Schedule V to the Act.

xii. The Company is not a Nidhi Company and hence reporting under clause 3 (xii) of the Order is not applicable to the Company.

xiii. In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.

xiv. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly paid convertible debentures and hence reporting under clause 3 (xiv) of the Order is not applicable to the Company.

xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For M M REDDY & CO.,  
Chartered Accountants  
Firm Reg No. 010371S**

**Sd/-**

**M Madhusudhana Reddy  
Partner**

**Membership No. 213077**

**UDIN: 21213077AAAKY8039**

**Place: Hyderabad**

**Date: 21/08/2021**

## **Annexure “B” to the Independent Auditor’s Report**

(Referred to in paragraph 1(f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report to the Members of **SANGAM HEALTH CARE PRODUCTS LIMITED** of even date).

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

We have audited the internal financial controls over financial reporting of **SANGAM HEALTH CARE PRODUCTS LIMITED** (“the Company”) as of March 31, 2021 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

### **Management’s Responsibility for Internal Financial Controls**

The Management of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### **Auditor’s Responsibility**

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the (the “Guidance Note”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Company.

### **Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Limitations of Internal Financial Controls Over Financial Reporting**

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

## **Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For M M REDDY & CO.,  
Chartered Accountants  
Firm Reg No. 010371S**

**Place: Hyderabad  
Date: 21/08/2021**

**Sd/-  
M Madhusudhana Reddy  
Partner  
Membership No. 213077  
UDIN: 21213077AAAAKY8039**

<b>SANGAM HEALTH CARE PRODUCTS LIMITED</b>				
<b>CIN NO- L24230TG1993PLC016731</b>				
<b>Statement of Financial Position as at March 31, 2021</b>				
				(Amt in Rs.)
	<b>Particulars</b>	<b>Note No.</b>	<b>As at March 31, 2021</b>	<b>As at March 31, 2020</b>
I	<b>ASSETS</b>			
1	<b>Non-current assets</b>			
	(a) Property, plant and equipment	3.1	5,02,22,655	6,23,94,269
	(b) Right to use assets		-	-
	(c) Capital work in progress		-	-
	(d) Investment properties		-	-
	(e) Good will		-	-
	(f) Other intangible Assets	3.2	-	-
	(g) Intangible Assets under Development		-	-
	(h) Biological Assets other than Bearer Plants		-	-
	(d) Financial assets		-	-
	(i) Investments	4.1	-	-
	(ii) Trade receivables	4.2	-	-
	(iii) Loans	4.4	-	-
	(vi) other Fiancial assets	4.5	-	-
	(e) Deferred Tax Asset (Net)		-	-
	(f) Other non-current asset	6	52,35,114	33,59,223
	<b>Total non-current assets (A)</b>		<b>5,54,57,768</b>	<b>6,57,53,492</b>
2	<b>Current assets</b>			
	(a) Inventories	7.1	1,05,79,040	3,71,26,470
	(a) Financial assets			
	(i) Investments		-	-
	(ii) Trade receivables	7.2	68,84,428	50,10,222
	(iii) Cash and cash equivalents	7.3	3,43,630	75,136
	(iv) Bank Balances other than (iii) above	7.3	-	-
	(iv) other financial assets		-	-
	(b) Current Tax Asset (Net)	5	78,563	58,130
	(c) Other current assets	6	2,08,48,395	2,16,25,313
	<b>Total current assets (B)</b>		<b>3,87,34,056</b>	<b>6,38,95,271</b>
	Non Current Assets Clasified as Held for Sale (C)	8	-	-
	<b>Total assets (A+B+C)</b>		<b>9,41,91,824</b>	<b>12,96,48,763</b>
II	<b>EQUITY AND LIABILITIES</b>			
1	<b>Equity</b>			
	(a) Equity share capital	9	14,86,07,000	14,86,07,000
	(b) Other equity	10	(33,07,80,415)	(30,77,93,103)
	<b>Total equity (A)</b>		<b>(18,21,73,415)</b>	<b>(15,91,86,103)</b>
2	<b>Liabilities</b>			
(i)	<b>Non-current liabilities</b>			
	(a) Financial Liabilities			
	(i) Borrowings	11.1	38,88,572	48,15,495
	(ii) Trade Payables	11.2	-	-
	(iii) Other Financial Liabilities	11.3	-	-
	(b) Long term provisions	12	-	67,98,421
	(c) Deferred tax Liabilities(Net)	5	39,97,816	69,16,816
	(d) Other non Current Liabilities		-	-
	<b>Total non-current liabilities (B)</b>		<b>78,86,388</b>	<b>1,85,30,732</b>
(ii)	<b>Current liabilities</b>			
	(a) Financial liabilities			
	(i) Borrowings	11.1	17,82,53,118	17,10,74,504
	(ii) Trade payables	11.2	4,41,16,232	5,92,08,424
	(iii) Other financial liabilities	11.3	-	-
	(b) Short term provisions	12	-	-
	(c) Other current liabilities	13	4,61,09,501	4,00,21,206
	(d) Current Tax Laibilities (net)	5	-	-
	<b>Total current liabilities (C)</b>		<b>26,84,78,852</b>	<b>27,03,04,134</b>
	<b>Total liabilities (D+B+C)</b>		<b>27,63,65,240</b>	<b>28,88,34,866</b>
	<b>Total equity and liabilities (A+D)</b>		<b>9,41,91,825</b>	<b>12,96,48,763</b>
	The notes are an integral part of the financial statements	1-2		
	As per our Report of even date			
	<b>For M M REDDY &amp; CO.,</b>		<b>For and on behalf of the Board of Directors</b>	
	Chartered Accountants		<b>SANGAM HEALTH CARE PRODUCTS LIMITED</b>	
	Firm Reg No:010371S			
			A. Balagopal	
			Managing Director	
	<b>CA. M. Madhusudhana Reddy</b>		DIN:01712903	
	Partner			
	Membership No: 213077			
	UDIN:21213077AAAAY8039			
			Padma Ghanakota	V.Satish Kumar
	Place: Hyderabad		Director	C.F.O
	Date : 21/08/2021		DIN:07078176	PAN: ACLPV7670E

<b>SANGAM HEALTH CARE PRODUCTS LIMITED</b>				
<b>CIN NO- L24230TG1993PLC016731</b>				
<b>Statement of Profit and Loss and Other Comprehensive Income for the Period ended March 31, 2021.</b>				
				(Amt in Rs.)
	Note No.	For the year ended March 31, 2021	For the year ended March 31, 2020	
<b>Continuing Operations</b>				
I	Revenue from operations	14	9,53,70,775	21,80,55,047
II	Other income	15	1,77,620	1,77,618
III	Net gain on de-recognition of financial assets at amortised cost	16	-	2,91,54,304
IV	Net gain on reclassification of financial assets	17	-	-
V	<b>Total income</b>		<b>9,55,48,395</b>	<b>24,73,86,969</b>
<b>Expenses</b>				
VI	(a) Cost of material Consumed	18	3,91,19,208	10,24,09,233
	(b) Purchase of Stock in Trade			
	(c) Changes in stock of finished goods, work- in progress and stock-in-trade	19	1,74,04,637	(39,29,393)
	(d) Employee benefits	20	2,91,61,042	5,52,44,074
	(e) Finance cost	21	7,42,257	29,45,392
	(f) Depreciation expense	3	1,21,71,614	1,25,54,622
	(g) Impairment expenses/losses		-	-
	(h) Net loss on de-recognition of financial assets at amortized cost		-	-
	(i) Net loss on reclassification of financial assets		-	-
	(c) Other expenses	22	2,28,55,949	4,40,04,766
	<b>Total expenses (VI)</b>		<b>12,14,54,707</b>	<b>21,32,28,694</b>
VII	<b>Profit/(loss) before Share of profit/(loss) of associates / joint ventures, exceptional items and tax (V - VI)</b>		<b>(2,59,06,312)</b>	<b>3,41,58,275</b>
VIII	Share of profit/(loss) of associates			
	Share of profit/(loss) of joint ventures			
IX	<b>Profit/(Loss) before exceptional items and tax</b>		<b>(2,59,06,312)</b>	<b>3,41,58,275</b>
X	<b>Exceptional itmes</b>			
XI	<b>Profit before Tax</b>		<b>(2,59,06,312)</b>	<b>3,41,58,275</b>
XII	<b>Tax expense :</b>			
	a. Current tax		-	-
	b. Deferred tax		(29,19,000)	(63,84,224)
XIII	<b>Profit/(loss) for the year from continuing operations (XI-XII)</b>		<b>(2,29,87,312)</b>	<b>4,05,42,500</b>
<b>Discontinued Operations</b>				
XIV	Profit/(loss) from discontinued operations		-	-
XV	Tax Expense of discontinued operations		-	-
XVI	<b>Profit/(loss) from discontinued operations (XIV +XV)</b>		<b>-</b>	<b>-</b>
XVII	<b>XVII Profit/(loss) for the year (XIII+XVI)</b>		<b>(2,29,87,312)</b>	<b>4,05,42,500</b>
XIX	<b>Other comprehensive income</b>			
	<b>A (i) Items that will not be recycled to profit or loss</b>			
	(a) Changes in revaluation surplus		-	-
	(b) Remeasurements of the defined benefit liabilities / (asset)		-	-
	(c) Equity instruments through other comprehensive income		-	-
	(d) Fair value changes relating to own credit risk		-	-
	(e) Others (specify nature)		-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
	<b>B (i) Items that may be reclassified to profit or loss</b>			
	(a) Exchange differences in translating the financial statements of foreign operations		-	-
	(b) Debt instruments through other comprehensive income		-	-
	(c) Effective portion of gains and loss on designated portion of hedging instruments in a cash flow hedge		-	-
	(d) Share of other comprehensive income of equity accounted investees		-	-
	(e) Others (specify nature)		-	-
	(ii) Income tax on items that may be reclassified to profit or loss		-	-
	<b>Total other comprehensive income</b>		<b>-</b>	<b>-</b>
IX.	<b>Total comprehensive income for the year (V+ VI)</b>		<b>(2,29,87,312)</b>	<b>4,05,42,500</b>
X.	<b>Earning per equity share (for Continuing Opertations):</b>			
	(i) Basic		(1.55)	2.73
	(ii) Diluted.		(1.55)	2.73
XI.	<b>Earnings per equity share (for discontinued operation):</b>			
	(i) Basic		(0.00)	0.00
	(ii) Diluted.		(0.00)	0.00
XII.	<b>Earnings per equity share (for Continued and discontinued operation):</b>			
	(i) Basic		(1.55)	2.73
	(ii) Diluted.		(1.55)	2.73
The notes are an integral part of the financial statements		<b>1-2</b>		
As per our Report of even date				
For <b>M M REDDY &amp; CO.,</b>		For and on the behalf of the Board of Directors		
Chartered Accountants		<b>SANGAM HEALTH CARE PRODUCTS LIMITED</b>		
Firm Reg No:010371S				
CA. M. Madhusudhana Reddy		A Bala Gopal		
Partner		Managing Director		
Membership No: 213077		DIN: 01712903		
UDIN:21213077AAAAKY8039				
Place: Hyderabad		Padma Ghanakota		V.Satish Kumar
Date : 21/08/2021		Director		C.F.O
		DIN:07078176		PAN: ACLPV7670E

