

Auditors' Certificate

It is hereby certified that we have verified the particulars contained in the Statement of Account and Solvency including the Statements of Assets and Liabilities as at 31st March, 2024 and the Statement of Income and Expenditure for the year ending 31st March, 2024 from the accounting records and other books and papers of Navitas LLP and we had issued an Independent Auditors Report on the financial statements of Navitas LLP for the year ended 31st March 2024 and expressed a modified audit opinion on those financial statements vide our report dated 30th May, 2024.

**For Sundar Srinivasan & Sridhar
Chartered Accountants**

Firm Registration No 004201S


V. Vijay Krishna

Partner

Membership No. 216910

UDIN: 24216910BKFDL08657



Place: Chennai

Date: May 30, 2024

INDEPENDENT AUDITOR'S REPORT

To the Designated Partners of Navitas LLP

REPORT ON THE AUDIT OF FINANCIAL STATEMENTS

Adverse Opinion

We have audited the accompanying financial statements of **Navitas LLP** ("the LLP") which comprise of the Statement of Assets & Liabilities as at 31st March, 2024 and the Statement of Income and Expenditure account and the Cash flow Statement for the year ended on that date and notes to Financial Statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, **because of the significance of the matters discussed in the Basis for adverse opinion paragraph of our Report**, the aforesaid financial statements do not give the information required by the Limited Liability Partnership Act, 2008 ("the Act") in the manner so required and do not give a true and fair view in conformity with the accounting principles generally accepted in India including Accounting Standards issued by Institute of Chartered Accountants of India ("ICAI"), of the state of affairs of the LLP as at 31 March 2024, its loss and its cash flows for the year ended on that date.

Basis for Adverse Opinion

- a) As stated in Note 9(b) to the financial statements, tax assets appearing in the financial statements of the LLP to an extent of ₹ 30,384,255 pertain to various assessment years relating to the financial periods ending upto March 31, 2021. In the absence of sufficient appropriate evidence to corroborate the management's assessment of recoverability of these balances we are unable to comment on the carrying value of above receivables and the shortfall, if any, on the amount that would be ultimately realizable from the tax authorities considering the fact that the LLP's contingent liabilities as at 31 March 2024 as disclosed in Note 8 of INR 612,966,999 pertain to direct tax litigations pending before various forums, for which the assessment on whether the outflow of resource embodying economic benefits is probable or not as per the requirements of Ind AS 37- "Provisions, Contingent Liabilities and Contingent Assets" is in progress. In the absence of sufficient



appropriate audit evidence, we are unable to comment upon the appropriateness and classification of the aforesaid amounts as provision or contingent liabilities as at 31 March 2024 in accordance with AS 29, "Provisions, Contingent Liabilities and Contingent Assets" and the consequential impact, if any, on the total liabilities and loss as at and for the year then ended.

- b) Considering the business operations of the LPP, we are unable to comment on the usage/recoverability of indirect tax credit/receivables of INR 34,490,597 (included in Note 2.7 and 2.10) and the consequential impact, if any, on the total assets and loss as at and for the year then ended is not ascertainable.
- c) Account balances like advances received from customers, deferred revenue and accrued expenses have not been reviewed by the Management, and pending review, we are unable to comment on the impact on the financial statements.
- d) We draw attention to Note 1.1 (b) to the financial statements, in respect of the preparation of financial statements of the LLP on a going concern basis, which states that the LLP has incurred significant losses during the year and the networth has completely eroded and working capital is negative as at the end of the Financial Year. No business operations could be carried on since the last quarter of the immediately preceding financial year as all the employees of LLP have resigned. Further, the LLP has exposure to bank loans and subsequent to the financial year-end, the bank has served notice recalling the entire facilities granted to LLP. Furthermore, LLP has significant unpaid statutory dues. In addition, the LLP has significant litigations under direct tax law the outcome & impact of which is unascertainable. The cumulative effect of these factors and the possible impact of the matters stated in (a) to (c) above indicate the existence of a material uncertainty that may cast significant doubt on the LLP's ability to continue as a going concern and therefore the LLP may be unable to realize its assets and discharge its liabilities in the normal course of business. Considering such factors, and in the absence of necessary and adequate evidence with respect of LLP's assumption of going concern, as per our judgement, management's use of the going concern basis of accounting in the financial statements is inappropriate.

We conducted our audit in accordance with the Standards on Auditing ("SA"s) issued by the Institute of Chartered Accountants of India ("ICAI"). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the entity in accordance with the Code of Ethics issued by ICAI and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse opinion.



