



## **INDEPENDENT AUDITORS' REPORT**

**To**

**The Members of Raksha Health Insurance TPA Private Limited**

**Report on the audit of the financial statements.**

### **Opinion**

We have audited the accompanying financial statements of Raksha Health Insurance TPA Private Limited (formerly known as Raksha TPA Private Limited ("the Company")), which comprise the Balance Sheet as at March 31, 2022, and the Statement of Profit and Loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its profit and cash flows for the year ended on that date.

### **Basis for opinion**

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics. we believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Emphasis of Matter**

1. We draw attention to Note (VII) in the financial statements, which states that Sundry Debtors/Sundry Creditors/Claims Recoverable/Claims Payable are subject to reconciliation/confirmation and the adjustments, if any, shall be made after completion of such reconciliation/confirmation.





Since, the company is involved in health/insurance Auxiliary Services, our opinion is not modified in respect of the above matters.

### **Management's responsibility for the financial statements**

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

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

Those board of directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibility for the audit of the financial statements**

Our objectives are 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial control 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 financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other things, 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 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 per the information and explanations given to us together with our examination of books of account, we report that Companies (Auditor's Report) Order, 2020 ("the Order"), as issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, is applicable then we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The balance sheet, the statement of profit and loss, and the cash flow statement dealt with by this report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014.
- e) The matter described that there is no uncertainty related to Going Concern section above, in our opinion.
- f) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the board of directors, none of the directors are disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- g) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- h) With respect to the other matters to be included in the Auditor's Report





in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

i) 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, as amended in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company has disclosed the impact of pending litigation as at 31<sup>st</sup> March, 2022 on the financial position in its financial statements- Refer "Point IV of Schedule 12 of Notes to Accounts".
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. (a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:

- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company.

or

- provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(b) The management has represented, that, to the best of its Knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall:

- directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party or





- provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries; and

(c) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under subclause (iv) (a) and (iv) (b) contain any material mis-statement.

- v. The dividend has proposed or paid during the year by the Company is in compliance with Section 123 of the Act.
- vi. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses.
- vii. With respect to the matter to be included in the Auditor's Report under Section 197(16) of the Act:

In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

**For DHAWAN & ASSOCIATES**  
**Chartered Accountants**  
**F.R.N: 009813N**

**JAGDISH DHAWAN**  
**(Partner)**

**M.No. -088596**

**UDIN: 22088596ALTDKS 9628**

**Place: Faridabad**

**Date: 27<sup>th</sup> June, 2022**



**ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE TO THE MEMBERS OF RAKSHA HEALTH INSURANCE TPA PRIVATE LIMITED ON THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31.03.2022; WE REPORT THAT:**

(i) (a) (A) The company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment on the basis of available information.

(B) The Company is maintaining proper records showing full particulars of intangible assets on the basis of available information.

(b) All Property, Plant and Equipment have not been physically verified by the management during the year. There is a regular programme of verification under which the company selectively conducts the physical verification of Property, Plant and Equipment to cover all its assets over a period of 3 years, which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. Certain Property, Plant and Equipment have been physically verified by the management during the year in accordance with such programme and as informed, discrepancies which were material in nature and have been accordingly dealt in the books of accounts.

(c) According to the information and explanations given to us and on the basis of our examination of the registered sale deeds / transfer deeds / conveyance deeds / possession letters / allotment letters and other relevant records evidencing title/possession provided to us, we report that, the title deeds of all the immovable properties comprising of land and buildings recorded as Property, Plant and Equipment, which are freehold, are held in the name of the Company as at the balance sheet date.

<b>Description of items of property</b>	<b>Gross carrying value</b>	<b>Title deeds held in the name of</b>	<b>whether title deed holder is a promoter, director or relative/employee of promotor/director</b>	<b>Property held since which date</b>	<b>reason for not held in the name of company</b>
NA	NA	NA	NA	NA	NA

(d) According to information and explanations given to us and books of accounts and records examined by us, During the year the Company has not revalued its Property, Plant and Equipment (including Right of Use assets) and intangible assets.



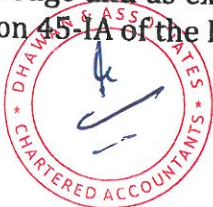


- (e) According to information & explanations and representation given to us by the management, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.
- (ii) The company is a service company, the company does not have any inventory; hence the provisions of clause 3(ii) of the said Order are not applicable.
- (iii) The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act.
- (iv) Accordingly, the sub-clauses (a), (b) and (c) are not applicable to the company.
- (v) According to the information and explanations given to us, the Company has not given any loans and guarantees to its Directors or other Body Corporate, also the company has made investments in compliance with the provisions of section 186 of the act.
- (vi) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public and hence the directives issued by Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2015 are not applicable to the company for the year under audit.
- (vii) According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Companies Act.
- (vii) In Respect of Statutory Dues:
- (a) According to the information and explanations given to us and according to the books and records produced and examined by us, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income tax, Service tax, cess and other statutory dues with the appropriate authorities applicable to it,
- According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, service tax and other material statutory dues were in arrears as at 31<sup>st</sup> March 2022 for a period of more than six months from the date they become payable.
- (b) According to the information and explanations given to us, there are no statutory dues referred to in sub-clause (a) which have been deposited with the appropriate authority on account of any dispute.
- (viii) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of any loans or borrowings from banks or financial institutions and payments have been made as per the repayment schedule sanctioned by the banks.