<b>SANGAM HEALTH CARE PRODUCTS LIMITED</b>			
<b>CIN:L24230TG1993PLC016731</b>			
<b>Cash Flow Statement for the year ended 31st March, 2021.</b>			
<b>Particulars</b>	<b>31-03-2021</b>	<b>31.03.2020</b>	
	<b>(₹)</b>	<b>(₹)</b>	
<b>A. CASH FROM OPERATING ACTIVITIES</b>			
(Loss)/Profit before tax and extraordinary items	(2,59,06,312)	3,41,58,275	
<b>Adjustment for:</b>			
Income tax expense recognised in profit or loss	-	-	
Finance costs recognised in profit or loss	7,42,257	29,45,392	
Investment income recognised in profit or loss	(1,77,620)	(1,77,618)	
Gain on disposal of property, plant and equipment	-	(2,91,54,304)	
Gain on disposal of a subsidiary	-	-	
Gain on disposal of interest in former associate	-	-	
Net (gain)/loss recorded in profit or loss on financial liabilities designated as at fair value through profit or loss	-	-	
Net (gain)/loss arising on financial assets mandatorily measured at fair value through profit or loss	-	-	
Net loss/(gain) arising held for trading financial liabilities	-	-	
Hedge ineffectiveness on cash flow hedges	-	-	
Net (gain)/loss on disposal of available-for-sale financial assets	-	-	
Impairment loss recognised on trade receivables	-	-	
Reversal of impairment loss on trade receivables	-	-	
Depreciation and amortisation of non-current assets	1,21,71,614	1,25,54,622	
Impairment of non-current assets	-	-	
Net foreign exchange (gain)/loss	-	-	
Expense recognised in respect of equity-settled share-based payments	-	-	
Expense recognised in respect of shares issued in exchange for goods/services	-	-	
Amortisation of financial guarantee contracts	-	-	
<b>Operating Profit before Working Capital Changes</b>	<b>(1,31,70,060)</b>	<b>2,03,26,367</b>	
<b>Movement for Working Capital:</b>			
Increase in trade and other receivables	(18,74,206)	(15,41,141)	
(Increase)/decrease in amounts due from customers under construction contracts	-	-	
(Increase)/decrease in inventories	2,65,47,430	93,93,372	
(Increase)/decrease in other assets	(11,19,406)	-	
Decrease in trade and other payables	(1,50,92,192)	1,92,18,311	
Increase/(decrease) in amounts due to customers under construction contracts	-	-	
Increase/(decrease) in provisions	-	-	
(Decrease)/increase in deferred revenue	-	-	
(Decrease)/increase in other liabilities	60,88,295	(15,82,46,848)	
<b>Cash generated from operations</b>	<b>13,79,862</b>	<b>(11,08,49,939)</b>	
- Income taxes paid	-	-	
<b>Net Cash flow before extraordinary items</b>	<b>13,79,862</b>	<b>(11,08,49,939)</b>	
-Extraordinary & Prior period items	-	-	
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>13,79,862</b>	<b>(11,08,49,939)</b>	
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>			
<b>Particulars</b>			
	<b>31.03.2021</b>	<b>31.03.2020</b>	
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>			
Payments to acquire financial assets	-	-	
Proceeds on sale of financial assets	-	-	
Interest received	1,77,620	1,77,618	
Royalties and other investment income received	-	-	
Dividends received from associates	-	-	
Other dividends received	-	-	
Amounts advanced to related parties	-	-	
Repayments by related parties	-	-	
Payments for property, plant and equipment	-	-	
Proceeds from disposal of property, plant and equipment	-	11,15,76,992	
Payments for investment property	-	-	
Proceeds from disposal of investment property	-	-	
Payments for intangible assets	-	-	
Net cash outflow on acquisition of subsidiaries	-	-	
Net cash inflow on disposal of subsidiary	-	-	
Net cash inflow on disposal of associate	-	-	
<b>NET CASH FROM INVESTING ACTIVITIES</b>	<b>1,77,620</b>	<b>11,17,54,610</b>	
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>			
<b>Particulars</b>			
	<b>31.03.2021</b>	<b>31.03.2020</b>	
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Proceeds from issue of equity instruments of the Company	-	-	
Proceeds from issue of convertible notes	-	-	
Payment for share issue costs	-	-	
Payment for buy-back of shares	-	-	
Payment for share buy-back costs	-	-	
Proceeds from issue of redeemable preference shares	-	-	
Proceeds from issue of perpetual notes	-	-	
Payment for debt issue costs Proceeds from borrowings	-	-	
Repayment of borrowings	62,51,691	(30,00,000)	
Proceeds from government loans	-	-	
Proceeds on disposal of partial interest in a subsidiary that does not involve loss of control	-	-	
Dividends paid on redeemable cumulative preference shares	-	-	
Dividends paid to owners of the Company	-	-	
Interest paid	(7,42,257)	29,45,392	
Long Term Provisions	(67,98,421)	(1,81,840)	
<b>NET CASH FROM FINANCING ACTIVITIES</b>	<b>(12,88,987)</b>	<b>(2,36,448)</b>	
<b>NET INCREASE IN CASH &amp; CASH EQUIVALENTS</b>	<b>2,68,495</b>	<b>6,68,223</b>	
<b>Cash and cash equivalents at the beginning of the year 1.04.2020</b>	<b>75,136</b>	<b>5,12,575</b>	
Effects of exchange rate changes on the balance of cash held in foreign currencies	-	-	
<b>Cash and cash equivalents at the end of the year as on 31.03.2021</b>	<b>3,43,630</b>	<b>11,80,798</b>	
<b>Reconciliation of cash and cash equivalents as per the cash flow Statement</b>			
Cash and cash equivalents (Note no.7.3)	3,43,630	75,136	
<b>Balance as per statement of cash flows</b>	<b>3,43,630</b>	<b>75,136</b>	
As per our Report of even date			
<b>For M M REDDY &amp; CO.,</b>	<b>For and on behalf of the Board of Directors</b>		
Chartered Accountants	<b>SANGAM HEALTH CARE PRODUCTS LIMITED</b>		
Firm Reg No:010371S			
<b>CA. M. Madhusudhana Reddy</b>	A. Balagopal		
Partner	Managing Director		
Membership No: 213077	DIN:01712903		
UDIN:21213077AAARY8039			
Place: Hyderabad	Padma Ghanakota	V.Satish Kumar	
Date : 21/08/2021	Director	C.F.O	
	DIN:07078176	PAN: ACLPV7670E	



## **Corporate Information:**

Sangam Health Care Products Limited (“the Company”) is a listed entity incorporated in India in the year 1993. The Registered office of the company is located at 205, 206, Amarchand Sharma Complex, S.P Road, Secunderebad, Hyderabad, Telangana–500002, India. The Company is engaged manufacturing and trading of medical products. The Shares of the company is listed in Bombay Stock Exchange.

### **1. Disclosure of Significant Accounting Policies:**

#### **a) Compliance with Indian Accounting Standards (Ind As)**

The Standalone financial statements have been prepared in accordance with Indian Accounting Standards (Ind As) as per the Companies (Indian Accounting Standards) Rules, 2015 notified under section 133 of the Companies Act, 2013.

The standalone financial statements have been prepared on the historical cost basis except for certain instruments which are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Accordingly, the Company has prepared these Standalone Financial Statements which comprise the Balance Sheet as at 31 March, 2021, the Statement of Profit and Loss for the year ended 31 March 2021, the Statement of Cash Flows for the year ended 31 March 2021 and the Statement of Changes in Equity for the year ended as on that date, and accounting policies and other explanatory information (together hereinafter referred to as ‘Standalone Financial Statements’ or ‘financial statements’). These financial statements are approved by the Board of Directors on -21-08-2021.

#### **b) Basis of Preparation of financial statements**

The separate financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) under historical cost convention on accrual basis except the assets and liabilities which have been measured at Fair Values.

- Financial instruments – measured at fair value;
- Assets held for sale – measured at fair value less cost of sale;
- Plan assets under defined benefit plans – measured at fair value
- Employee share-based payments – measured at fair value
- Biological assets – measured at fair value
- In addition, the carrying values of recognized assets and liabilities, designated as hedged items in fair value hedges that would otherwise be carried at cost, are adjusted to record changes in the fair values attributable to the risks that are being hedged in effective hedge relationship.

**Current and Non-Current Classification:**

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

An asset is classified as current when it satisfies any of the following criteria:

- Expected to be realised, or is intended to be sold or consumed, the Company's normal operating cycle.
- held primarily for the purpose of trading;
- It is expected to be realised within twelve months after the reporting date; or
- It is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when it satisfies any of the following criteria:

- It is expected to be settled in the Company's normal operating cycle;
- It is held primarily for the purpose of being traded
- It is due to be settled within 12 months after the reporting date; or the Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.
- Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification

All other liabilities are classified as non-current liabilities.

**c) Use of estimates and judgment**

The preparation of the financial statements in conformity with Ind AS, management has made 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.

This note provides an overview of the areas where there is a higher degree of judgment or complexity. Detailed information about each of these estimates and judgments is included in relevant notes together with information about the basis of calculation.

The areas involving critical estimates or judgments are:

S.no	Name of the estimate	Note No	Remarks
1	Fair value of unlisted equity securities	Not applicable	No unlisted equity shares are held by the company during the current financial year
2	Goodwill impairment	Not applicable	No amount provided during the current financial year

4	Useful life of intangible asset	Not Applicable	Intangible assets are stated at cost less accumulated amortization and impairment. Intangible assets are amortized over their respective useful life on straight line basis, from the date they are available for use.
5	Defined benefit obligation	Note No.1.15	Long term provision for gratuity
7	Measurement of contingent liabilities and contingent purchase consideration in a business combination	Note No.1.19	Contingent transactions are recognized based on happening contingent event. No contingent liabilities for the report
8	Current tax expense and current tax payable	Note No.1.32	As per the Ind AS.12
9	Deferred tax assets for carried forward tax losses	Note No.1.32	As per the Ind AS.12
10	Impairment of financial assets	Note No.1.3	As per Ind AS 16

**d. Standards issued but not effective** (*based on Exposure drafts available as on date*)

The amendments are proposed to be effective for reporting periods beginning on or after 1 April 2021.