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

The Management is responsible for preparation of the financial statements that give a true and fair view of the state of affairs, profit/loss and cash flows of the LLP in accordance with the provisions of the Act and accounting principles generally accepted in India including Accounting Standards issued by ICAI and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on effectiveness of the LLP's internal 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 LLP's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the LLP to cease to continue as a going concern.

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.

For Sundar Srini & Sridhar

Chartered Accountants

Firm Registration Number: 004201S



V. Vijay Krishna

Partner

Membership No: 216910

UDIN: 24216910BKFDLP1855

Place: Chennai

Date: May 30, 2024

Navitas LLP Statement of Assets and Liabilities as at March 31, 2024				
Particulars	Notes	As at		As at
		March 31, 2024	Amount in ₹	March 31, 2023
CONTRIBUTION & LIABILITIES				
Partners' Funds				
(i) Contribution - Capital Account	2.1	10,000,000		10,000,000
(ii) Partners' Current Account	2.2	(122,798,231)		903,690
Non Current Liabilities				
(i) Long term Borrowings	2.3	-		6,529,644
Current Liabilities				
(i) Short-term Borrowings	2.3	79,724,433		80,860,081
(ii) Trade Payables	2.4	567,000		-
- total outstanding dues of micro enterprises and small enterprises				
- total outstanding dues of creditors other than micro enterprises and small enterprises				
(iii) Other Current Liabilities	2.5	35,776,692		37,558,135
		82,979,670		80,429,566
Total		86,249,564		216,281,116
ASSETS				
Non Current Assets				
(i) Property, plant and equipment	2.6(a)	-		-
(ii) Capital work in progress	2.6(a)	-		-
(iii) Right of use assets	2.6(b)	-		-
(iv) Intangible assets	2.6(a)	-		-
(v) Other Non Current Assets	2.7	10,076,374		10,076,374
(vi) Income Tax Assets (net)		37,180,503		36,183,266
Current Assets				
(i) Trade Receivables	2.8	4,152,620		129,095,180
(ii) Cash & Bank Balances	2.9	59,275		390,002
(iii) Short-Term Loans & Advances	2.10	34,780,792		40,536,294
Total		86,249,564		216,281,116
Notes forming part of financial statements	1-10			
As per our report attached				
For Sundar Srinivas & Sridhar Chartered Accountants Firm Registration No: 004201S		For Navitas LLP LLPIN : AAA-0367		
 V. Vijay Krishna Partner Membership No. 216910		 N.S. Shobana Designated Partner DIN: 01649318		 V. Venkatesan Designated Partner DIN: 00194600
Place: Chennai Date : May 30, 2024				

Navitas LLP					
Statement of Income & Expenditure for the year ended March 31, 2024					
Particulars	Notes	Year Ended March 31, 2024	Year Ended March 31, 2023		
		Amount in ₹			
Income					
Revenue from Operations - Exports			235,680,527		
Revenue from Operations - Domestic			164,615,015		
Other Income, net	2.11	408,087	59,239,208		
Total Income		408,087	459,534,750		
Expenses					
Cost of Software Licenses and Services			124,428,327		
Personnel Expenses	2.12		169,344,411		
Administrative Expenses	2.13	110,592	5,241,431		
Power and Fuel			3,166,371		
Selling and Marketing Expenses			2,552,183		
Statutory Audit Fees (including Limited Review Fee)		300,000	900,000		
Depreciation and Amortisation	2.14		82,199,757		
Interest & Finance Cost		15,362,278	20,219,916		
Other Expenses					
Bad Debts including provision for doubtful debts		121,870,261	407,161,290		
Impairment of Property Plant and Equipment and Intangible Assets			49,471,088		
Repairs & Maintenance			60,574,008		
Rent, Rates & Taxes		1,679,605	19,511,058		
Travelling & Conveyance		9,187	6,896,980		
Professional Charges		63,866	4,694,542		
Total		139,395,789	956,361,362		
Profit/(Loss) before Tax & Prior Period Adjustments		(138,987,702)	(496,826,612)		
Prior Period Income/(Expense) -Net of tax	1.1 (a)		6,176,078		
Profit/(Loss) before Tax		(138,987,702)	(490,650,534)		
Tax Expense					
Current Tax					
Deferred Tax charge/(credit)			6,593,447		
(Excess)/Short Provision for earlier years					
Profit/(Loss) for the year		(138,987,702)	(497,243,981)		
Profit/(Loss) Transferred to Partners' Current Account		(138,987,702)	(497,243,981)		
Profit/(Loss) Transferred to Reserves & Surplus					
Notes forming part of financial statements	1-10				
As per our report attached					
For Sundar Srinivas & Sridhar Chartered Accountants		For Navitas LLP LLPIN : AAA-0367			
Firm Registration No: 004201S					
 V. Vijay Krishna Partner Membership No. 216910		 N.S. Shobana Designated Partner DIN: 01649318			
 V. Venkatesan Designated Partner DIN: 00194600					
Place: Chennai					
Date : May 30, 2024					