- (ix) According to the information and explanations given to us, the company has not raised any money by way of public offer or further public offer (including debt instruments) and other term loans during the year, accordingly clause 3(ix) of the Order are not applicable.
- (x) According to the information and explanations given to us, no material fraud by the company or on the company by its officers/employees has been noticed or reported during the year during course of our audit.
- (xi) (a) According to the information and explanation given to us and on the basis of our examination of the records of the company, except for the matter referred to in the Basis for Disclaimer of Opinion section in the audit report, in respect of which we are unable to comment on potential implications for the reasons described therein, no fraud by the Company or fraud on the Company has been noticed or reported during the year.
- (b) During the year, , no report under sub-section 12 of section 143 of the Companies Act, 2013 has been filed by cost auditor/Secretarial auditor or by us in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- (xii) In our opinion and according to the information given to us, the company is not a Nidhi company. Hence clause 3(xii) is not applicable.
- (xiii) According to the information and explanations given to us, transactions with the related parties are in compliance with the sections 177 and 188 of the act where applicable and details of such transactions have been disclosed in Annexure-1 of Notes to Account in the financial statements as required by the applicable accounting standards.
- (xiv) (a) In our opinion, and according to the information and explanations given to us, the Company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered the internal audit reports of the Company issued till date, for the period under audit.
- (xv) According to the information and explanations given to us, the company has not entered into non cash transactions with directors or the persons connected with him. Accordingly clause 3(xv) of the order is not applicable on the company.
- (xvi) (a) To the best of our knowledge and as explained, the Company is not required to be registered under section 45-1A of the Reserve Bank of India Act, 1934.





(b) In our opinion, and according to the information and explanations provided to us and on the basis of our audit procedures, the Company has not conducted any Non-Banking Financial or Housing Finance activities during the year as per the Reserve bank of India Act 1934.

(c) In our opinion, and according to the information and explanations provided to us, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.

(d) As represented by the management, the group does not have more than one core investment company (CIC) as part of the group as per the definition of group contained in Core Investment Companies (Reserved Bank) Directions, 2016.

(xvii) In our opinion, company has not incurred cash losses in the financial year and in the immediately preceding financial year, Accordingly clause 3(xvii) of the order is not applicable on the company.

(xviii) There has been no resignation of the statutory auditors during the year. Therefore, provisions of clause (xviii) of Paragraph 3 of the Order are not applicable to the Company.

(xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting and the various conditions specified under paragraph "Material uncertainty related to Going Concern" above, which indicates and causes us to believe that there is no material uncertainty exists as on the date of the audit report that the Company is capable of meeting all its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

(xx) In our opinion and according to the information and explanations given to us, there is no unspent amount under sub-section (5) of Section 135 of the Companies Act, 2013 pursuant to any project. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.

**For Dhawan & Associates**  
**Chartered Accountants**  
**F.R.N: 009813N**



**JAGDISH DHAWAN**  
**(Partner)**  
**Membership No. 088596**

**Date: 27<sup>th</sup> June, 2022**  
**Place: Faridabad**



## **Annexure -B to the Auditors Report**

### **Report on the Internal Financial Controls 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 **RAKSHA HEALTH INSURANCE TPA PRIVATE LIMITED ("the company")**, as on **March 31, 2022**, in conjunction with our audit of the Financial Statements of the company for the year ended on that date.

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

The Company's Board of Directors 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 Control over Financial Reporting issued by the Institute of Chartered Accountants of India('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safe guarding of its assets , the prevention and detection of fraud 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 company's internal financial controls over financial reporting based on our audit .We conducted our audit in accordance with the Guidance Note on Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act' 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by Institute of Chartered of India. Those standards and the Guidance Note required 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 misstatements 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 Company's internal financial controls system over financial reporting.





## Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial controls 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) pertains to the maintenance of records that, in reasonable details, 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 the 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.

## Inherent 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 revaluations of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial controls over financial reporting may become inadequate because of changes in condition, or that the degree of compliance with the policies or procedures may deteriorate.

## Opinion

In our opinion, 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 on 31st March 2022, based on the internal control over financial reporting criteria established by the company considering the essential components of internal controls stated in Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by Institute of Chartered Accountants of India.

**For DHAWAN & ASSOCIATES**

**Chartered Accountants**

**F.R.N: 009813N**

**JAGDISH DHAWAN**

**(Partner)**

**Membership No. 088596**

**Date: 27<sup>th</sup> June, 2022**

**Place: Faridabad**

**RAKSHA HEALTH INSURANCE TPA PRIVATE LIMITED**

**BALANCE SHEET AS AT 31ST MARCH, 2022**

(Rs. in "Thousand's")

Particulars	Notes	As at 31st March, 2022	As at 31st March, 2021
<b>EQUITY AND LIABILITIES</b>			
1 Shareholders' Funds			
a Share Capital	1a	40,000	40,000
b Reserves & Surplus	1b	5,39,416	4,64,517
2 Non-Current Liabilities			
a Long-Term Borrowings		-	-
3 Long-Term Provisions	2	31,519	26,675
4 Current Liabilities			
a Short Term Borrowing		-	-
b Trade Payables			
i) Total outstanding dues of micro enterprises and small enterprises	3a	101	50
ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	3a	7,806	32,775
c Other Current Liabilities	3b	3,12,317	2,52,231
d Short-Term Provisions	3c	95,757	2,62,142
<b>Total</b>		<b>10,26,916</b>	<b>10,78,390</b>
<b>ASSETS</b>			
1 Non Current Assets			
a Property, plant and equipment	4a	35,570	38,980
b Intangible Assets	4a	37	297
c Non-Current Investment			
(i) Trade Investment			
(ii) Other Investment	6a	20,000	10,000
d Deferred Tax Assets (net)	4b	8,594	2,432
e Other Non-Current Assets	4c	22,246	18,975
5 Current Assets			
a Current Investment	6b	22,479	12,479
b Trade Receivables	5a	1,71,056	98,656
c Cash and Cash Equivalents	5b	6,04,816	7,99,591
d Short-Term Loans and Advances	5c	1,42,118	96,980
<b>Total</b>		<b>10,26,916</b>	<b>10,78,390</b>

The annexed Significant Accounting Policies

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and Notes to the accounts form an integral part of Balance Sheet

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As per our audit report of even date attached

**For DHAWAN & ASSOCIATES**

**Chartered Accountants**

**F. R. N. 009813N**

**JAGDISH DHAWAN**

**Partner**

**M. No. 088596**

**UDIN: 22088596ALTJDKS9628**

**Place: Faridabad**

**Dated : 27/06/2022**

**DR. NARESH TREHAN**

**DIRECTOR**

**PAWAN KUMAR BHALLA**  
**MANAGING DIRECTOR**



**RAKSHA HEALTH INSURANCE TPA PRIVATE LIMITED**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH , 2022**

( Rs. in "Thousand's")