**i).Issue of Ind AS 117 – Insurance Contracts:**

Ind AS 117 supersedes Ind AS 104 Insurance contracts. It establishes the principles for the recognition, measurement, presentation and disclosure of insurance contracts within the scope of the standard. Under the Ind AS 117 model, insurance contract liabilities will be calculated as the present value of future insurance cash flows with a provision for risk.

**Application of this standard is not expected to have any significant impact on the Company's financial statements.**

**Amendments to existing Standards**

Ministry of Corporate Affairs has carried out amendments of the following accounting standards:

1. Ind AS 103 – Business Combination - nil
2. Ind AS 1, Presentation of Financial Statements and Ind AS 8, Accounting Policies, Changes in Accounting Estimates and Errors

3. Ind AS 40 – Investment Property - nil

The Company is in the process of evaluating the impact of the new amendments issued but not yet effective.

**e. Estimation of uncertainties relating to the global health pandemic from COVID-19 (COVID-19):**

In assessing the recoverability of assets including trade receivables, unbilled receivables and investments, the Company has considered internal and external information up to the date of approval of these standalone financial statements including credit reports and economic forecasts. The Company has performed sensitivity analysis on the assumptions used and based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The eventual outcome of impact of the global health pandemic COVID-19 may be different from those estimated as on the date of approval of these standalone financial statements.

**2. Significant accounting policies:**

A summary of the significant accounting policies applied in the preparation of the financial statements is as given below. These accounting policies have been applied consistently to all the periods presented in the financial statements.

**2.1. Ind AS 105: Non-Current Assets held for Sale or Discontinued Operations:**

This standard specifies accounting for assets held for sale, and the presentation and disclosure for discontinued operations:

- (a) Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less cost to sell, and depreciation on such assets to cease; and
- (b) Assets that meet the criteria to be classified as held for sale to be presented separately in the balance sheet and the results of discontinued operations to be presented separately in the statement of profit and loss.

S.no	Particulars of Disclosures	As at 31 <sup>st</sup> March 2021 (Rs.)	As at 31 <sup>st</sup> March 2020 (Rs.)
1	A Description of Non-Current Asset (Disposal group)	-	-
2	a description of the facts and circumstances of the sale, or leading to the expected disposal, and the expected manner and timing of that disposal	-	-

3	the gain or loss recognized in accordance with paragraphs 20– 22 and, if not separately presented in the statement of profit and loss, the caption in the statement of profit and loss that includes that gain or loss	-	-
---	--	---	---

## **2.2 Ind AS 106: Exploration for Evolution of Mineral resources:**

This standard specifies the financial reporting for the exploration for evaluation of mineral resources. In particular this standard requires:

- a. Limited improvements to existing accounting practices for exploration and evaluation of expenditures
- b. Entities that recognize exploration and evaluation of assets to assess such assets for impairment in accordance with this standard and measure any impairment.

Disclosures that identify and explain the amounts in the entity’s financial statements arising from the exploration for the evaluation of mineral resources and help users of those financial statements understand the amount, timing and certainty of future cash flows from any exploration and evaluation of assets recognised.

This Ind AS 106 not applicable, the company is in the business of engaged manufacturing and trading of medical products. Hence this Ind AS does not have any financial impact on the financial statements of the company.

## **2.3 Ind AS-16: Property, Plant and Equipment:**

Property, Plant and Equipment are stated at cost less accumulated depreciation.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

The cost of a self-constructed item of property, plant and equipment comprises the cost of materials and direct labor, any other costs directly attributable to bringing the item to working condition for its intended use, and estimated costs of dismantling and removing the item and restoring the site on which it is located.

Property, plant and equipment which are significant to the total cost of that item of Property Plant and Equipment and having different useful life are accounted for as separately.

Gains or losses arising from derecognition of property, plant and equipment are measured as the difference between the net disposal proceeds and carrying amount of the asset is recognized in the statement of profit or loss when the asset is derecognised.

Depreciation on Property Plant and Equipment is provided on Straight line method. Depreciation is provided based on useful life as prescribed under part C of the schedule II of the Companies act, 2013.

S.no	Asset	Use full life in Years
1	Plant and Machinery	3-60
2	Electrical Installations	2-40
3	Lab Equipment	3-60
4	Computers	3-10
5	Office Equipment	2-20
6	Furniture & Fixtures	3-15
7	Vehicles	5-20

Depreciation on additions (disposals) is provided on a pro-rata basis i.e. from (upto) the date on which asset is ready for use (disposed of).

### **Impairment**

Property Plant and Equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less cost of disposal and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units).

#### **2.4 Impairment Assets (Ind AS 36)**

The Company's non-financial assets, other than deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

For impairment testing, assets that do not generate independent cash inflows are grouped together into cash-generating units (CGUs). Each CGU represents the smallest group of assets that generates cash inflows that are largely independent of the cash inflows of other assets or CGUs.

The recoverable amount of a CGU (or an individual asset) is the higher of its value in use and its fair value less costs to sell. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the CGU (or the asset).

An impairment loss is recognized if the carrying amount of an asset or CGU exceeds its estimated recoverable amount. Impairment losses are recognised in the statement of profit and loss. Impairment loss recognised in respect of a CGU is allocated first to reduce the carrying amount of any goodwill allocated to the CGU, and then to reduce the carrying amounts of the other assets of the CGU (or group of CGUs) on a pro rata basis.

The books of accounts of the company doesn't carry any impairment of assets during the reporting period, hence this accounting standard does not have financial impact on the financial statements of the company.

## **2.5 Intangible assets (Ind AS 38):**

Intangible assets are stated at cost less accumulated amortization and impairment. Intangible assets are amortized over their estimated useful life on straight line basis.

Subsequent costs are included in assets carrying amount or recognized or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

The residual Values, useful lives and methods of depreciation of Property Plant and Equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Gains or losses arising from derecognition of Intangible asset are measured as the difference between the net disposal proceeds and carrying amount of the asset is recognized in the statement of profit or loss when the asset is derecognised.

The books of accounts of the company doesn't carry any intangible assets during the reporting period, hence this accounting standard does not have financial impact on the financial statements of the company.

## **2.6 Cash Flow Statement (Ind AS 7):**

Cash flows are reported using the indirect method under Ind AS 7, 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.

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.

a). **Non-cash items: Nil**

b). **Changes in Liability Arising from Financing Activity:**

Particulars	01-Apr-20	Cash Flow		31-Mar-21
		Receipts	Payments	
Current Borrowings	17,10,74,504	71,78,614	-	17,82,53,118
Non-current Borrowings	48,15,495	-	9,26,923	38,88,572
<b>Total</b>	<b>17,58,89,999</b>	<b>71,78,614</b>	<b>9,26,923</b>	<b>18,21,41,690</b>

## 2.7 Operating Cycle:

The Company has adopted its normal operating cycle as twelve months based on the nature of products and the time between the acquisition of assets for processing and their realization, for the purpose of current / non-current classification of assets and liabilities.

## 2.8 Capital Work In Progress

Capital Work in Progress (CWIP) includes Civil Works in Progress, Plant & Equipment under erection and Preoperative Expenditure pending allocation on the assets to be acquired/commissioned, capitalized. It also includes payments made to towards technical know-how fee and for other General Administrative Expenses incurred for bringing the asset into existence.

## 2.9 Investments:

**Investments are classified as Non-Current and Current investments.**

Investments, which are readily realisable and are intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as non-current investments.

Current investments are carried at lower of cost and fair value. Non-Current Investments are carried at cost less provision for other than temporary diminution, if any, in value of such investments.



## **2.10 Effects of changes in Foreign Rates (Ind AS 21):**

Foreign currency transactions are recorded at the exchange rates prevailing on the dates when the relevant transactions took place. Exchange difference arising on settled foreign currency transactions during the year and translation of assets and liabilities at the yearend are recognized in the statement of profit and loss.

In respect of Forward contracts entered into to hedge risks associated with foreign currency fluctuation on its assets and liabilities, the premium or discount at the inception of the contract is amortized as income or expense over the period of contract. Any profit or loss arising on the cancellation or renewal of forward contracts is recognized as income or expense in the period in which such cancellation or renewal is made.

The company has not entered any foreign exchange transactions during the reporting period, hence this accounting standard does not have financial impact on the financial statements.

## **2.11 Borrowing Costs (Ind AS 23):**

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets is substantially ready for the intended use or sale.

Investment income earned on temporary investment of specific borrowings pending their expenditure on qualifying assets is recognised in statement of profit and loss.

Discounts or premiums and expenses on the issue of debt securities are amortised over the term of related securities are included within borrowing costs. Premiums payable on early redemptions of debt securities, in lieu of future costs, are recognised as borrowing costs.

All other borrowing costs are recognised as expenses in the period in which it is incurred.

## **2.12 Revenue Recognition ( Ind AS 18) :**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

- a) Sales Revenue is recognized on dispatch to customers as per the terms of the order. Gross sales are net of returns and applicable trade discounts and excluding GST billed to the customers.

- b) Subsidy from Government is recognized when such subsidy has been earned by the company and it is reasonably certain that the ultimate collection will be made.
- c) Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head “other income” in the statement of profit and loss.
- d) All other incomes are recognized based on the communications held with the parties and based on the certainty of the incomes.

## **2.13 Accounting for Government Grants and Disclosure of Government Assistance (Ind AS 20):**

### **Government grants:**

Government grants are not recognised until there is reasonable assurance that the Company will comply with the conditions attached to them and that the grants will be received.

Government grants are recognised in the Statement of Profit and Loss on a systematic basis over the years in which the Company recognises as expenses the related costs for which the grants are intended to compensate or when performance obligations are met.

Government grants, whose primary condition is that the Company should purchase, construct or otherwise acquire non-current assets and nonmonetary grants are recognised and disclosed as ‘deferred income’ under non-current liability in the Balance Sheet and transferred to the Statement of Profit and Loss on a systematic and rational basis over the useful lives of the related assets.

The benefit of a government loan at a below-market rate of interest and effect of this favourable interest is treated as a government grant. The loan or assistance is initially recognised at fair value and the government grant is measured as the difference between proceeds received and the fair value of the loan based on prevailing market interest rates and recognised to the income statement immediately on fulfillment of the performance obligations. The loan is subsequently measured as per the accounting policy applicable to financial liabilities.

## 2.14 Inventories (Ind AS 2):

Inventories are assets:

- a. Held for sale in the ordinary course of business;
- b. In the process of production for such sale;
- c. In the form of materials or supplies to be consumed in the production process or in the rendering of services

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.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Inventories at the year end are valued as under:

Raw Materials, Packing Material, Components, Consumables and Stores & Spares	At Cost.
Work In Progress and Finished goods	At lower of net realizable value and Cost of Materials plus Cost of Conversion and other costs incurred in bringing them to the present location and condition.