Navitas LLP Cash Flow Statement for the year ended March 31, 2024		
Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
	Amount in ₹	
A) CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) Before Tax & Prior Period Adjustments	(138,987,702)	(496,826,612)
Adjustments for		
Depreciation & Amortisation	-	82,199,757
Bad Debts including provision for doubtful debts	121,870,261	407,161,290
Interest Income	-	(82,747)
Withdrawal of Excess Provision	(5,393)	(12,603,985)
Gain on Sale of PPE	-	(3,943,053)
Interest Expense	15,362,278	20,219,916
Interest on IT refund	(402,694)	-
Expense on Employee Stock Option Scheme	-	-
Loss on Impairment	-	49,471,088
Operating Profit before working Capital Changes	(2,163,250)	45,595,654
(Increase) / Decrease in Current Assets other than cash & cash equivalents	8,833,194	287,300,865
Increase/ (Decrease) in Liabilities	1,335,661	(313,958,105)
Direct Taxes paid including TDS Receivables (Net of Refund)	(594,543)	(11,049,814)
NET CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES	7,411,062	7,888,600
B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of PPE	-	(2,250,214)
Proceeds from sale of PPE	-	5,142,312
Interest Received	-	50,261
Movement in bank balances not considered as cash and cash equivalents	320,541	-
NET CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES	320,541	2,942,359
C) CASH FLOW FROM FINANCING ACTIVITIES		
Interest Paid	(15,362,278)	(15,428,506)
Movement in Borrowings (net)	(7,665,292)	(91,878,750)
Movement in partners' current account (net)	15,285,781	96,362,303
NET CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES	(7,741,789)	(10,944,953)
Net Increase / (Decrease) in Cash & Cash equivalents	(10,186)	(113,994)
Add: Cash and Cash equivalents as at the beginning of the year	32,310	146,304
Cash & Cash equivalents as at the end of the year	22,124	32,310
Deposits with remaining maturity of more than 3 months and less than 12 months	37,151	357,692
Cash & Bank Balances as at the end of the year - Note No 2.9	59,275	390,002
Notes forming part of financial statements	1-10	
As per our report attached		
For Sundar Srinivas & Sridhar Chartered Accountants Firm Registration No.: 004201S	For Navitas LLP LLPIN : AAA-0367	
 V. Vijay Krishna Partner Membership No. 216910	 N.S. Shobana Designated Partner DIN: 01649318	 V. Venkatesan Designated Partner DIN: 00194600
Place: Chennai Date : May 30, 2024		

NAVITAS LLP
Notes forming part of Financial Statements for the year ended March 31, 2024

Business overview

Navitas LLP (hereinafter referred to as "LLP") is a Limited Liability Partnership firm incorporated on 13 November 2009. It is registered at Registrar of Companies, Chennai. LLP is a domain expert in the areas of Clinical, Regulatory, Safety and Compliance. LLP's capabilities cover; industry leading networks, strategic and change management consulting, technology and BPO. LLP is a wholly owned subsidiary of TAKE Solutions Limited.

1. Significant Accounting Policies and Notes on Accounts

1.1 Disclosure of Accounting Policies

a) Basis of preparation of financial statements

The financial Statements have been prepared to comply in all material respects with the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI) and the relevant provisions of the Limited Liability Partnership Act, 2008. The financial statements have been prepared under the historical cost convention and on accrual basis.

Upto the financial year ended March 31, 2022, since IND AS is applicable to the holding company, LLP has maintained the books as required by Indian Accounting Standards (Ind AS) and the financial statements have been prepared in accordance with the recognition and measurement principles laid down in Ind AS notified by the Ministry of Corporate Affairs and the relevant provisions of the Limited Liability Partnership Act, 2008. The financial statements have been prepared under the historical cost convention on the accrual basis of accounting except for certain financial instruments which are measured at fair values.

During the previous year, it was brought to the notice of the Management that Ind AS Transition Facilitation Group (ITFG) in its Bulletin 11 had clarified that non-corporate entities are required to follow Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI). Such entities cannot adopt Ind AS even voluntarily. Therefore, Ind AS is not applicable to partnership firms, LLPs and other forms of non-corporate entities even if IND AS is applicable to its holding company. For the purpose of preparation of consolidated financial statements by the Holding Company, LLP has to prepare separate Financial Statements as per Ind AS.