Particulars	NOTE	Year ended 31st March, 2022	Year ended 31st March, 2021
I Revenue from Operations	7	6,40,041	6,06,388
II Other Income	8	36,123	47,658
<b>Total Revenue (I + II)</b>		<b>6,76,164</b>	<b>6,54,046</b>
IV Expenses			
a Employee Benefits Expense	9a	3,46,045	3,12,546
b Financial Cost	9b	223	1,593
c Depreciation & Amortization Expense	9c	10,828	15,861
d Other Expenses	9d	2,13,054	2,22,472
<b>Total Expenses</b>		<b>5,70,150</b>	<b>5,52,472</b>
Profit before Exceptional and Extraordinary Items and Tax (III-IV)		1,06,014	1,01,574
VI Exceptional Items	10	(696)	1,159
VII Profit before Extraordinary Items and Tax (V - VI)		1,05,318	1,02,733
VII Extraordinary Items		-	-
IX Profit Before Tax (VII- VIII)		1,05,318	1,02,733
X Tax Expense:			
(1) Current Tax		28,500	26,400
(2) Deferred Tax		(6,163)	(293)
(3) Short/ (Excess) Income Tax Provision of earlier years		-	(7,155)
XI Profit (Loss) for the period (IX-X)		82,981	83,781
XII Earnings per Equity Share:			
(1) Basic		20.75	20.95
(2) Diluted		20.75	20.95

The annexed Significant Accounting Policies and Notes to the accounts form an integral part of the Profit Loss Account

As per our audit report of even date attached

**For DHAWAN & ASSOCIATES**

**Chartered Accountants**

**F. R. N. 009813N**

**JAGDISH DHAWAN**

**Partner**

**M No.088596**

**UDIN: 22088596ALTDKS9628**

**DR. NARESH TREHAN**  
**DIRECTOR**

**PAWAN KUMAR BHALLA**  
**MANAGING DIRECTOR**

Place : Faridabad

Dated : 27/06/2022

**RAKSHA HEALTH INSURANCE TPA PRIVATE LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH , 2022**

(Rs. in "Thousand's")

Particulars	Year Ended 31st March, 2022	Year Ended 31st March, 2021
<b>A Cash flow from Operating Activities</b>		
Net Profit before tax and extraordinary items	1,05,318	1,02,733
<b>Adjustments for:-</b>		
Provision for Contingency Reserves	1,500	3,800
Proposed Dividend		-
Gain on Sale of fixed assets	696	(1,159)
Interest Received	(33,078)	(44,840)
Depreciation	10,828	15,861
<b>Operating profit before working capital changes</b>	<b>85,264</b>	<b>76,396</b>
<b>Adjustment for Changes in Assets &amp; Liabilities :</b>		
Trade Receivables	(73,306)	84,898
Short Term Loans & Advances	(45,138)	93,920
Long-Term Loans and Advances	(3,271)	(318)
Long Term Provision	4,844	250
Recovery by Insurance Co.	(1,582)	(3,786)
Trade Payables	(24,969)	(205)
Other Current Liabilities	85,701	(1,49,366)
<b>Cash generated from operations</b>	<b>27,542</b>	<b>1,01,787</b>
Income tax paid	(28,500)	(26,400)
<b>Cash Flow from Exceptional items</b>		
Exceptional Items	-	-
<b>Net Cash Flow from Operating Activities</b>	<b>(958)</b>	<b>75,387</b>
<b>B Cash Flow from Investing Activities</b>		
Purchase of Fixed Assets	(10,460)	(6,841)
Sale of Fixed Assets	3,348	28,475
Interest Received	33,296	44,840
Investment in FDRs	1,45,527	(78,767)
Purchase of investments	(20,000)	1,924
<b>Net Cash Flow from Investing Activities</b>	<b>1,51,711</b>	<b>(10,370)</b>
<b>Cash Flow from Financing Activities</b>		
Dividend Paid	(2,00,000)	(8,000)
Interest Paid	-	-
<b>Net Cash Flow from Financing Activities</b>	<b>(2,00,000)</b>	<b>(8,000)</b>
<b>Net Increase in Cash and Cash Equivalents (A+B+C)</b>	<b>(49,247)</b>	<b>57,019</b>
Cash and Cash Equivalents at the beginning of the year	1,11,769	54,750
<b>Cash and Cash Equivalents at the end of the year</b>	<b>62,521</b>	<b>1,11,769</b>

Note: The above Standalone Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in AS 3, 'Statement of Cash Flows'.

The annexed Significant Accounting Policies and Notes to the accounts form an integral part of the Financial statements

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As per our audit report of even date attached

for **DHAWAN & ASSOCIATES**

Chartered Accountants

F. R. N. 009813N

**JAGDISH DHAWAN**

Partner

M No.088596

UDIN: 22088596 ALTDKS 9628

Place : Faridabad

Dated : 27/06/2022



**DR. NARESH TREHAN**  
 DIRECTOR

**PAWAN KUMAR BHALLA**  
 MANAGING DIRECTOR



**RAKSHA HEALTH INSURANCE TPA PRIVATE LIMITED**

**NOTE 1(a): SHARE CAPITAL**

Share Capital	As At			
	31st March,2022		31st March,2021	
	Numbers	(Rs. in "Thousand's")	Numbers	(Rs. in "Thousand's")
<b>AUTHORISED CAPITAL</b>				
Equity Shares of Rs. 10 each	40,00,000	40,000	40,00,000	40,000
<b>ISSUED, SUBSCRIBED AND FULLY PAID-UP CAPITAL</b>				
Equity Shares of Rs. 10 each	40,00,000	40,000	40,00,000	40,000
	<b>40,00,000</b>	<b>40,000</b>	<b>40,00,000</b>	<b>40,000</b>

(i) The reconciliation of the number of shares outstanding at the beginning and at the end of the year:-

Particulars	As at March 31, 2022		As at March 31, 2021	
	No. of Shares	(Rs. in "Thousand's")	No. of Shares	(Rs. in "Thousand's")
Number of shares at the beginning of the period	40,00,000	40,000	40,00,000	40,000
Add: Shares issued during the year	-	-	-	-
Number of shares at the end of the period	40,00,000	40,000	40,00,000	40,000

(ii) Disclosure of the shareholders holding more than 5% of shares.