- Cost of Material excludes duties and taxes which are subsequently recoverable.
- Stocks at Depots are inclusive of duty, wherever applicable, paid at the time of dispatch from Factories.
- Based on the information provided the difference between physical verification and valuation of the of inventories are charged to the profit and loss account.

## 2.15 Trade Receivables – Doubtful debts:

A Trade receivable represents the company's right to an amount of consideration that is unconditional.

Provision is made in the Accounts for Debts/Advances which is in the opinion of Management are Considered doubtful of Recovery.

## **2.16 Retirement and other Employee Benefits:**

Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than contribution payable to the provident fund. The Company recognizes contribution payable to the provident fund scheme as expenditure, when an employee renders related service.

Gratuity liability is a defined benefit obligation and the cost of providing the benefits under this plan is determined on the basis of actuarial valuation at each year-end. Actuarial valuation is carried out for this plan using the projected unit credit method. Actuarial gains and losses for defined benefits plan is recognized in full in the period in which they occur in the statement of profit and loss.

Accumulated leave, which is expected to be utilized within the next 12 months, is treated as short term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

The Company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end. Actuarial gains/losses are immediately taken to the statement of profit and loss and are not deferred. The Company presents the leave as a current liability in the balance sheet, to the extent it does not have an unconditional right to defer its settlement for 12 months after the reporting date.

## **2.17 Ind AS 17- Leases**

A Lease is classified as a Finance Lease if it transfers substantially all the risks and rewards incidental to ownership. A lease is classified as an operating lease if it does not transfer substantially all the risks and rewards incidental to ownership.

Finance charges in respect of finance lease obligations are recognized as finance costs in the statement of profit and loss. In respect of operating leases for premises, which are cancellable / renewable by mutual consent on agreed terms, the aggregate lease rents payable are charged as rent in the Statement of Profit and Loss.

## **2.18 Insurance Claims:**

Insurance Claims are accounted for on the basis of claims admitted/excepted to be admitted and to the extent that the amount recoverable can be measured reliably and it is reasonable to expect ultimate collection.

## **2.19 Earnings per Share (Ind AS 33):**

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. Partly paid equity shares are treated as a fraction of an equity share to the extent that they are entitled to participate in dividends relative to a fully paid equity share during the reporting period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split, and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

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.

## **2.20 Provisions, Contingent Liabilities and Contingent Assets (Ind AS 37):**

Provisions are recognised in the balance sheet when the company has a present obligation (legal or constructive) as a result of a past event, which is expected to result in an outflow of resources embodying economic benefits which can be reliably estimated. Each provision is based on the best estimate of the expenditure required to settle the present obligation at the balance sheet. Where the time value of money is material, provisions are made on a discounted basis.

Disclosure for Contingent liabilities is made when there is a possible obligation or present obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from the past events where it is either not probable that an outflow of resources embodying in economic benefits will be required to settle or a reliable estimate of amount cannot be made.

Disclosure for Contingent assets are made when there is possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. However Contingent assets are neither recognized nor disclosed in the financial statements.

## **2.21 Prior Period and Extraordinary and Exceptional Items:**

- (i) All Identifiable items of Income and Expenditure pertaining to prior period are accounted through "Prior Period Items".

- (ii) Extraordinary items are income or expenses that arise from events or transactions that are clearly distinct from the ordinary activities of the enterprise and, therefore, are not expected to recur frequently or regularly. The nature and the amount of each extraordinary item be separately disclosed in the statement of profit and loss in a manner that its impact on current profit or loss can be perceived.
- (iii) Exceptional items are generally non-recurring items of income and expenses within profit or loss from ordinary activities, which are of such, nature or incidence.

## **2.22 Financial Instruments (Ind AS 107 Financial Instruments: (Disclosures)**

### **I. Financial assets:**

#### **A. Initial recognition and measurement**

All financial assets and liabilities are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition.

#### **B. Subsequent Measurement**

##### **a) Financial assets measured at amortized cost (AC)**

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

##### **b) Financial assets at fair value through other comprehensive income (FVTOCI)**

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

##### **c) Financial assets measured at fair value through profit or loss (FVTPL)**

A Financial asset which is not classified in any of above categories are measured at FVTPL e.g. investments in mutual funds. Financial assets are reclassified subsequent to their recognition, if the Company changes its business model for managing those financial assets. Changes in business model are made and applied prospectively from the reclassification date which is the first day of immediately next reporting period following the changes in business model in accordance with principles laid down under Ind AS 109 –Financial Instruments.

## II. Financial Liabilities

### A. Initial recognition

All financial liabilities are recognized at fair value and in case of borrowings, net of directly attributable cost. Fees of recurring nature are directly recognized in the Statement of Profit and Loss as finance cost.

### B. Subsequent measurement

Financial liabilities are carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments

### 2.23 Contingent Liabilities not provided for and commitments:

(in Rupees)

Nature of Contingent Liability	March 31, 2021	March 31, 2020
i. Unexpired guarantees issued on behalf of the company by Banks for which the Company has provided counter guarantee	NIL	NIL
ii. Bills discounted with banks which have not matured	Nil	Nil
iii. Corporate Guarantees issued by Company on behalf of others to Commercial Banks & Financial Institutions	Nil	Nil
iv. Collateral Securities offered to Banks for the limit Sanctioned to others	Nil	Nil
v. Legal Undertakings given to Customs Authorities for clearing the imports	Nil	Nil
vi. Claims against the company not acknowledged as debts		
a. Excise	NIL	NIL
b. Sales Tax	NIL	NIL
c. Service Tax	Nil	Nil
d. Income Tax	NIL	NIL
e. Civil Proceedings	NIL	NIL
f. Company Law Matters	Unascertainable	Unascertainable
g. Criminal Proceedings	Unascertainable	Unascertainable
h. Others	Nil	Nil
vii. Estimated amounts of contracts remaining to be executed on Capital Account and not provided for	Nil	Nil

## **2.24 Operating Segments (Ind AS 108)**

Operating segment is a component of an entity:

- a. That engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the same entity).
- b. Whose operating results are regularly reviewed by the entity's chief operating decision maker to make decision about resources to be allocated to the segments and assess its performance, and
- c. For which discrete financial information is available.

The Company is engaged in engaged manufacturing and trading of medical products. As there are no separate reportable segments, Segment Reporting as per Ind AS -108, "Operating Segments" is not applicable.

## **2.25 Events After the Reporting Period (Ind AS 10)**

Events after the reporting period are those events, favorable and unfavourable, that occur between the end of the reporting and the date when the financial statements are approved by the Board of Directors in case of a company, and, by the corresponding approving authority in case of any other entity for issue. Two types of events can be identified:

- a. Those that provide evidence of conditions that existed at the end of reporting period (adjusting events after the reporting period);
- b. Those that are indicative of conditions that arose after the reporting period ( non-adjusting events after the reporting period).

An entity shall adjust the amounts recognized in its financial statements to reflect adjusting events after the reporting period.

As per the information provided and Books of Accounts no such events are identified during the reporting period. Hence Ind AS 10 Events After the Reporting Period is not applicable.

## **2.26 Construction Contracts (Ind AS 11)**

Construction contract is a contract specifically negotiated for the construction of an asset or a combination of assets that are closely interrelated or interdependent in terms of their design, technology, and function or their ultimate purpose or use.

The company is engaged engaged manufacturing and trading of medical products, hence Ind AS 11 "Construction Contract" is not applicable.



## 2.27 Income Taxes (Ind AS 12)

The Tax Expense for the period comprises of current and deferred tax.

- **Current Tax:**

Current Tax Assets and Liabilities are measured at the amount expected to be recovered from or paid to the Income tax authorities, based on tax rates and laws that are enacted at the Balance Sheet date.

- **Deferred Tax:**

Deferred tax liabilities are recognized for all timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the Company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

At each reporting date, the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

The carrying amount of deferred tax assets are reviewed at each reporting date. The Company writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

### Deferred Tax Liability

Particulars	2020-2021	2019-2020
Opening Balance	69,16,816	1,33,01,040
Adj/Credit during the year	29,19,000	63,84,224
<b>Closing balance</b>	<b>39,97,816</b>	<b>69,16,816</b>

### New and Amended Standards

## **2.28 Amendment to Ind AS 116: COVID -19 Related Rent Concessions:**

The amendments provide relief to lessees from applying Ind AS 116 guidance on lease modification accounting for rent concessions arising as a direct consequence of Covid-19 pandemic. As a practical expedient, a lessee may elect not to assess whether a Covid-19 related rent concession from a lessor is lease modification. A lessee that makes this election accounts for any change in lease payments resulting from COVID-19 related rent concession the same way it would account for the changes under Ind AS 116, if changes were not lease modifications. This Amendment had no impact on the standalone financial statements of the Company.

## **2.29 Amendment to Ind AS 1 and Ind AS 8: Definition of material:**

The Amendments provide a new definition of material that states “information is material if omitting, misstating or obscuring it is reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements, which provide financial information about specific reporting entity”. The amendments clarify that materiality will depend on the nature and magnitude of information, either individually or in combination with other information, in the context of the financial year statements. A misstatement of information is material if it could reasonably be expected to influence decisions made by the primary users. These amendments had no impact on standalone financial statements of the company.

## **2.30 Amendment to Ind AS 107 and Ind AS 109: Interest Rate Benchmark Reform:**

The amendments to Ind AS 109 Financial Instruments: Recognition and Measurements provide number of reliefs, which apply to all hedging relationships that are directly affected interest rate benchmark reform. A hedging relationship is affected if the reform gives rise to uncertainty about the timing and/or amount of benchmark -based cash flow of hedging items or hedging instrument. These amendments have no impact on the standalone financial statements of the company as it does not have any interest rate hedge relation.

The amendment to Ind AS 107 prescribe the disclosure which entities are required to make for hedging relationship to which the reliefs as per the amendments in Ind AS 109 are apply. This amendment had no impact on the standalone financial statement of the company.