Hence, during the previous year, LLP has passed the necessary adjustment entries to eliminate the effects of Ind AS wrongly adopted in the earlier years so as to comply with Accounting Standards issued by ICAI and relevant provisions of Limited Liability Partnership Act, 2008. The effect on account of de-recognition of Ind AS assets and Ind AS liabilities net of taxes is recognised in the financial statements as prior period adjustments



NAVITAS LLP
Notes forming part of Financial Statements for the year ended March 31, 2024

by adopting the principles of AS 5 in the absence of any other accounting treatment to the contrary.

b) Going Concern Assumption

During the current year ended March 31, 2024 and in previous year ended March 31, 2023 the LLP has incurred significant losses and the networth has been completely eroded and working capital is negative as at the end of the Current Financial Year. No business operations could be carried on since the last quarter of the immediately preceding financial year as all the employees of LLP have resigned. Further, the LLP has exposure to bank loans, and subsequent to the financial year-end, the bank has served notice recalling the entire facilities granted to LLP. Furthermore, LLP has significant unpaid statutory dues. In addition, the LLP has significant litigations under direct tax law the outcome & impact of which is unascertainable. Management is trying to assess the situation and the market opportunities to explore alternative growth options to stabilise the business. These have been tabled at the Board and are pending conclusion at this point of time. In view thereof and expecting a favourable market condition in future, the Financial Statements (i.e.) Statement of Assets and Liabilities & Statement of Income and Expenditure, have been prepared on a "going concern basis" and no adjustment has been made to the carrying value of assets and liabilities.

c) Use of Estimates

The presentation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Although these estimates are based on management's best knowledge of current events and actions the LLP may undertake in future, actual results ultimately may differ from the estimates. Any revision to accounting estimates is recognized prospectively in future periods.

1.2 Revenue Recognition

Revenue from Life Sciences Business

The Contracts between the LLP and its customers are either time or material contracts or fixed price contracts.

a) Revenue from fixed-price contracts is recognized according to the milestones achieved as specified in the contracts on the Proportionate Completion Method based on the work completed. Any anticipated losses expected upon the contract completion are recognized immediately. Changes in job performance, conditions and estimated profitability may result in revisions and corresponding revenues and costs are recognized in the period in which such changes are identified.



NAVITAS LLP

Notes forming part of Financial Statements for the year ended March 31, 2024

b) In respect of time and material contract, revenue is recognized in the period in which the services are provided. Unbilled revenue represents cost and earnings in excess of billings while deferred revenue represents the billing in excess of cost and earnings.

Other Income – Other income is recognised on accrual basis

1.3 Property, Plant and Equipment (PPE) including Intangible Assets

PPE (including intangible assets) are stated at cost, less accumulated depreciation. PPE including Intangible Asset are capitalized at acquisition cost, which comprises of freight, installation cost, duties, taxes, and other directly attributable cost of bringing the assets to its working condition for the intended use.

PPE including intangible assets are depreciated on Straight Line Method (SLM) over the useful life of the assets as prescribed under Schedule II to the Companies Act, 2013. For the assets acquired / disposed during the year, depreciation has been charged on pro-rata basis.

1.4 Impairment of Assets

At each Balance Sheet date, the Management reviews the carrying amounts of its assets included in each of the cash generating units to determine whether there is any indication that those assets may be impaired. If such an indication exists, the LLP estimates the recoverable amount of the asset. For an asset that does not generate independent cash flows, the recoverable amount is determined for the cash-generating unit to which the asset belongs. If such recoverable amount of the asset or the recoverable amount of the cash-generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the Statement of income and expenditure. If at the Balance Sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount. An impairment loss is reversed only to the extent that the carrying amount of the asset does not exceed the net book value that would have been determined if no impairment had been recognized.

1.5 Accounting for effects in foreign exchange rates

a) **Conversion** - All monetary items denominated in foreign currency are reflected at the closing exchange rates prevailing on the Statement of Assets and Liabilities date; the resultant exchange differences are recognized in the Statement of Income & Expenditure. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.



NAVITAS LLP
Notes forming part of Financial Statements for the year ended March 31, 2024

b) Initial Recognition - Income and Expenditure items involving foreign exchange are translated at the exchange rate prevailing on the dates of transaction.

c) Exchange Differences - Exchange differences arising on foreign exchange transactions settled during the period are recognized in the Statement of Income & Expenditure for the period.

1.6 Accounting for Retirement Benefits

a) Provident Fund

The LLP makes contribution to statutory provident fund in accordance with Employees Provident Fund and Miscellaneous Provisions Act, 1952 which is a defined contribution plan and contribution paid or payable is recognized as an expense in the period in which the services are rendered by the employee.

b) Gratuity

Gratuity is a defined benefit scheme and is accrued based on actuarial valuations at the Statement of Assets and Liabilities date, carried out by an independent actuary.

c) Leave Encashment

Provision for leave encashment benefits is made based on the actuarial valuation as at the Statement of Assets and Liabilities date.