Name of Shareholder	31st March,2022		31st March,2021	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Mr.Nikhil Nanda	12,00,000	30.00	12,00,000	30.00
Ms.Nitasha Nanda	12,00,000	30.00	12,00,000	30.00
Dr.Naresh Trehan	16,00,000	40.00	16,00,000	40.00

(iii) Disclosure of the Promoters.

Name of Shareholder	31st March,2022		31st March,2021		Changes During the Year
	No. of Shares held	% of Holding	No. of Shares held	% of Holding	% of Holding
Mr.Nikhil Nanda	12,00,000	30.00	12,00,000	30.00	-
Ms.Nitasha Nanda	12,00,000	30.00	12,00,000	30.00	-
Dr.Naresh Trehan	16,00,000	40.00	16,00,000	40.00	-



# RAKSHA HEALTH INSURANCE TPA PRIVATE LIMITED

Notes Continued

## NOTE (1b): RESERVES AND SURPLUS

(Rs. in "Thousand's")

Reserves & Surplus	As at 31st March, 2022	As at 31st March, 2021
(a) General Reserve		
As per last Balance Sheet	37,013	7,013
Addition during the year	800	30,000
<b>Total (a)</b>	<b>37,813</b>	<b>37,013</b>
(b) Contingency Reserve		
As per last Balance Sheet	10,087	10,073
Addition during the year	1,500	3,800
Utilised during the year	1,582	3,786
<b>Total (b)</b>	<b>10,005</b>	<b>10,087</b>
(c) Surplus i.e. Balance in the Statement of Profit & Loss		
As per last Balance Sheet	4,17,416	5,71,635
Addition during the year	82,981	83,781
Allocations & Appropriations:		
Transfer to Reserves:		
-General Reserve	800	30,000
-Dividend Paid	8,000	2,08,000
<b>Total (c)</b>	<b>4,91,598</b>	<b>4,17,416</b>
<b>Grand Total (a+b+c)</b>	<b>5,39,416</b>	<b>4,64,517</b>

### Notes:-

(i) At the end of F.Y. 2021-22 Board has decided to propose final dividend @20%, subject to approval in Annual General Meeting of the company.





# RAKSHA HEALTH INSURANCE TPA PRIVATE LIMITED

Notes Continued

## NOTE 2

### LONG TERM PROVISIONS

(Rs. in "Thousand's")

Long Term Provisions		As At	
		31st March, 2022	31st March, 2021
	Provision for employee benefits :		
a	Leave Encashment	7,640	5,806
b	Gratuity	23,879	20,869
	<b>Total</b>	<b>31,519</b>	<b>26,675</b>



**RAKSHA HEALTH INSURANCE TPA PRIVATE LIMITED**

**NOTE 4 : NON CURRENT ASSETS**

**a. Fixed Assets**

Description	Cost as at 1st April, 2021	Additions	Deductions	Cost as at 31st March, 2022	Depreciation / Amortisation Upto 31st March, 2021	Depreciation / Amortisation for the Year	Deductions	Depreciation / Amortisation Cost as at 31st March, 2022	Net Book Value as on March, 2022
<b>Tangible Assets:</b>									
Owned asset:									
Computers	70,569	5,883	353	76,100	59,495	7,529	200	66,824	9,276
Office Equipment	11,139	945	1,977	10,107	6,632	1,521	1,183	6,970	3,137
Furniture & Fixtures	6,552	50	181	6,521	2,991	550	116	3,425	3,096
Vehicles	4,063	3,582	3,390	4,255	1,186	378	1,098	466	3,788
Building-Office Premises	17,692	-	-	17,692	830	590	-	1,420	16,272
<b>Sub Total - A</b>	<b>1,10,115</b>	<b>10,460</b>	<b>5,901</b>	<b>1,14,674</b>	<b>71,134</b>	<b>10,568</b>	<b>2,597</b>	<b>79,105</b>	<b>35,570</b>
<b>Intangible Assets:</b>									
Software Development	41,213	-	-	41,213	40,916	260	-	41,176	37
<b>Sub Total - B</b>	<b>41,213</b>	<b>-</b>	<b>-</b>	<b>41,213</b>	<b>40,916</b>	<b>260</b>	<b>-</b>	<b>41,176</b>	<b>37</b>
<b>Total - (A+B)</b>	<b>1,51,328</b>	<b>10,460</b>	<b>5,901</b>	<b>1,55,888</b>	<b>1,12,051</b>	<b>10,828</b>	<b>2,597</b>	<b>1,20,281</b>	<b>35,607</b>

(Rs. in "Thousand's")

Description	Cost as at 1st April, 2020	Additions	Deductions	Cost as at 31st March, 2021	Depreciation / Amortisation Upto 31st March, 2020	Depreciation / Amortisation for the Year	Deductions	Depreciation / Amortisation Cost as at 31st March, 2021	Net Book Value as on March, 2021
<b>Tangible Assets:</b>									
Owned asset:									
Computers	74,191	5,658	9,280	70,569	60,641	8,128	9,274	59,495	11,074
Office Equipment	15,246	1,073	5,180	11,139	10,081	1,707	5,156	6,632	4,507
Furniture & Fixtures	6,559	110	17	6,652	2,407	600	17	2,990	3,661
Vehicles	4,063	-	33,528	4,063	780	406	-	1,186	2,877
Building-Office Premises	51,220	-	-	17,692	4,762	1,401	5,333	830	16,862
<b>Sub Total - A</b>	<b>1,51,279</b>	<b>6,841</b>	<b>48,005</b>	<b>1,10,115</b>	<b>78,671</b>	<b>12,242</b>	<b>19,780</b>	<b>71,134</b>	<b>38,980</b>
<b>Intangible Assets:</b>									
Software Development	41,213	-	-	41,213	37,298	3,618	-	40,916	297
<b>Sub Total - B</b>	<b>41,213</b>	<b>-</b>	<b>-</b>	<b>41,213</b>	<b>37,298</b>	<b>3,618</b>	<b>-</b>	<b>40,916</b>	<b>297</b>
<b>Total - (A+B)</b>	<b>1,92,493</b>	<b>6,841</b>	<b>48,005</b>	<b>1,51,329</b>	<b>1,15,969</b>	<b>15,861</b>	<b>19,780</b>	<b>1,12,050</b>	<b>39,277</b>

b. Title deeds of immovable property not held in the name of company.