**Note : 3: Property, Plant Equipment**

Particular	Land	Buildings	Plant & Machinery	Electrical Installations	Lab Equipments	Computers	Office Equipment	Furniture & Fixtures	Vehicles	Total
<b>Cost/Deemed Cost:</b>										
<b>As at March 2019</b>	<b>7,90,50,000</b>	<b>6,51,30,130</b>	<b>27,07,62,574</b>	<b>1,94,25,551</b>	<b>80,86,382</b>	<b>18,95,096</b>	<b>14,41,408</b>	<b>25,86,171</b>	<b>34,47,411</b>	<b>45,18,24,723</b>
Additions	30,00,000		16,00,000						52,92,006	98,92,006
Deletions	8,20,50,000	6,51,30,130		1,94,25,551						16,66,05,681
<b>As at March 2020</b>	<b>-</b>	<b>-</b>	<b>27,23,62,574</b>	<b>-</b>	<b>80,86,382</b>	<b>18,95,096</b>	<b>14,41,408</b>	<b>25,86,171</b>	<b>87,39,417</b>	<b>29,51,11,048</b>
Additions	-	-	-	-	-	-	-	-	-	-
Deletions	-	-	-	-	-	-	-	-	-	-
<b>As at March 2021</b>	<b>-</b>	<b>-</b>	<b>27,23,62,574</b>	<b>-</b>	<b>80,86,382</b>	<b>18,95,096</b>	<b>14,41,408</b>	<b>25,86,171</b>	<b>87,39,417</b>	<b>29,51,11,048</b>
<b>Depreciation/Impairment</b>										
<b>As at March 2019</b>	<b>-</b>	<b>2,63,50,076</b>	<b>20,32,21,454</b>	<b>1,87,86,614</b>	<b>76,87,462</b>	<b>18,65,214</b>	<b>14,34,492</b>	<b>25,67,743</b>	<b>33,85,792</b>	<b>26,52,98,847</b>
Depreciation for the year	-	-	1,23,07,818	-	35,857	3,840	-	-	2,07,107	1,25,54,622
Disposals	-	2,63,50,076	-	1,87,86,614	-	-	-	-	-	4,51,36,690
Impairment	-	-	-	-	-	-	-	-	-	-
<b>As at March 2020</b>	<b>-</b>	<b>-</b>	<b>21,55,29,272</b>	<b>-</b>	<b>77,23,319</b>	<b>18,69,054</b>	<b>14,34,492</b>	<b>25,67,743</b>	<b>35,92,899</b>	<b>23,27,16,779</b>
Depreciation for the year	-	-	1,16,82,467	-	24,475	3,840	-	-	4,60,832	1,21,71,614
Disposals	-	-	-	-	-	-	-	-	-	-
Impairment	-	-	-	-	-	-	-	-	-	-
<b>As at March 2021</b>	<b>-</b>	<b>-</b>	<b>22,72,11,739</b>	<b>-</b>	<b>77,47,794</b>	<b>18,72,894</b>	<b>14,34,492</b>	<b>25,67,743</b>	<b>40,53,731</b>	<b>24,48,88,393</b>
<b>Net Book Value</b>										
As at March 2021	-	-	4,51,50,835	-	3,38,588	22,202	6,916	18,428	46,85,686	5,02,22,655
As at March 2020	-	-	5,68,33,302	-	3,63,063	26,042	6,916	18,428	51,46,518	6,23,94,269

**Note : 3.1 Other Intangible Assets**

Particular	computer Software	Patentents	Trade marks	Total
<b>Cost/Deemed Cost:</b>				
<b>As at 1st April 2019</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Additions	-	-	-	-
Deletions	-	-	-	-
<b>As at March 2020</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Additions	-	-	-	-
Deletions	-	-	-	-
<b>As at March 2021</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Depreciation/Impairment</b>				
<b>at 1st April 2019</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Depreciation for the year	-	-	-	-
Disposals	-	-	-	-
Impairment	-	-	-	-
<b>As at March 2020</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Depreciation for the year	-	-	-	-
Disposals	-	-	-	-
Impairment	-	-	-	-
<b>As at March 2021</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Book Value</b>				
As at March 2021	-	-	-	-
As at March 2020	-	-	-	-

<b>SANGAM HEALTH CARE PRODUCTS LIMITED</b>			
<b>Notes annexed to and forming part of the Financial Statements</b>			
<b>Note 4 Financial Assets</b>			(Amt. in Rs.)
<b>4.1 Non - Current Investments in</b>			
	<b>As at March 31, 2021</b>	<b>As at March 31, 2020</b>	
Investments in quoted shares	-	-	
Investment in unquoted shares of subsidiaries	-	-	
Investment in Joint Ventures	-	-	
Investment in Preference Shares	-	-	
Investment in partnerships	-	-	
<b>Total Non Current Investments</b>	-	-	
<b>4.2 Current Investments</b>			(Amt. in Rs.)
	<b>As at March 31, 2021</b>	<b>As at March 31, 2020</b>	
Investments in Mutual Funds Quoted	-	-	
Quoted:	-	-	
Aggregate book value	-	-	
Aggregate Market value	-	-	
Un Quoted:	-	-	
Aggregate book value	-	-	
<b>Total</b>	-	-	
<b>4.3 Trade Receivables</b>			(Amt. in Rs.)
	<b>As at March 31, 2021</b>	<b>As at March 31, 2020</b>	
<b>Secured and considered good:</b>			
-From Related party	-	-	
-From Others	-	-	
<b>Unsecured and considered good:</b>			
-From Related party	-	-	
-From Others	-	-	
<b>Doubtful:</b>			
-From Related party	-	-	
-From Others	-	-	
Less: allowance for doubtful debts	-	-	
<b>Total Trade Receivables</b>	-	-	
<b>Note 4.4 Loans</b>			(Amt. in Rs.)
	<b>As at March 31, 2021</b>	<b>As at March 31, 2020</b>	
<b>Loans :</b>			
To related parties	-	-	
to other body corporate	-	-	
to employees	-	-	
Security Deposits:			
Less: allowances for Doubtful loans	-	-	
<b>Total Loans</b>	-	-	
<b>Notes:</b>			
Considered good	-	-	
Considered Doubt full, Provided:			
To related parties	-	-	
to other body corporate	-	-	
to employees	-	-	
<b>Total Loans</b>	-	-	
<b>Note 4.5 Other Financial Assets</b>			(Amt. in Rs.)
	<b>As at March 31, 2021</b>	<b>As at March 31, 2020</b>	
Export benefits and entitlements	-	-	
Insurance claim receivable	-	-	
Advance towards equity/preference capital	-	-	
<b>Derivative instruments:</b>			
Derivative instruments at fair value through OCI	-	-	
Cash flow hedges	-	-	
Foreign exchange forward contracts	-	-	
<b>Total derivative instruments at fair value through OCI</b>	-	-	
<b>Derivative instruments at fair value through profit or loss through OCI</b>			
Derivatives not designated as hedges	-	-	
Foreign exchange forward contracts	-	-	
Embedded derivatives	-	-	
Total derivative instruments at fair value through profit or loss	-	-	
<b>Total Other Financial Assets</b>	-	-	
<b>Note 5 Income Taxes</b>			(Amt. in Rs.)
	<b>As at March 31, 2021</b>	<b>As at March 31, 2020</b>	
<b>a). Current Tax Liability</b>			
<b>Opening Balance</b>			
Add: Current tax payable for the year	-	-	
Less: Taxes Paid	-	-	
<b>Closing balances</b>	-	-	
<b>b). Current Tax Asset</b>			
<b>Opening Balance</b>	58,130	-	
Add: Taxes paid/TDS Receivable	20,433	58,130	
Less: Current tax payable for the year	-	-	
<b>Closing Balance</b>	78,563	58,130	
<b>c). Deferred Tax Asset</b>			
Deferred tax Asset - (A)	-	-	
Provision for Employees	-	-	
Warranty Provisions	-	-	
Less allowance on financial and Contract Assets	-	-	
Others	-	-	
<b>Sub Total (A)</b>	-	-	
<b>Deferred tax Liability- (B)</b>			
on Written down value of fixed assets	69,16,816	1,33,01,040	
Others	(29,19,000)	(63,84,224)	
<b>Sub Total (B)</b>	39,97,816	69,16,816	
<b>Total (A-B)</b>	(39,97,816)	(69,16,816)	
<b>Other Assets Non Current Assets</b>			(Amt. in Rs.)
	<b>As at March 31, 2021</b>	<b>As at 31st March 2020</b>	
<b>(A) Other Non-Current Assets</b>			
Capital Advances	-	-	
Advances other than capital advances	18,75,891	-	
<b>Security Deposits:</b>			
Government Authorities - Electricity Dept	33,59,223	33,59,223	
— Advances to Related Parties	-	-	
— Other Advances	-	-	
Others (Specify nature)	-	-	
<b>Total of Other Non-current Assets</b>	52,35,114	33,59,223	
<b>(B) Other Current Assets</b>			
Capital Advances:			
Advances to Plant and Machinery	1,43,49,200	1,43,49,200	
<b>Advances other than capital advances:</b>			
MAT Credit Entitlement	63,39,337	63,39,337	
Security Deposits	-	-	
Advances to Related Parties	-	-	
<b>Other Advances:</b>			
GST Input	-	5,98,756	
Interest Receivable	1,59,858	3,63,282	
<b>Total of Other current Assets</b>	2,08,48,395	2,16,50,575	