1.7 Accounting for taxes on income

a) Current Tax

Provision for Income Tax is determined in accordance with the provisions of Income Tax Act, 1961.

b) Deferred Tax

Deferred tax reflects the effect of timing differences between the assets and liabilities recognized for financial reporting purposes and the amounts that are recognized for current tax purposes. Deferred Tax Assets are recognized only if there is virtual certainty of their realization.

1.8 Intangible Assets

Software Product Development Cost

Internally developed software products are valued based on costs directly attributable to the development of such software and allocated indirect cost and they are capitalized individually once their technical feasibility is established. Expenses incurred during research phase till the establishment of commercial feasibility is charged off to Statement of



NAVITAS LLP
Notes forming part of Financial Statements for the year ended March 31, 2024

Income & Expenditure. Products capitalized are being amortized over a period of three years from the launch date and the unamortized product costs as at Statement of Assets and Liabilities are shown under Assets separately.

1.9 Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised when the LLP has a present obligation as a result of past event; it is probable that outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised in the financial statements. A contingent Asset is neither recognised nor disclosed in the financial statements.

1.10 Cash Flow Statement

Cash flows are reported using the indirect method, whereby excess of income over expenditure is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments and item of income or expenses associated with investing or financing activities cash flows. The cash flows from operating, investing and financing activities of the LLP are segregated. The cash flow statement forms part of the financial statements.

1.11 Cash and Cash equivalents

The LLP considers all highly liquid financial instrument, which are readily convertible into cash and have original maturities of three months or less from the date of purchase, to be cash equivalents.

1.12 Leases

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals under operating leases are recognised in the Statement of Profit and Loss on a straight-line basis.



NAVITAS LLP
Notes forming part of Financial Statements for the year ended March 31, 2024

2. Notes to Accounts

2.1 Contribution - Capital Account

Particulars	As at March 31, 2024	As at March 31, 2023
	₹	₹
Partner's Contribution		
TAKE Solutions Limited	9,999,000	1,000
Ecron Acunova Limited, India	1,000	9,999,000
Total	10,000,000	10,000,000

During the year ended March 31, 2024, there has been a change in the profit sharing ratio. With effect from 1st January 2024 TAKE Solutions Ltd holds 99.99% stake in LLP and Ecron Acunova Ltd holds 0.01% stake.

2.2 Partners' Current Account

Particulars	As at March 31, 2024	As at March 31, 2023
	₹	₹
Opening Balance	903,690	344,060,107
Profit/(Loss) for the Year	(138,987,702)	(497,243,981)
Movement in current account (net)	15,285,781	154,087,564
Closing Balance	(122,798,231)	903,690



NAVITAS LLP
Notes forming part of Financial Statements for the year ended March 31, 2024

2.3 Borrowings

Particulars	As at March 31, 2024	As at March 31, 2023
	₹	₹
Non-Current		
Secured		
Working Capital Term Loan – Guaranteed Emergency Credit Line - from Banks	-	6,529,644
Total (A)	-	6,529,644
Current		
Secured		
Working Capital Term Loan – Guaranteed Emergency Credit Line - from Banks	8,837,034	11,205,963
Loans Repayable on Demand - from Banks	70,887,399	69,654,118
Total (B)	79,724,433	80,860,081
Total (A+B)	79,724,433	87,389,725



NAVITAS LLP
Notes forming part of Financial Statements for the year ended March 31, 2024

Details of the Borrowings are given below

Facility Name	As at March 31, 2024		As at March 31, 2023		Other Details of Borrowings
	Amount outstanding ₹	Interest Rate	Amount outstanding ₹	Interest Rate	
Working Capital Term Loan (under ECLGS of NCGTC)	-	I-EBLR* + 0.55%	6,529,644	I-EBLR* + 0.55%	<u>Security:</u> Second charge with the existing cash credit facility and shall be secured by all the existing security created in favour of ICICI Bank Limited and charge created on the assets under this facility.
Non-Current					
Current	8,837,034		11,205,963		<u>Repayment Terms:</u> Over a period of 4 Years. Repayment commences from December 2021.
Loans Repayable on demand - Cash Credit	-	6 Months MCLR# + 3.10%	69,654,118	6 Months MCLR# + 3.10%	<u>Security:</u> Secured against the current assets of the LLP and corporate guarantee provided by TAKE Solutions Limited.
Loans Repayable on demand - Cash Credit	70,887,399	6 Months MCLR# + 3.10%	-	-	<u>Security:</u> Secured against the current assets of the LLP and corporate guarantee provided by TAKE Solutions Limited.