Details as on 31st March, 2022

S. No.	Description of items of proerty	Gross carrying value	Title deeds held in the name of	whether title deed holder is a promoter, director or relative/employee of promoter/director	Property held since which date	reason for not held in the name of company
	NA	NA	NA	NA	NA	NA

Details as on 31st March, 2021

S. No.	Description of items of proerty	Gross carrying value	Title deeds held in the name of	whether title deed holder is a promoter, director or relative/employee of promoter/director	Property held since which date	reason for not held in the name of company
	NA	NA	NA	NA	NA	NA





# RAKSHA HEALTH INSURANCE TPA PRIVATE LIMITED

Notes Continued

## NOTE 4: NON CURRENT ASSETS

### 4c. Other Non-Current Assets

		(Amount in "Thousands")	
Long Term Loans and Advances		As at	
	31st March, 2022	31st March, 2021	
i	Security Deposits- Related Parties	4,995	4,425
ii	Security Deposits- Others	17,251	14,550
	<b>Total</b>	<b>22,246</b>	<b>18,975</b>

## NOTE 5 : CURRENT ASSETS

### a. Trade Receivables

		(Amount in "Thousands")	
Trade Receivables		As at	
	31st March, 2022	31st March, 2021	
i	Secured, Considered goods	-	-
ii	Unsecured, Considered goods	1,70,151	95,684
iii	Doubtful	905	-
	<b>Total</b>	<b>1,71,056</b>	<b>95,684</b>

Note: (i) Trade Receivables includes Unbilled Revenue of 1,22,986 (Rs in thousands) Plus GST of 22,137 (Rs. In Thousands)

5 a(i)

		Outstanding for the following periods from due date of payment					(Rs. in "Thousand's")
Trade Receivables		<6 Months	6 Months -1 Year	1- 2 Years	2-3 Years	> 3 Years	As At
(i)	Undisputed Trade receivables - Considered Good	1,68,146	2,005	-	-	-	Total 31st March, 2022 1,70,151
(ii)	Undisputed Trade Receivables- Which have significant increase in credit risk	905	-	-	-	-	905
(iii)	Disputed Trade Receivable- Considered Good	-	-	-	-	-	-
(iv)	Disputed Trade Receivables- Which have significant increase in credit risk	-	-	-	-	-	-
	<b>Total (a)+ (b)</b>	<b>1,69,051</b>	<b>2,005</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,71,056</b>

		Outstanding for the following periods from due date of payment					(Rs. in "Thousand's")
Trade Receivables		<6 Months	6 Months -1 Year	1- 2 Years	2-3 Years	> 3 Years	As At
(i)	Undisputed Trade receivables - Considered Good	95,684	-	-	-	-	Total 31st March, 2021 95,684
(ii)	Undisputed Trade Receivables- Which have significant increase in credit risk	-	2,972	-	-	-	2,972
(iii)	Disputed Trade Receivable- Considered Good	-	-	-	-	-	-
(iv)	Disputed Trade Receivables- Which have significant increase in credit risk	-	-	-	-	-	-
	<b>Total (a)+ (b)</b>	<b>95,684</b>	<b>2,972</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>98,656</b>



**RAKSHA HEALTH INSURANCE TPA PRIVATE LIMITED**

**NOTE 4(b) : Deferred Tax Assets (Liability) Year Ended 31.03.2022**

Particulars	Deferred Tax Assets/(Liability) as at 01.04.2021		(Charges)/ Credit during the period 01.04.2021 to 31.03.2022		(Rs. in "Thousand's") Deferred tax Assets/(Liability) as at 31.03.2022	
	Amount	Tax @ 25.17%	Amount	Tax	Amount	Tax @ 25.17%
On account of WDV of Fixed Assets as per income tax & books of accounts	(2,882)	(725)	996	251	(1,886)	(475)
Provision for Earn leave	5,806	1,461	1,834	461	7,640	1,923
Provision for Bonus	6,738	1,696	(2,224)	(560)	4,514	1,136
Gratuity Payable	-	-	23,879	6,010	23,879	6,010
	9,662	2,432	24,485	6,163	34,147	8,594





# RAKSHA HEALTH INSURANCE TPA PRIVATE LIMITED

Notes Continued

## NOTE 5 : CURRENT ASSETS

### b. Cash and Cash Equivalents

		( Rs. in "Thousand's")	
Cash and Cash Equivalents		As At	
		31st March, 2022	31st March, 2021
a.	<b>Balances with Banks</b>		
	- Balance in Current Account	62,092	1,10,892
b.	<b>Cash in hand</b>	429	877
c.	<b>*FDR with Bank :</b>		
	i) (maturity beyond 12 months)	90,728	1,41,355
	ii) (maturity upto 12 months)	4,51,567	5,46,467
	<b>Total</b>	<b>6,04,816</b>	<b>7,99,591</b>

\*Out of the above, FDRs amounting to Rs.10.00 Crores (Previous Year Rs.3.00 Crores) is pledged with Bank as Collateral Security and Margin Money against the Bank Guarantee Limit of Rs.10 Crores (Previous year Rs.10.00 Crores) .