SANGAM HEALTH CARE PRODUCTS LIMITED			
<b>Note 7.1</b>	<b>Inventories</b>		(Amt. in Rs.)
	<b>Particulars</b>	<b>As at March 31, 2021</b>	<b>As at 31st March 2020</b>
	Raw Material	18,53,015	64,59,699
	Packing Material	29,89,838	75,16,800
	Work In Process	42,02,788	92,03,852
	Finished Goods	13,72,267	1,36,66,074
	Consumables & Stores and Spares	1,61,132	2,80,045
	Property under Development	-	-
	<b>Total Inventories</b>	<b>1,05,79,040</b>	<b>3,71,26,470</b>
<b>Notes 7.1.1</b>	Details of Inventories pledged as security for liabilities as follows		
		<b>Carrying Amount Rs.</b>	<b>Security Pledged Against</b>
	<b>As at 31st March 2020</b>		
	Raw Material	-	-
	Work In Process	-	-
	Finished Goods	-	-
	<b>As at 31st March 2019</b>		
	Raw Material	-	-
	Work In Process	-	-
	Finished Goods	-	-
	<b>Total Inventories</b>	<b>-</b>	<b>-</b>
<b>Note 7.2</b>	<b>Trade Receivables</b>		(Amt. in Rs.)
		<b>As at March 31, 2021</b>	<b>As at 31st March 2020</b>
	<b>Secured considered good</b>		
	- From Related Parties	-	-
	- From Others	-	-
	<b>Unsecured considered good</b>		
	- From Related Parties	-	-
	- From Others	68,84,428	50,10,222
	<b>Doubtfull</b>		
	- From Related Parties	-	-
	- From Others	-	-
	Less: Provision for Doubt full debts	-	-
	<b>Total Trade Receivables</b>	<b>68,84,428</b>	<b>50,10,222</b>
<b>Note 7.3</b>	<b>Cash and Cash Equivalents</b>		(Amt. in Rs.)
		<b>As at March 31, 2021</b>	<b>As at 31st March 2020</b>
	Cash and Cash Equivalents	3,43,630	75,136
	Bank Balances other than Cash and Cash	-	-
	<b>Total Cash and Cash Equivalents</b>	<b>3,43,630</b>	<b>75,136</b>
<b>Note 7.3.1</b>	<b>Cash and Cash Equivalents</b>		(Amt. in Rs.)
		<b>As at March 31, 2021</b>	<b>As at 31st March 2020</b>
	<b>Bank and Cash Balances</b>		
	<b>On Current Accounts:</b>		
	Kotak Bank-KNR-6912456133	632	632
	Karur Vysva Bank Ltd A/C.No.140413500006078	-	10,454
	Kotak Bank-356	8,307	53,924
	Kotak Bank-295	(236)	(25,544)
	SBI-CURRENT A/C.62263238738(Commerical Branch)	-	(78,018)
	SBI- IPB	-	78,511
	Andhra Bank	-	24,911
	Syndicate Bank	2,915	5,500
	Fixed Deposits with maturity less than 3 months	-	-
	Cheques/dafts on hand	-	-
	Cash on hand	3,32,011	4,766
	<b>Total Cash and Cash Equivalents</b>	<b>3,43,630</b>	<b>75,136</b>
<b>Notes:</b>			
	1. In the Balance sheet Cash comprises cash and demand deposits.		
	2.Cash equivalents are held for the purpose of short term cash commitments rather than for investment or other purpose		
<b>Note 8:</b>	<b>Non Current Assets Clasified as Held for Sale</b>		
		<b>As at March 31, 2021</b>	<b>As at 31st March 2020</b>
	<b>Non-Curret Assets</b>		
	Plant, Propety and Equipment	-	-
	Others	-	-
	<b>Total Non Current Assets Clasified as Held for Sale</b>	<b>-</b>	<b>-</b>
<b>SANGAM HEALTH CARE PRODUCTS LIMITED</b>			
<b>Notes annexed to and forming part of the Financial Statements</b>			
<b>Note 11.1</b>	<b>Borrowings</b>		
		<b>As at March 31, 2021</b>	
		<b>Non Current</b>	<b>Current</b>
		<b>As at 31st March 2020</b>	
		<b>Non Current</b>	<b>Current</b>
	Bonds	-	-
	Debentures(Secured)	-	-
	<b>Term loans:</b>		
	Secured	-	-
	Unsecured	-	-
	From banks	38,88,572	-
	Working Capital	-	-
	Deferred payment liabilities	-	-
	Other Loans	-	-
	-Finance lease obligations	-	-
	- Preference shares	-	-
	Interest-free sales Tax deferral loan from state Govt.	-	1,39,53,174
	<b>Unsecured Loans</b>		
	From Individuals other than banks	-	16,42,99,944
	<b>Total Borrowings</b>	<b>38,88,572</b>	<b>17,82,53,118</b>
			<b>48,15,495</b>
			<b>17,10,74,504</b>

<b>SANGAM HEALTH CARE PRODUCTS LIMITED</b>				
<b>Notes annexed to and forming part of the Financial Statements</b>				
<b>Note 9: Equity share capital</b>				
<b>a. Equity share capital</b>				(Amt. in Rs.)
	<b>As at March 31, 2021</b>		<b>As at March 31, 2020</b>	
	<b>No. of Shares</b>	<b>Amount in Rs.</b>	<b>No. of Shares</b>	<b>Amount in Rs.</b>
<b>Authorised</b>				
Equity shares of Rs. 10 each	15,00,00,000	1,50,00,00,000	15,00,00,000	1,50,00,00,000
<b>Issued</b>				
Equity shares of Rs. 10 each	1,48,60,700	14,86,07,000	1,48,60,700	14,86,07,000
<b>Subscribed and Paid-up</b>				
Equity shares of Rs. 10 each fully paid-up	1,48,60,700	14,86,07,000	1,48,60,700	14,86,07,000
<b>Total</b>	<b>1,48,60,700</b>	<b>14,86,07,000</b>	<b>1,48,60,700</b>	<b>14,86,07,000</b>
<b>b. Reconciliation of the number of equity shares outstanding and the amount of share capital</b>				
	<b>As at March 31, 2021</b>		<b>As at March 31, 2020</b>	
	<b>No. of Shares</b>	<b>Amount</b>	<b>No. of Shares</b>	<b>Amount</b>
<b>Equity Shares</b>				
<b>Issued and Subscribed:</b>				
Shares outstanding at the beginning of the year	1,48,60,700	14,86,07,000	1,48,60,700	14,86,07,000
Add: Issued During the year for cash	-	-	-	-
Add: Shares issued at ESOP trust	-	-	-	-
Shares outstanding at the end of the year	<b>1,48,60,700</b>	<b>14,86,07,000</b>	<b>1,48,60,700</b>	<b>14,86,07,000</b>
<b>c. Terms / rights attached to equity Shares</b>				
The company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholdings.				
<b>d.</b> Shares reserved for issue underwriter options				Nil
<b>e.</b> Detail of Rights Issues				Nil
<b>f.</b> details of shares held by Holding/Ultimatley Holding Company				Nil
<b>g.</b> Details of shares issued for consideration other than cash				Nil
<b>h. Shares in the company held by each shareholder holding more than 5 percent</b>				
	<b>As at March 31, 2021</b>		<b>As at March 31, 2020</b>	
<b>Name of the Shareholder</b>	<b>No. of Shares held</b>	<b>% of Holding</b>	<b>No. of Shares held</b>	<b>% of Holding</b>
M/s. Boin Medica Co Ltd	12,40,260	8.35%	12,40,260	8.35%
Addepalli Balagopal	30,01,000	20.19%	30,01,000	20.19%
D.V.S.Sharma	25,00,000	16.82%	25,00,000	16.82%
G.Ramana	22,55,140	15.18%	22,55,140	15.18%
G.Padma	20,00,000	13.46%	20,00,000	13.46%
*Includes 10 Equity shares of Rs. 10 each fully paid up held by nominee.				
<b>i. Dividend Declaration Details</b>				
		Amount in Rs.		
<b>Particulars</b>	<b>As at March 31, 2021</b>	<b>As at Mar 31, 2020</b>		
Cash Dividend Declared for the Year 31st March 2021	-	-		
Interim Dividend for the year ended on 31st March 2021				
<b>Total</b>	-	-		
Proposed Dividend on Equity Shares	-	-		
Final Dividend for the year ended 31st March 2021	-	-		
<b>Total</b>	-	-		

<b>Note 10.1 Other equity</b>				
			<b>As at March 31, 2021</b>	<b>As at March 31, 2020</b>
<b>Capital Reserve:</b>				
	Balance at the beginning of the year		7,70,01,003	7,70,01,003
	Add: Addition During the Year		-	-
	<b>Balance at the end of the year</b>		<b>7,70,01,003</b>	<b>7,70,01,003</b>
<b>Securities Premium:</b>				
	Balance at the beginning of the year		-	-
	Add: Securities Premium on shares issued during the year		-	-
	<b>Balance at the end of the year</b>		<b>-</b>	<b>-</b>
<b>Retained earnings</b>				
	Balance at the beginning of the year		(38,47,94,106)	(42,53,36,606)
	Add: Addition During the Year		(2,29,87,312)	4,05,42,500
	<b>Balance at the end of the year</b>		<b>(40,77,81,418)</b>	<b>(38,47,94,106)</b>
	<b>Total other Equity</b>		<b>(33,07,80,415)</b>	<b>(30,77,93,103)</b>
<b>Note 10.2 Other Reserves</b>				
			<b>As at March 31, 2021</b>	<b>As at March 31, 2020</b>
<b>Debentures Redemption Reserves:</b>				
	Balance at the beginning of the year		-	-
	Add: Addition during the Year		-	-
	<b>Balance at the end of the year</b>		<b>-</b>	<b>-</b>
<b>Capital Redemption Reserves:</b>				
	Balance at the beginning of the year		-	-
	Add: Addition during the Year		-	-
	<b>Balance at the end of the year</b>		<b>-</b>	<b>-</b>
<b>Investment Fluctuation Reserves:</b>				
	Balance at the beginning of the year		-	-
	Add: Addition during the Year		-	-
	<b>Balance at the end of the year</b>		<b>-</b>	<b>-</b>
	<b>Total Other Reserves</b>		<b>-</b>	<b>-</b>