*External Benchmark Lending Rate # Marginal Cost of the Fund-Based Lending Rate

Subsequent to the financial year, owing to continuous defaults committed by the LLP, ICICI Bank Limited has classified the loan accounts as Non-Performing Assets (NPA) and recalled the entire credit facilities and all other charges due in respect thereof.



NAVITAS LLP
Notes forming part of Financial Statements for the year ended March 31, 2024

2.4 Trade Payables

Particulars	As at March 31, 2024	As at March 31, 2023
	₹	₹
Total outstanding dues of micro enterprises and small enterprises	567,000	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	35,776,692	37,558,135
Total	36,343,692	37,558,135

2.5 Other Current Liabilities

Particulars	As at March 31, 2024	As at March 31, 2023
	₹	₹
Accrued Expenses	22,616,086	23,041,086
Employee Benefits Payables	18,033,301	21,170,058
Advance received from customers	8,545,006	4,331,120
Deferred Revenue	4,130,714	4,130,714
Statutory payables	29,225,339	27,653,635
Other Payables	429,224	102,953
Total	82,979,670	80,429,566



NAVITAS LLP

Notes forming part of Financial Statements for the year ended March 31, 2024

2.6 Property Plant and Equipment & Right of Use assets

(a) Property Plant and Equipment, Intangible Assets and Capital Work in Progress

Particulars	Amount in ₹									
	Balance as at April 01, 2023	Additions	Deletions/ Discarded	Balance as at Mar 31, 2024	Depreciation/ Amortisation	Depreciation Block	Deletions/ Discarded	Balance as at Mar 31, 2024	Balance as at Mar 31, 2023	Net Block
Tangible Assets										
Office Equipments	-	-	-	-	-	-	-	-	-	-
Furniture and Fixtures	-	-	-	-	-	-	-	-	-	-
Computers & System Software	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-
Total - PY	884,776,194	2,250,214	887,026,408	756,569,349	80,444,107	837,013,456	-	-	-	128,206,845
Intangible Assets										
Computer software	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-
Total - PY	14,055,153	-	14,055,153	11,714,312	1,755,650	13,469,962	-	-	-	2,340,841
Grand Total	-	-	-	-	-	-	-	-	-	-
Grand Total - PY	898,831,347	2,250,214	901,081,561	768,283,661	82,199,757	850,483,418	-	-	-	130,547,686
Capital work in progress	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-
Total - PY	72,200	-	72,200	-	-	-	-	-	-	72,200



NAVITAS LLP
Notes forming part of Financial Statements for the year ended March 31, 2024

(b) Right of Use Assets

Particulars	₹
	Buildings
Gross Carrying Value	
Balance as at April 01, 2022	157,849,412
Additions	-
De-recognised [Refer Note No. 1.1 (a)]	157,849,412
Balance as at March 31, 2023	-
Balance as at April 01, 2023	-
Additions	-
Deletions	-
Balance as at March 31, 2024	-
Accumulated Amortisation	
Balance as at April 01, 2022	71,032,237
Amortisation for the year	-
De-recognised [Refer Note No. 1.1 (a)]	71,032,237
Balance as at March 31, 2023	-
Balance as at April 01, 2023	-
Amortisation for the year	-
Deletions	-
Balance as at March 31, 2024	-
Net Carrying Value	
Balance as at March 31, 2023	-
Balance as at March 31, 2024	-

2.7 Other Non-Current Assets

Particulars	As at March 31, 2024	As at March 31, 2023
	₹	₹
Indirect Taxes Receivable (net)	10,076,374	10,076,374
Total	10,076,374	10,076,374



NAVITAS LLP
Notes forming part of Financial Statements for the year ended March 31, 2024

2.8 Trade Receivables

Particulars	As at March 31, 2024	As at March 31, 2023
	₹	₹
Outstanding for a period less than 6 months from the date they are due for receipt		
Unsecured, considered good	-	1,911,952
Unsecured, considered doubtful	-	19,313
Less: Provision for Doubtful Debts	-	(19,313)
Total (A)	-	1,911,952
Outstanding for a period exceeding 6 months from the date they are due for receipt		
Unsecured, considered good	4,152,620	127,183,228
Unsecured, considered doubtful	533,577	22,328,150
Less: Provision for Doubtful Debts	(533,577)	(22,328,150)
Total (B)	4,152,620	127,183,228
Not Due		
Unsecured, considered good	-	-
Unsecured, considered doubtful	-	-
Less: Provision for Doubtful Debts	-	-
Total (C)	-	-
Unbilled Receivables (D)	-	-
Total (A+B+C+D)	4,152,620	129,095,180