## NOTE 5 : CURRENT ASSETS

### c. Short Term Loans and Advances

		( Rs. in "Thousand's")	
Short Term Loans and Advances		As at	
		31st March, 2022	31st March, 2021
	<b>Other Loans and Advances</b>		
	Advance Tax / TDS	1,18,867	57,792
	TDS on GST	490	-
	GST Recoverable	5,209	5,909
	Prepaid Expenses	2,290	2,128
	Other Advances	1,234	4,460
	Interest Accrued but not due on Bank FDRs	14,028	26,691
	<b>Total</b>	<b>1,42,118</b>	<b>96,980</b>



**RAKSHA HEALTH INSURANCE TPA PRIVATE LIMITED**

Notes Continued

**NOTE 6: Investment**

**a. Non Current Investment**

Non Current Investment		(Rs. in "Thousand's")	
		As at	
		31st March, 2022	31st March, 2021
Units/ Nos.			
	<b>Investment in Debentures (Unquoted)</b>		
20,000	9.45%, 3 Years Non-Convertible Debenture of ECL Finance Limited. (Previous Year @ Rs.1000/- Per Unit) (Purchase During the Year 10,000 Units@1,000)	20,000	10,000
	<b>Total</b>	<b>20,000</b>	<b>10,000</b>

**b. Current Investment**

Current Investment		(Rs. in "Thousand's")	
		As at	
		31st March, 2022	31st March, 2021
Units/ Shares			
	<b>Investment in Listed Mutual Funds (Quoted)</b>		
2,50,000	AXIS ARBITRAGE FUND (Previous Year @ Rs.10/- each)	2,500	2,500
2,50,000	EDELWEISS ARBITRAGE FUND (Previous Year @ Rs.10/- each)	2,500	2,500
2,50,000	KOTAK LOW DURATION FUND (Previous Year @ Rs.10/- each)	2,500	2,500
2,50,000	UTI ULTRA SHORT TERM FUND (Previous Year @ Rs.10/- each)	2,500	2,500
4,99,975	UTI FOCUSED FUND (Purchase during the year 4,99,975@10/-each)	5,000	-
4,99,975	SBI BALANCED ADVANTAGE FUND (Purchase during the year 4,99,975@10/-each)	5,000	-
	<b>Investment in Listed Shares (Quoted)</b>		
9,242	Investment in Listed Securities-New India Assurance Company Limited	2,479	2,479
		<b>22,479</b>	<b>12,479</b>

Note:

(i)	Aggregate Cost of Quoted Non-Current Investment (Other than NCD)	22,479	12,479
	Aggregate Market Value of Quoted Non-Current Investment (Other than NCD)	27,639	15,781

(ii) All Non Current Investment valued at cost.

(iii) Investment in Mutual Funds in current financial year i.e., (UTI Focused Fund and SBI Balances Advantage Fund) are made for

(iv) Diminution in the value of investment is temporarily in nature and hence not provided.





# RAKSHA HEALTH INSURANCE TPA PRIVATE LIMITED

Notes Continued

## NOTE 7 : REVENUE FROM OPERATIONS

( Rs. in "Thousand's")		
Revenue from Operations	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Gross Service Fees	7,63,408	7,01,396
Less : GST	1,23,367	95,008
Service Fees	<b>6,40,041</b>	<b>6,06,388</b>

## NOTE 8 : OTHER INCOME

( Rs. in "Thousand's")		
Other Income	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Interest On Bank Deposits ( TDS-3,213 {previous year} 3,307) (Rs. In Thouands)	32,133	42,525
Interest on Income Tax Refund	-	2,314
Interest on Debentures	945	945
Miscellaneous Income	3,045	73
Provision no longer Required	-	1,800
<b>Total</b>	<b>36,123</b>	<b>47,658</b>



Notes Continued

**NOTE 9 : EXPENSES**

**a. Employee Benefit Expense**

(Rs. in "Thousand's")

Employee Benefits Expense	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Salaries and Bonus	3,09,640	2,86,510
Contribution to Provident and Other Fund	20,561	17,174
Gratuity	6,003	2,961
Leave Encashment	3,887	1,386
Staff welfare Expenses	5,954	4,515
<b>Total</b>	<b>3,46,045</b>	<b>3,12,546</b>

**b. Interest and Financial Cost**

(Rs. in "Thousand's")

Interest and Financial Cost	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Bank Charges	223	1,593
<b>Total</b>	<b>223</b>	<b>1,593</b>

**c. Depreciation and Amortization Expense**

(Rs. in "Thousand's")

Depreciation	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Depreciation/Amortization	10,828	15,861
<b>Total</b>	<b>10,828</b>	<b>15,861</b>

**d. Other Expenses**

(Rs. in "Thousand's")

Other Expenses	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Rent	69,186	55,652
Electricity & Water	8,594	5,627
Training & Seminars	1,359	1,284
General Expenses	2,114	858
Travelling & Conveyance Expenses	11,296	7,567
Business Promotion	4,815	1,409
Corporate Social Responsibility (CSR) Expenses*	2,797	3,250
Legal Expenses	29	2,121
Repair & Maintenance	17,626	18,766
Insurance Expenses	737	549
Rates & Taxes	1,365	277
Computer & Software Expenses	6,954	12,336
Professional Fees	12,234	13,926
Lab & Diagnostic Expenses	24,552	39,994
Printing and Stationery	21,416	29,657
Communication Expenses	26,480	25,397
Provision for Contingencies	1,500	3,800
<b>Total</b>	<b>2,13,054</b>	<b>2,22,472</b>

\*CSR Expenditure

Gross amount required to be spent by the Company during the year

Amount utilized during the year on:

a) Construction/acquisition of any asset

b) for the purpose other than (a) above

Unutilized/(Excess Utilization) amount of CSR

2,797 3,250

2,700 3,250

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## RAKSHA HEALTH INSURANCE TPA PRIVATE LIMITED

Notes Continued

### NOTE 10 : EXCEPTIONAL ITEMS

Exceptional Items	(Rs. in "Thousand's")	
	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Profit on Sale of Fixed Assets	82	278
Loss on Sale of Fixed Assets	(778)	(29)
Profit on sale of Investment	-	910
<b>Total</b>	<b>(696)</b>	<b>1,159</b>



## RAKSHA HEALTH INSURANCE TPA PRIVATE LIMITED

### Significant Accounting Policies and Notes to Accounts

#### Schedule 11

#### Significant Accounting Policies

I) Compliance with Accounting Standard (AS)

The standalone financial statements of the company have been prepared and comply in all material aspects with companies (accounting Standard) Rules 2006 (AS) as amended time to time and notified under Section 133 of the Companies Act, 2013 (the Act) read with relevant rules and other accounting Principles. The policies set out below have been consistently applied during the year presented.

II) Basis of Accounting

The standalone financial statements are presented in 'Indian Rupees', which is also the Company's functional and presentation currency and all amounts, are rounded to the nearest thousands, with round off, unless otherwise stated.