SANGAM HEALTH CARE PRODUCTS LIMITED				
Note 11.1.1		As at March 31, 2021	Terms of Repayment	Security
	<b>Particulars</b>			
	<b>Long Term</b>			
	Bonds	-	-	-
	Debentures	-	-	-
	<b>Rupee term loans from Banks:</b>	38,88,572	-	-
	Interest-free sales Tax deferral loan from state Govt.	-	-	-
	<b>Short Term</b>			
	Interest-free sales Tax deferral loan from state Govt.	-	-	-
Note 11.1.2	<b>Current Borrowings</b>	As at March 31, 2021	As at 31st March 2020	
	Working Capital Borrowings(Secured)	-	-	
	Rupee Loan	-	-	
	Foreign Currency loan	-	-	
	Foreign Currency loan from Bank (Unsecured)	-	-	
	Rupee Loan Banks (Unsecured loans)	-	-	
	Commercial Papers (Unsecured)	-	-	
	<b>Total Non Current Assets Classified as Held for Sale</b>	-	-	
Notes 11.1	<b>Note Short Term Borrowing</b>	As at March 31, 2021	As at 31st March 2020	
	<b>Term loans</b>			
	From banks	-	1,24,44,487	
	Working Capital	-	2,03,08,010	
	Interest-free sales Tax deferral loan from state government	1,39,53,174	91,37,679	
	<b>Unsecured Loans</b>	16,42,99,944	16,17,01,795	
	<b>Total</b>	<b>17,82,53,118</b>	<b>20,35,91,971</b>	
Note 11.2 :	<b>Trade payables</b>	As at March 31, 2021	As at 31st March 2020	
		Non Current	Current	Non Current
	<b>Trade payables</b>			
	Dues to Micro, Small and Medium Enterprises	-	-	-
	Dues to other than Micro, Small and Medium Enterprises	-	-	-
	<b>Sub Total</b>	-	-	-
	<b>Non Current Liabilities</b>			
	<b>Trade payables</b>			
	Dues to Micro, Small and Medium Enterprises	-	-	-
	Dues to other than Micro, Small and Medium Enterprises	-	4,41,16,232	5,92,08,424
	<b>Sub total</b>	-	<b>4,41,16,232</b>	<b>5,92,08,424</b>
Note: Dues to micro and small enterprises - As per Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED' Act) This information has been determined to the extent such parties have been identified on the basis of information available with the Company				
Note 11.2.1		As at March 31, 2021	As at 31st March 2020	
	Principal amount remaining unpaid to any supplier as at the end of the year.	-	-	
	Amount of interest due remaining unpaid to any supplier as at the end of the year	-	-	
	Amount of interest paid under MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during the year.	-	-	
	Amount of interest due and payable for the period of delay in making payment (where the principal has been paid but interest under the MSMED Act, 2006 not paid)	-	-	
	Amount of interest accrued and remaining unpaid at the end of year.	-	-	
	Amount of further interest remaining due and payable even in the succeeding year	-	-	
Note 11.3	<b>Other Financial Liabilities</b>	As at March 31, 2021	As at 31st March 2020	
		Non Current	Current	Non Current
	Current Maturities of Long Term Borrowings	-	-	-
	Current Maturities of finance lease obligation	-	-	-
	Investor education protection fund	-	-	-
	<b>others:</b>			
	Retention money for capital projects	-	-	-
	Payble towards capital expenditure	-	-	-
	Payble towards Services received	-	-	-
	Payble towards other expenses	-	-	-
	Interest accrued but no due on borrowings	-	-	-
	<b>Total Borrowings</b>	-	-	-
Note 12	<b>Long term provisions</b>	As at March 31, 2021	As at 31st March 2020	
		Non Current	Current	Non Current
	a). Provision for Employee Benefits			
	For Provident Fund	-	-	-
	For gratuity	-	-	67,98,421
	Provision for compensated absences	-	-	-
	b). Others			
	Service Warranties	-	-	-
	Statutory Dues	-	-	-
	Legal Claims	-	-	-
	<b>Total</b>	-	-	<b>67,98,421</b>
Note 13	<b>Other Current Liabilities</b>	As at March 31, 2021	As at 31st March 2020	
	<b>a).Revenue Received in Advance</b>			
	Advances From customers	2,08,13,523	1,62,31,886	
	<b>b).Other Pavables</b>			
	<b>Statutory Dues Payable</b>			
	Provident fund payable	29,69,616	23,38,556	
	ESI contribution payable	26,381	9,26,263	
	Interest Payable on statutory dues	42,69,003	42,69,003	
	TDS payable	17,42,383	11,27,357	
	Salaries and Wages & settlements payable	1,31,00,173	41,14,093	
	Directors Remuneration Pavable	8,40,000	8,40,000	
	Bonus payable	3,30,802	15,00,000	
	Electricity Charges Pavable	2,67,233	20,46,508	
	Other Expenses Payable	6,67,637	40,87,948	
	Deposits	1,30,000	1,30,000	
	Other Advance payable	5,69,805	22,29,591	
	Audit fee payable	2,95,254	1,80,000	
	GST payable	87,690	-	
	<b>Total</b>	<b>4,61,09,501</b>	<b>4,00,21,205</b>	





<b>Note 16: Net gain on de-recognition of financial assets at amortised cost</b>		
<b>Particulars</b>	<b>For the Year ended Mar 2021</b>	<b>For the year ended March 2020</b>
Profit on sale of land and buildings	-	2,91,54,304
Written off of liability	-	-
<b>Total Gain</b>	<b>-</b>	<b>2,91,54,304</b>
<b>Note 17: Net gain on reclassification of financial assets</b>		
<b>Deposits with banks and others</b>	<b>For the Year ended Mar 2021</b>	<b>For the year ended March 2020</b>
Profit on sale of land and buildings	-	-
Written off of liability	-	-
<b>Total Gain</b>	<b>-</b>	<b>-</b>
<b>Note 18 Cost of Material Consumed</b>		
<b>Particulars</b>	<b>For the Year ended Mar 2021</b>	<b>For the year ended March 2020</b>
<b>A. Raw Material Consumed</b>		
Raw materials at the beginning of the year	1,39,76,499	85,34,585.0
Add: Purchases During the year	2,99,85,562	10,78,51,147
Less: Raw materials at the end of the year	48,42,853	1,39,76,499
<b>Total cost of raw material consumed</b>	<b>3,91,19,208</b>	<b>10,24,09,233</b>
<b>B). Packing Material</b>		
Packing materials at the beginning of the year	-	-
Add : Purchases During the year	-	-
Less: Packing materials at the end of the year	-	-
<b>Total cost of packing materials consumed (B)</b>	<b>-</b>	<b>-</b>
<b>Total cost of Materials consumed (B)</b>	<b>3,91,19,208</b>	<b>10,24,09,233</b>
<b>Note 19 Changes in inventories of finished goods, work-in-progress and stock-in-trade</b>		
<b>Particulars</b>	<b>For the Year ended Mar 2021</b>	<b>For the year ended March 2020</b>
Opening Balnce		
Finished Goods	1,36,66,074	1,23,80,247
Work in Progress	92,03,852	65,60,286
Stock in Trade (Including Goods in Transit)	(9,147)	12,918
Spares and Consumables	2,80,045	2,57,980
<b>Total Opening Balnces</b>	<b>2,31,40,824</b>	<b>1,92,11,431</b>
<b>Closing Balance</b>		
Finished Goods	13,72,267	1,36,66,074
Work in Progress	42,02,788	92,03,852
Stock in Trade (Including Goods in Transit)	-	(9,147)
Spares and Consumables	1,61,132	2,80,045
<b>Total Closing Balance</b>	<b>57,36,187</b>	<b>2,31,40,824</b>
<b>Total Changes in inventories of finished goods, work-inprogress and stock-in-trade</b>	<b>1,74,04,637</b>	<b>39,29,393</b>
<b>Note 20 Employee Bebefits</b>		
<b>Particulars</b>	<b>For the Year ended Mar 2021</b>	<b>For the year ended March 2020</b>
Salaries, Wages, Bonus etc.	2,86,71,280	5,13,98,571
Contribution to P.F, E.S.I and Other Statutory Funds	3,87,293	29,45,668
Employee share based payment expenses	-	-
Gratuity	-	-
Leave compensation	-	-
Post-employment pension benefits	-	-
Post-employment medical benefits	-	-
Staff welfare expenses	1,02,469	8,99,835
<b>Total Employee benefits</b>	<b>2,91,61,042</b>	<b>5,52,44,074</b>

<b>Note 21 Finance Cost</b>		
<b>Particulars</b>	<b>For the Year ended Mar 2021</b>	<b>For the year ended March 2020</b>
<b>Interest and finance charges on financial liabilities carried at amortised cost</b>		
a). Interest on Bank Borrowings	6,42,347	28,11,270
b). Interest on Bill Discounting	-	-
c). Other Interest Expenses (Bank Charges)	99,910	1,34,122
Less: Amount Capitalised	-	-
<b>Total Interest on financial liabilities carried at amortised cost</b>	<b>7,42,257</b>	<b>29,45,392</b>
Intest on Trade payables (as per MSME Act)	-	-
Interest on delayed payment of statutory dues	-	-
Unwinding of discount on provision	-	-
Exchange difference regarded as adjustment to borrowing costs	-	-
Dividend on redeemable preference shares (including dividend distribution tax)	-	-
<b>Total Finance Cost</b>	<b>7,42,257</b>	<b>29,45,392</b>
<b>Note 3 Depreciation and Amortisation Expenses</b>		
<b>Particulars</b>	<b>For the Year ended Mar 2021</b>	<b>For the year ended March 2020</b>
Depreciation on plant, property and equipment	1,16,82,467	1,25,54,622
Depreciation on Investment properties	-	-
Amortisation on Intangible assets	-	-
<b>Total depreciation and Amortisation expenses</b>	<b>1,16,82,467</b>	<b>1,25,54,622</b>
<b>Note 22 : Other expenses</b>		
<b>Particulars</b>	<b>For the Year ended Mar 2021</b>	<b>For the year ended March 2020</b>
Audit Fees	2,00,000	2,00,000
Consumptions of Store and Spares	96,812	20,33,262
Power and Fuel	56,80,625	1,35,12,126
Factory Maintenance	6,95,170	20,00,702
Insurance	-	98,353
Rates and Taxes	18,521	6,85,755
Security Charges	3,89,677	5,99,550
Travelling & Conveyance Expenses	4,22,267	6,53,190
Printing & Stationery	22,730	1,23,371
Factory rent	72,20,000	86,45,162
Telephone Expense	1,02,203	1,04,684
Vehicle Maintenance	69,765	1,03,515
Other General Expenses	1,96,932	6,92,919
Marketing Expenses	27,84,635	71,93,220
Carriage Outwards	46,33,710	61,27,725
Consultancy and Legal Charges	2,16,250	9,10,874
Office Maintenance	97,506	3,20,358
Stock Written off	9,147	-
<b>Total</b>	<b>2,28,55,949</b>	<b>4,40,04,766</b>
<b>22.1 Payment to Auditors</b>		
<b>Particulars</b>	<b>For the Year ended Mar 2021</b>	<b>For the year ended March 2020</b>
As An Auditor		
- Audit Fees	2,00,000	2,00,000
- Tax Audit	-	-
- Limited Review	-	-
In Other Capacity		
- Taxation Matters	-	-
- Company Law matters	-	-
- Certification matters	-	-
- Reimbursement of Expenses	-	-
<b>Total Payment to Auditor</b>	<b>2,00,000</b>	<b>2,00,000</b>
<b>22.2 Corporate Social Responsibility( CSR) Not Applicable to this period</b>		
<b>Particulars</b>	<b>For the Year ended Mar 2021</b>	<b>For the year ended March 2020</b>
Amount required to be spent as per Section 135 of the Companies Act, 2013	-	-
<b>Amount spent during the year on:</b>	-	-
	-	-

**SANGAM HEALTH CARE PRODUCTS LIMITED**  
**NOTES TO ACCOUNTS**

**Related Party Disclosures (Ind AS 24):**

23. Related Party disclosures required as per Accounting Standard (Ind AS-24) on “Related Party disclosures “issued by the Institute of Chartered Accountants of India , are as below :

a) **Names of related parties and the Description of Relationship :**

<b>Sl. No</b>	<b>Name</b>	<b>Relationship</b>
(i)	Subsidiaries	NIL
(ii)	<b>Key Management Personnel</b> Satish Kumar Varre Bala Gopal Reddy Padma Ghanakota Rajesh Kakkera Madhavarao Mandlapu	CFO Managing Director Director Director Director

b) **Related Party Transactions**

**Unsecured Loans:**

<b>Particulars</b>	<b>A Balagopal</b>	<b>G Padma</b>
Opening Balance	7,80,54,548	6,50,100
Loan taken	-	31,20,000
Loan given	-	-
Repaid during the year	12,12,957	-
<b>Closing Balance</b>	<b>7,68,41,591</b>	<b>37,70,100</b>

**24. Consolidated and Separate Financial Statement (Ind AS 27):**

The company has no subsidiary companies for the current reporting period. Hence consolidate and separate financial statement are not applicable.