NAVITAS LLP
Notes forming part of Financial Statements for the year ended March 31, 2024

2.9 Cash & Bank Balances

Particulars	As at March 31, 2024	As at March 31, 2023
	₹	₹
Cash and Cash Equivalents		
Balance in current accounts	22,124	23,123
Cash on hand	-	9,187
Other Bank Balances		
Deposits with remaining maturity of more than 3 months and less than 12 months	37,151	357,692
Total	59,275	390,002

2.10 Short-term Loans and advances

Particulars	As at March 31, 2024	As at March 31, 2023
	₹	₹
Unsecured, considered good		
Advance to suppliers	3,060,657	7,099,777
Indirect Tax Receivables	24,414,223	26,094,856
Security deposits (net)	7,305,912	7,305,912
Interest Receivable	-	35,749
Total	34,780,792	40,536,294



NAVITAS LLP
Notes forming part of Financial Statements for the year ended March 31, 2024

2.11 Other Income

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
	₹	₹
Interest Income on bank deposits	-	82,747
Gain on Sale of PPE	-	3,943,053
Exchange Fluctuation Gain (net)	-	42,609,423
Withdrawal of Excess Provision	5,393	12,603,985
Interest on IT Refund	402,694	-
Total	408,087	59,239,208

2.12 Personnel Expenses

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
	₹	₹
Salaries and incentives	-	169,860,076
Contributions to provident fund	-	7,236,008
Gratuity and other benefits	-	(19,421,211)
Staff welfare expenses	-	11,669,538
Total	-	169,344,411



NAVITAS LLP
Notes forming part of Financial Statements for the year ended March 31, 2024

2.13 Administrative Expenses

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
	₹	₹
Communication Expenses	-	2,593,628
Insurance	-	321,166
Bank Charges	110,392	868,622
Other Expenses	200	1,458,015
Total	110,592	5,241,431

2.14 Depreciation and Amortisation

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
	₹	₹
Depreciation on Property, Plant and Equipment	-	80,444,107
Amortisation of intangible assets	-	1,755,650
Amortisation of right of use assets	-	-
Total	-	82,199,757

3. Related Party Disclosure for the year ended March 31, 2024:

3.1 List of Related Parties

Name of the Related Party	Relationship
TAKE Solutions Limited, India	Partner
Ecron Acunova Limited, India	Partner
Navitas, Inc., USA, ceased w.e.f. April 01, 2022	Fellow Subsidiary
Navitas Life Sciences Limited, UK, ceased w.e.f. April 01, 2022	Fellow Subsidiary
TAKE Innovations Inc, USA, ceased w.e.f. April 01, 2022	Fellow Subsidiary



NAVITAS LLP
Notes forming part of Financial Statements for the year ended March 31, 2024

3.2 Transactions with / closing balances of related parties:

a) Share of Profit/(Loss)

Name of the Partner	For the year ended March 31, 2024	For the year ended March 31, 2023
	₹	₹
TAKE Solutions Limited, India	(125,344,336)	(49,724)
Ecron Acunova Limited, India	(13,643,366)	(497,194,257)

b) Revenue from sale of services

Name of the Related Party	For the year ended March 31, 2024	For the year ended March 31, 2023
	₹	₹
Ecron Acunova Limited	-	413,484

c) Cost of Licenses and Services

Name of the Related Party	For the year ended March 31, 2024	For the year ended March 31, 2023
	₹	₹
Ecron Acunova Limited		45,770,206

d) Other Administrative Expenses

Name of the Related Party	For the year ended March 31, 2024	For the year ended March 31, 2023
	₹	₹
Ecron Acunova Limited	-	270,318

4. Segment Reporting:

LLP operates in a single business segment viz life sciences, hence no disclosure is made in financial statements.



NAVITAS LLP
Notes forming part of Financial Statements for the year ended March 31, 2024

5. Due to Micro Small and Medium Enterprises

The Management has completed the process of identifying enterprises which have provided goods and services to the LLP and which qualify under the definition of micro and small enterprises, as defined under Micro, Small and Medium Enterprises Development Act, 2006. Accordingly, the disclosure in respect of the amounts payable to such enterprises as at March 31, 2024 has been made in the financial statements based on information received and available with the LLP and the same has been relied upon by the auditors. The LLP has not received any claim for interest from any supplier under the said Act. In the view of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the aforesaid Act is not expected to be material.