The standalone financial statements have been prepared in accordance with the requirements of the Schedule III to the Act, Applicable AS, other applicable pronouncements and regulations.

III) Basis of Measurements

The standalone financial statements have been prepared on a historical cost convention on the basis of accrual concept in accordance with the generally accepted accounting principles and applicable Accounting Standards issued by the Institute of Chartered Accountants of India, except where otherwise stated and in accordance with the generally accepted business practices in the insurance Auxiliary industry.

IV) Usage of Estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgements, estimates and assumption that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

V) Fixed Assets and Depreciation/Amortization

Fixed assets are stated at acquisition cost and include amount added on revaluation less accumulated deprecation and impairment loss, if any. Depreciation on tangible fixed assets is provided on the straight line method at the rates and in the manner prescribed in Schedule II of the Companies Act, 2013.





For additions and disposals, depreciation/ amortization is provided pro-rata for the period of use. No depreciation/ amortization is provided for on the assets that have been acquired but not put to use.

**VI) Intangible Assets**

Cost incurred on intangible assets, resulting in future economic benefits are capitalised as intangible assets and amortised on a straight-line method beginning from the date of capitalization over a period of 3-5 years. The assets are carried at cost less accumulated amortisation.

**VII) Revenue Recognition**

Revenue is primarily derived from TPA Service Fees which is being accounted by the company on the basis of policies under-written by the administrative offices of the insurance companies based on the underwriting reports/ confirmations received from them.

**VIII) Income Tax Liability**

The Income Tax liability is ascertained on the basis of assessable profits computed in accordance with the provisions of the Income Tax Act, 1961.

**IX) Deferred Tax**

Deferred Tax is recognized, subject to consideration of prudence, on timing differences, representing the differences between the taxable income/(loss) and accounting income/(loss) that originated in one period and are capable of reversal in one or more subsequent period.

Deferred tax assets are recognized only to the extent that there is reasonable certainty of their realization against the future taxable profits.

**X) Retirement Benefits**

- a) The Gratuity is provided on estimated basis as calculated by the management.
- b) Leave encashment is accounted on estimated basis as calculated by the management.

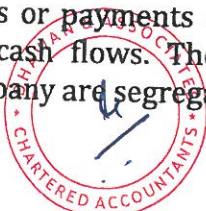
- XI)** Investments are classified as Current and Non-Current Investments. Current investments are carried at lower of cost or fair value of investments. Long term investments are carried at cost less provision recorded to recognize a permanent decline, if any.

**XII) Provision, Contingent Liabilities and Contingent Assets**

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

**XIII) Cash Flow Statement**

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing or financing activities of the company are segregated.



## Schedule 12

### Notes to Accounts

- I) Segment Reporting AS 17: The Company is primarily engaged in providing insurance auxiliary Services. Other business carried out by the company normally pre-policy health check-up does not constitute 10 % of the total turnover.
- II) Related Party Disclosures (as identified and certified by the Management); transactions with the related parties are being disclosed in Annexure I of Notes to Accounts.

III) **Payment to Directors:-**

(Rs. in "Thousand's")		
Particulars	2021-22	2020-21
Salary	35,000	35,000
Foreign Tour Expenses		

IV) **Contingent Liabilities**

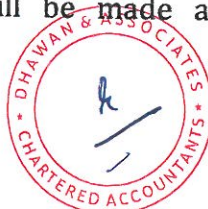
(Rs. in "Thousand's")		
Particulars	2021-22	2020-21
<b>-Bank Guarantees Executed</b>		
In Favour of Insurer for performance of settlement of claims.*	82,500	80,000
<b>- Income Tax Department (A.Y. 2020-21)</b>	10,605	-
<b>- Income Tax Department (A.Y. 2017-18)</b>	5,471	-
<b>Total</b>	<b>98,576</b>	<b>80,000</b>

\*Above Bank Guarantees are executed against Pledge of DRIC of Rs.10,000 thousands as 100% margin, Execution of Counter Indemnity Bond and charge on entire movable assets of the company including receivable.

V) **Corporate Social Responsibility ( CSR ):-**

During the year the company has made CSR Expenses 2,797 (Rs. In Thousands) under which donations of 2,700 (Rs. In Thousands) has utilized to various organisations involved in CSR activities related to health care, education, art and culture etc to discharge the obligation under CSR Activity.. The balance amount of donation of 97 (Rs. In Thousands) is unutilized which is to be payable.

- VI) As per Memorandum of Understanding with Insurance Companies, the claims settled are subject to the audit by the Insurers. Pending audit liabilities which may arise on this account is not ascertainable at this stage.
- VII) The Balances Outstanding against sundry debtors / claims recoverable and sundry creditors / claims payable are subject to reconciliation/ confirmation by the respective parties. Adjustments, if any, will be made after completion of reconciliation and confirmation.





VIII) There are various court cases filed by the insured against the insurance companies for repudiation / non satisfaction of the insurance claims and the company has also been made a party to these cases as the company has been appointed as Third party Administrator (TPA) by the insurance companies. As per the past experience of the management and on the basis of decided court cases and as advised by the professionals the company does not acknowledge any liability arising on the said cases as it is awarded against the insurance companies only which obliged to pay under the court order. However, small liability may arise on account of deficiencies in services on the part of the company and the same has not been shown under contingent liability as cannot be measured/ quantified.

IX) During the year Head Office of the Company has raised the invoices under Cross Charges Recovery, amounting to 58824 (Rs. in Thousands) to their respective branches on the basis of their Turnover to utilize accumulated ITC under GST at Corporate Office Level. The amount of sales / purchase and recoverable/Payable are netted off during consolidation of transactions at Corporate Office.