**25. Investments in Associates (Ind AS 28):**

The company has not made any investments in any of its associates during the reporting period. This accounting standard has no financial impact on the financial statements for the current reporting period.

**26. Interest in Joint Ventures (Ind AS 31)**

The company has no interest in any Joint ventures. This accounting standard has no financial impact on the financial statements for the current reporting period.

**27. Earnings Per Share (Ind AS 33):**

- a) Basic Earnings Per Share for (continued operations) there are no discontinued operations hence, EPS is presented for continued operations only.

Particulars	March 31, 2021	March 31, 2020
Profit After Tax (Rs.)- (A)	(2,29,87,312)	4,05,42,500
Weighted Average No. of Shares (Basic)- (B)	1,48,60,700	1,48,60,700
EPS (Basic) = (A)/(B)	(1.55)	2.73

- b). **Diluted earning per share** (continued operations) there are no discontinued operations hence, EPS is presented for continued operations only.

Particulars	March 31, 2021	March 31, 2020
Profit After Tax (Rs.)- (A)	(2,29,87,312)	4,05,42,500
Weighted Average No. of Shares (Diluted) -(B)	1,48,60,700	1,48,60,700
EPS (Diluted) = (A)/(B)	(1.55)	2.73

**28. Derivative instruments and un-hedged foreign currency exposure:**

- a) There are no outstanding derivative contracts as at March 31, 2021 and March 31, 2020.
- b) Particulars of Un-hedged foreign currency exposure is : Nil

**29. Loan Funds:**

Secured Loans

Particulars	2020-21	2019-20
<b>Term Loans:</b>		
1. The loan of Rs.29,29,496/-was sanctioned vide agreement number 97610405 for Auto Premium Loan. The loan is to be repayable in 600 equal instalments starting from 05.02.2020 with the interest of. 7.95%. The Monthly Instalment Amount is Rs.61,540/-.	23,64,447	-
2. The loan of Rs.19,21,800/-was sanctioned vide agreement number CF-17865250 for Purchase of car	15,24,124	-

(Innova). The loan is to be repayable in 60 equal instalments starting from 05.01.2020 with the interest of 7.95%. The Monthly Instalment Amount is Rs.41,030/-.		
--	--	--

**30. Confirmation of Balances:**

Confirmation letters have been issued by the company to Trade Receivables, Trade Payables, Advances to suppliers and others advances requesting that the confirming party responds to the company only if the confirming party disagrees with the balances provided in the request and however the company has not received any letters on disagreements.

**31. Net Current Assets:**

S.no	Particulars	As at 31 <sup>st</sup> March 2021	As at 31 <sup>st</sup> March 2020
<b>A</b>	<b>Current Assets:</b>		
1	Inventories	1,05,79,040	3,71,26,470
2	Trade Receivables	68,84,428	50,10,222
3	Cash and Cash equivalent	3,43,630	50,10,222
4	Current Tax Asset (Net)	78,563	58,130
5	Other Current Asset	2,08,48,395	2,16,25,313
	<b>Total Current Assets</b>	<b>3,87,34,056</b>	<b>6,38,95,271</b>
<b>B</b>	<b>Current Liabilities:</b>		
1	Borrowings	17,82,53,118	17,10,74,504
2	Trade Payables	4,41,16,232	5,92,08,424
3	Other Current Liabilities	4,61,09,501	4,00,21,206
	<b>Total Current liabilities</b>	<b>26,84,78,852</b>	<b>27,03,04,134</b>
C	Current Assets-Current Liabilities	(22,97,44,796)	(20,64,08,863)

**32. Revenue from Operations:**

S.no	Particulars	As at 31 <sup>st</sup> March 2021	As at 31 <sup>st</sup> March 2020
1	Sale of goods:		
	Sale of Manufactured Products	9,53,70,775	21,80,55,047
	Stock In trade	-	-
	Total	9,53,70,775	21,80,55,047
2	Revenue from Sale of Service	-	-
3	Other Operating Revenues	-	-

**33. Revenue Reconciliation:**

S.no	Particulars	As at 31 <sup>st</sup> March 2021	As at 31 <sup>st</sup> March 2020
1	Sale of Products”		
	Domestic	10,64,45,090	24,35,12,713
	Exports	-	-
	Gross Revenue	10,64,45,090	24,35,12,713
	Less: Discount	-	-
	Less: Returns	-	-
	Less: price Concession	-	-
	Less Incentives and Performance bonus	-	-
	Less: Goods and service Tax	1,10,74,315	2,54,57,666
	Net Revenues recognized from contracts with customers	9,53,70,775	21,80,55,047

**34. Other Income:**

S.no	Particulars	As at 31 <sup>st</sup> March 2021	As at 31 <sup>st</sup> March 2020
1	Discounts Received	-	-
2	Interest Received from FD	-	-
3	Other Income	1,77,620	1,77,618

**35. Details of Loans given, Investments made and Guarantee given covered Under Section 186(4) of the Companies Act, 2013.**

The company has not extended any Corporate Guarantees in respect of loans availed by any company/firm as at March 31, 2021

**36. Auditors’ Remuneration:**

Particulars	March 31, 2021	March 31, 2020
Fees towards*		
Statutory Audit	2,00,000	2,00,000

\*The fees is exclusive of GST

**37. Dues to Micro Small and Medium Enterprises:**

Disclosure required as per section 22 of the Micro, Small and Medium Enterprise Development Act, 2006 (MSMED Act.) as at 31.03.2021.

SL No	Description	March 31, 2021
1	Principal amount due to suppliers under MSMED	NIL
2	Interest accrued and due to suppliers covered under MSMED on the above amount, unpaid	NIL
3	Payment made to suppliers (with Interest) beyond the appointed day during the year.	NIL
4	Payment made to suppliers (other than interest) beyond the appointed day during the previous year	NIL
5	Interest paid to suppliers covered under MSMED	NIL
6	Interest due & Payable to suppliers covered under MSMED Act., towards payments already made.	NIL

The information has been given in respect of such vendors to the extent they could be identified as micro and small enterprises on the basis of information available with company.

As per the information provided / submitted by the Company, there are no dues to Micro, Small and Medium Enterprises covered under('MSMED' Act, 2006).

**38. Financial Risk Management**

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

**39. Credit Risk**

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the company. The company has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, a means of mitigating the risk of financial loss from defaults.

The company makes an allowance for doubtful debts/advances using expected credit loss model.



**40. Liquidity risk**

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

**41.** Amounts have been rounded off to nearest Rupee.

**42.** Schedules 2 to 41 form part of Balance Sheet and have been authenticated.

**As per our report of even date  
For M M REDDY & CO.,  
Chartered Accountants  
Firm Reg. No. 010371S**

**For and on behalf of the Board of  
SANGAM HEALTH CARE PRODUCTS  
LIMITED**

**Sd/-  
M. Madhusudhana Reddy  
Partner  
Membership No. 213077  
UDIN: 21213077AAAAKY8039**

**Sd/-  
A. Balagopal  
Managing Director  
DIN: 01712903**

**Sd/-  
Padma Ghanakota  
Director  
DIN : 07078176**

**Place: Hyderabad  
Date: 21/08/2021**

**Form No. MGT-11**

**Proxy form**

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN: :L24230TG1993PLC016731

Name of the company : Sangam Health Care Products Limited

Registered office : 205, 206, Amarchand Sharma Complex, S.P. Road, Secunderabad - 500002, Telangana

Name of the member(s):
Registered Address:
E-mail Id:
Folio No./Client Id:
DP ID:

I/We, being the member (s) of ..... shares of the above named company, hereby appoint

1. Name : .....

Address : \_

E-mail Id :

Signature: ....., or failing him

2. Name : .....

Address:

E-mail Id :

Signature: ....., or failing him

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 27<sup>th</sup> Annual General Meeting of the Company, to be held on Thursday, 30.09.2021 at 11.30 a.m. at Survey No.182, Yellampet Village, Medchal Mandal, Medchal District, Telangana-501401 and at any adjourned meeting thereof in respect of such resolutions as are indicated below:

**Resolution No.**

1. Approval of financial statements for the year ended 31.03.2021.
2. Appointment of Mrs. Padma Ghanakota as Director who retires by rotation.
3. Appointment of Mr. D. Bhagat Reddy (DIN: 07087331) as Director of the company
4. Appointment of Mr. D. Bhagat Reddy (DIN: 07087331) as Managing Director of the Company

Signed this ..... day of..... 2021

Signature of shareholder

Affix Revenue Stamp
------------------------

Signature of Proxy holder(s)

**Note:** This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

**SANGAM HEALTH CARE PRODUCTS LIMITED**  
**205, 206, Amarchand Sharma Complex, S.P. Road, Secunderabad - 500002,**  
**Telangana**

---

ATTENDANCE SLIP

(Please present this slip at the Meeting venue)

I hereby record my presence for the 27<sup>th</sup> Annual General Meeting of the Company, to be held on Thursday, 30.09.2021 at 11.30 a.m. at Survey No.182, Yellampet Village, Medchal Mandal, Medchal District, Telangana-501401 and at any adjourned meeting thereof.

Shareholders/Proxy's Signature \_\_\_\_\_

Shareholders/Proxy's full name \_\_\_\_\_

(In block letters)

Folio No./ Client ID \_\_\_\_\_

No. of shares held \_\_\_\_\_

**Note:**

Shareholders attending the meeting in person or by proxy are required to complete the attendance slip and hand it over at the entrance of the meeting hall.

**Form No. MGT-12  
POLLING PAPER**

[Pursuant to section 109(5) of the Companies Act, 2013 and rule 21(1)(c) of the Companies  
(Management and Administration) Rules, 2014]

CIN: L24230TG1993PLC016731

Name of the company: Sangam Health Care Products Limited

Registered office: 205, 206, Amarchand Sharma Complex, S.P. Road, Secunderabad - 500002,  
Telangana

**BALLOT PAPER**

SI. No	Particulars	Details
1.	Name of the First Named Shareholder (In block letters)	
2.	Postal address	
3.	Registered folio No. / *Client ID No. (*Applicable to investors holding shares in dematerialized form)	
4.	Class of Share	

I hereby exercise my vote in respect of Ordinary/ Special resolution enumerated below by recording my assent or dissent to the said resolution in the following manner:

No	Item No.	No. of shares held by me	I assent to the resolution	I dissent from the resolution
1.	Approval of financial statements for the year ended 31.03.2021.			
2.	Appointment of Mrs. Padma Ghanakota as Director who retires by rotation.			
3.	Appointment of Mr. D. Bhagat Reddy (DIN: 07087331) as Director of the company			
4.	Appointment of Mr. D. Bhagat Reddy (DIN: 07087331) as Managing Director of the company			

Place: Hyderabad

Date: 30.09.2021

(Signature of the shareholder)

## Route Map for the Venue of AGM