Due to micro enterprises and small enterprises	As at March 31, 2024	As at March 31, 2023
	₹	₹
1. The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of the accounting year.	567,000	-
2. The amount of interest paid by the buyer in terms of Section 16 of the Micro Small and Medium Enterprise Development Act, 2006, along with the amounts of the payment made to the supplier beyond appointed day during the accounting year.	-	-
3. The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro Small and Medium Enterprise Development Act, 2006	-	-
4. The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
5. The amount of further interest remaining due and payable even in the succeeding years. Until such date when the interest dues as above are actually paid to the small enterprise for the purpose of Disallowance as a deductible expenditure under Section 23 of the Micro Small and Medium Enterprise Development Act, 2006	-	-
Total	567,000	-



NAVITAS LLP

Notes forming part of Financial Statements for the year ended March 31, 2024

6. Employee benefits

a) Defined Benefit Plans

The LLP's obligation towards Gratuity is a Defined Benefit Plan. The LLP has not funded its gratuity liability and the same continues to remain unfunded as at 31 March 2024. The following table sets out the Gratuity scheme and the amount recognized in the financial statements for the year ended March 31, 2023 as per the Actuarial Valuation done by an Independent Actuary. All the employees were resigned during FY 2023 resulting in Nil obligations at the beginning of FY 2024.

Expenses recognised in Profit & Loss Account	For the year ended 31 March 2024	For the year ended 31 March 2023
	₹	₹
Current Service Cost	-	-
Interest Cost on benefit obligation	-	2,860,527
Net Actuarial (gain)/loss recognized in the year	-	(36,236,879)
Past services cost	-	-
Net Benefit expense	-	(33,376,352)
Change in the present value of the defined benefit obligation are as follows:		
Present value of defined benefit obligation at the beginning of the year	-	42,199,009
Interest cost	-	2,860,527
Current services cost	-	-
Benefits paid	-	(8,822,657)
Actuarial (gains)/losses on obligation	-	(36,236,879)
Change in the Present value of defined benefit obligation at the end of the year	-	-
Principal actuarial assumptions:		
Assumptions		
Salary Rise	-	-
Discount rate	-	-
Attrition Rate	-	-



NAVITAS LLP
Notes forming part of Financial Statements for the year ended March 31, 2024

Amount recognized in the Balance Sheet

Particulars	As at March 31, 2024		As at March 31, 2023	
	₹	₹	₹	₹
Present value of defined benefit obligation at the end of the year		-		-
Fair Value of plan assets as at the end of the year		-		-
Net obligation as at the end of the year		-		-

Notes:

- (i) The estimate of future salary increase takes into account inflation, likely increments, promotions and other relevant factors.
- (ii) Discount rate is based on the prevailing market as applicable for risk free investment as at the Balance Sheet date for the estimated term of the obligation

7. Defaults in repayment of borrowings

LLP has made defaults in repayment of borrowings during the year and the details are given below:

Description of borrowings	Name of lender	Amount paid after due date/unpaid (₹)	Principal or Interest	Number of days of delay
ECLGS Term Loan	ICICI Bank Limited	7,360,950	Principal	1 to 92 days
ECLGS Term Loan	ICICI Bank Limited	1,977,352	Principal	Not yet paid
ECLGS Term Loan	ICICI Bank Limited	679,052	Interest	1 to 92 days
ECLGS Term Loan	ICICI Bank Limited	330,038	Interest	Not yet paid

8. Contingent Liabilities

Contingent liabilities not provided for as at the end of FY 2023-24 is Rs 612,966,999 & as at end of FY 2022-23 Rs 612,966,999 in respect of Income Tax demands where the LLP has filed an appeal before various authorities. Management expects a favourable outcome on the pending tax litigations.

9. Others

- a. No funds have been advanced or loaned or invested (either from borrowed funds or any other sources or kind of funds) by the LLP to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding, whether recorded in



NAVITAS LLP

Notes forming part of Financial Statements for the year ended March 31, 2024

writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the LLP (Ultimate Beneficiaries). The LLP has not received any fund from any party(s) (Funding Party) with the understanding that the LLP shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Other party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

b. According to the management, Tax Assets to an extent of ₹ 30,384,255 recognised in the financial statements pertain to various assessment years relating to the financial periods ending upto March 31, 2021, are fully recoverable upon completion of the assessment/disposal of the appeals pending in various forums.

10. Comparative Figures

Previous year figures have been regrouped / reclassified wherever necessary to conform to the current year presentation.

For Sundar Srinivas & Sridhar

Chartered Accountants

Firm Registration No.: 004201S


V. Vijay Krishna
Partner

Membership No.: 216910



For Navitas LLP

LLPIN : AAA-0367

N.S. Shobana

Designated Partner

DIN: 01649318

V. Venkatesan

Designated Partner

DIN: 00194600

Place: Chennai

Date: May 30, 2024