X) The company has taken premises on operating leases that are renewable on a periodic basis and are cancellable by either party by giving a notice in writing.

a) Operating Lease

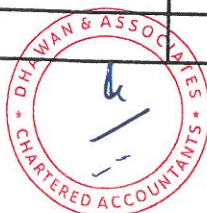
(Rs. in "Thousand's")		
Particulars	2021-22	2020-21
Rent expenses included in Profit & Loss A/c towards operating leases	69,186	55,652

b) Minimum Lease obligation under Non-Cancellable Lease contract amounts to:

(Rs. in "Thousand's")			
2021-22		2020-21	
Not Later Than One Year	Later Than One Year but Not Later than Five Year	Not Later Than One Year	Later Than One Year but Not Later than Five Year
51,397	29,975	87,364	92,312

XI) Auditor's Remuneration includes:

(Rs. in "Thousand's")		
Particulars	2021-22	2020-21
<b>Statutory Auditors</b>		
-Statutory Audit	775	700
-Tax Audit	275	250
<b>Internal Auditor</b>		
-Internal Audit Fee	180	180



## Schedule 12

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**XII) Net Deferred Tax Assets (Liabilities)**

The deferred tax liability (net) as at 31<sup>st</sup> March'2022 comprises of the following:-

(Rs. in "Thousand's")			
PARTICULARS	Deferred tax assets/ (Liabilities) as at 01.04.2021	Charge/(Credit) during the year	Deferred tax assets/ (Liabilities) as at 31.3.2022
Difference in WDV	(725)	251	(475)
Bonus Payable	1,696	(560)	1,136
Earned Leaves	1461	462	1,923
Gratuity Payable	-	6,010	6,010
<b>Total</b>	<b>2432</b>	<b>6,163</b>	<b>8,594</b>

**XIII) Key Ratios:** As per Annexure- II

**XIV) Previous year's figures** have been regrouped / re-arranged wherever found necessary.

**XV) Notes 1 to 10** form part of the Balance Sheet and Profit & Loss Account.

As per our Report of even date attached

**For DHAWAN & ASSOCIATES**

**Chartered Accountants**

**F.R.N:009813N**


  


**JAGDISH DHAWAN**

**Partner**

**M.No.:088596**

**UDIN: 22080596 ALT DKS 9628**



**DR.NARESH TREHAN**

**DIRECTOR**

  
**PAWAN KUMAR BHALLA**  
**MANAGING DIRECTOR**

**Place: Faridabad**

**Date: 27<sup>th</sup> June, 2022**

**RAKSHA TPA PRIVATE LIMITED**  
Related Party Transaction for the Year Ended 31.03.2022

S.No	Nature of Transactions	ESCORTS LTD	RAKSHA UNIVERSAL PVT. LTD.	RITU NANDA INSURANCE SERVICES (P) LTD.	SUN & MOON TRAVELS INDIA PVT. LTD.	SHARAK HEALTHCARE PRIVATE LIMITED	MR. NIKHIL NANDA	MS NITASHA NANDA	MR PAWAN KUMAR BHALLA	JASMINE REALTY VENTURES PVT LTD	TOTAL
1	SERVICES RECD. / GOODS PURCHASED	16,985 (12,045)	475 (16,255)	398 (1,383)	1,648 (75)	337 (13,673)	10,018 (10,018)	11,169 (10,018)	-	3,560 (711)	44,609 (64,177)
2	PAYABLES - RENT / INVESTIGATION / TRAVELLING										
	Balance as at 1st April 2021	3,564 (684)	5,249 (1,615)	- (96)	59 (1,203)	1,476 -	0	-	-	-	10,349 (3,599)
	Additions during the year	16,985 (12,045)	475 (16,255)	398 (1,383)	1,648 (75)	337 (13,673)	10,018 (10,018)	11,169 (10,018)	-	3,580 (711)	44,609 (64,177)
	Reductions during the year	20,255 (9,165)	5,702 (12,621)	398 (1,479)	1,664 (2,543)	1,813 (12,196)	10,018 (10,018)	11,169 (10,018)	-	3,543 (711)	54,563 (58,751)
	Balance as at 31st March 2022	294 (3,564)	22 (5,249)	-	43 (59)	- (1,476)	- (0)	-	-	36	395 (10,349)
3	SECURITY DEPOSIT ( RENT )										
	Balance as at 1st April 2021	-	-	-	-	-	1,875	1,875	-	675	4,425
	Additions during the year	-	-	-	-	-	(1,875)	(1,875)	-	(675)	(4,425)
	Reductions during the year	-	-	-	-	-	-	-	-	180	570
	Balance as at 31st March 2022	-	-	-	-	-	-	-	-	-	-
4	Director's Remuneration	-	-	-	-	-	-	-	35,000 (35,000)	-	35,000 (35,000)

Note:

1. Previous Years figures are shown in brackets.





**RAKSHA HEALTH INSURANCE TPA PRIVATE LIMITED**  
**RATIO ANALYSIS : 2021-22**

**Annexure - II**

Ratio	Numerator	Denominator	Current Year 31st March 2022	Previous Year 31st March 2021	Variance %	Reason for variance
1 Current ratio ( in times )	Total current assets	Total current liabilities	2.26	1.82	24.33%	
2 Debt-Equity ratio (in times )	Debt consists of borrowings and lease liabilities. Earning for Debt Service= Net Profit after taxes + Non-cash operating expenses + Interest + other non-cash adjustments	Total equity	-			
3 Debt service coverage ratio (in times)	Profit for the year less Preference dividend ( if any )	Debt service = Interest and lease payments + Principal repayments	-			
4 Return on equity ratio (in % )	Revenue from operations	Average total equity	2.63%	2.57%	2.52%	
5 Trade Receivable turnover ratio (in times )	Net Purchase=Purchase of Stockin trade+Purchase of Raw Material	Average trade Receivable	4.75	4.30	10.44%	
6 Trade payable turnover ratio (in times )	Revenue from operations	Average trade payable	-	-	-	
7 Net Capital turnover ratio (in times )	Profit for the year	Average working capital (i.e. Total current assets less Total current liabilities )	1.22	1.35	-9.84%	
8 Net Profit ratio (in % )	Profit before tax and finance costs	Revenue from operations	16.45%	16.94%	-2.87%	
9 Return on capital employed (in % )	Income generated from invested funds	Capital employed = Net worth+ Lease Liabilities + Deferred tax liabilities	18.18%	20.36%	-10.74%	
10 Return on investment (in % )		Average invested funds in treasury investments	5.71%	6.43%	-11.07%	

