



INDEPENDENT AUDITOR'S REPORT

To The Partners of Appify Infotech LLP

Opinion

We have audited the accompanying financial statements of **Appify Infotech LLP** ("the Firm"), which comprise the Balance Sheet as at March 31, 2024, the statement of Profit and Loss account for the year then ended, and a summary of significant accounting policies, notes to the financial statement and other explanatory information (hereinafter referred as "the financial statements").

In our opinion and to the best of our information and according to the explanation given to us, the aforesaid financial statements are prepared, in all material respects, in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI) and in accordance with the accounting principles generally accepted in India and of the state of affairs of the Firm as at March 31, 2024, the loss for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SA's) issued by 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 Firm in accordance with the ethical requirements that are relevant to our Audit of the financial statements in India, and we have fulfilled our other responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Designated Partners for the financial statements

Designated Partners are responsible for the preparation of financial statements in accordance with the aforesaid Accounting Standards and in accordance with the accounting principles generally accepted in India, and for such internal control as designated partners 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, designated partners are responsible for assessing the Firm'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 designated partners either intends to liquidate the Firm or cease operations, or has no realistic alternative but to do so.

Those Designated Partners are responsible for overseeing the Firm's financial reporting process.

Auditor's Responsibilities for the Audit of the financial statements

Our objective 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.

For **Bhagi Bhardwaj Gaur & Co.**

Chartered Accountants

ICAI Firm's Registration Number: 007895N

per **Mohit Gupta**

Partner

Membership Number: 528337

UDIN: 24528337BKDFZS1974

New Delhi

May 14, 2024

Appify Infotech LLP
Balance Sheet as at March 31, 2024
All amounts are in INR lacs unless otherwise stated

Particulars	Notes	As at March 31, 2024	As at March 31, 2023
ASSETS			
Current assets			
Financial assets			
(i) Cash and cash equivalents	3	293.57	296.37
Other current assets	4	7.84	7.56
Total current assets		301.41	303.93
Total assets		301.41	303.93
EQUITY AND LIABILITIES			
Equity			
Partner's Capital Contribution	5	300.67	303.80
Total equity		300.67	303.80
LIABILITIES			
Current liabilities			
Financial liabilities			
(i) Trade payables	6		
a. total outstanding dues of micro enterprises and small enterprises		-	-
b. total outstanding dues of creditors other than micro enterprises and small enterprises		0.69	0.13
Other current liabilities	7	0.05	-
Total current liabilities		0.74	0.13
Total liabilities		0.74	0.13
Total equity and liabilities		301.41	303.93

The above Balance Sheet should be read in conjunction with accompanying notes

As per our report of even date

For Bhagi Bhardwaj Gaur & Co.
Chartered Accountants
ICAI Firm's Registration Number : 007895N

**For and on behalf of the Partners of
Appify Infotech LLP**

per Mohit Gupta

Partner
Membership Number : 528337

Place: New Delhi
Date: May 14, 2024

**Arjun Juneja
(For on behalf of
Mankind Pharma
Limited)**

Designated Partner
DIN - 0070439

Place: New Delhi
Date: May 14, 2024

**Chanakya Juneja
(For on behalf of
Appian Properties
Private Limited)**

Designated Partner
DIN - 08543805

Place: New Delhi
Date: May 14, 2024

Appify Infotech LLP
Statement of Profit and Loss for the year ended March 31, 2024
All amounts are in INR lacs unless otherwise stated

Particulars	Notes	Year ended March 31, 2024	Year ended March 31, 2023
I Income			
Other income	8	-	0.57
Total income (I)		-	0.57
II Expenses			
Other expenses	9	3.13	2.97
Total expenses (II)		3.13	2.97
III (Loss)/profit before tax (I-II)		(3.13)	(2.40)
IV Tax Expense:			
Current tax	10	-	-
Deferred tax	10	-	-
Total tax expense (IV)		-	-
V (Loss)/profit for the year (III-IV)		(3.13)	(2.40)

The above Statement of Profit and Loss should be read in conjunction with accompanying notes

As per our report of even date

For Bhagi Bhardwaj Gaur & Co.
Chartered Accountants
ICAI Firm's Registration Number : 007895N

**For and on behalf of the Partners of
Appify Infotech LLP**

per Mohit Gupta

Partner
Membership Number : 528337

Place: New Delhi
Date: May 14, 2024

**Arjun Juneja
(For on behalf of Mankind Pharma Limited)**

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(For on behalf of Appian
Properties Private
Limited)**

Designated Partner
DIN - 08543805

Place: New Delhi
Date: May 14, 2024

Appify Infotech LLP
Statement of Cash Flows for the year ended March 31, 2024
All amounts are in INR lacs unless otherwise stated

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
A. Cash flow from operating activities		
(Loss)/profit before tax	(3.13)	(2.40)
<i>Adjustments to reconcile profit before tax to net cash flows:</i>		
Finance income	-	(0.24)
<i>Working capital adjustments:</i>		
(Increase)/ Decerease in trade receivables	-	348.00
(Increase)/ Decerease in other asset	(0.28)	(0.06)
Increase/ (Decrease) in trade payable	0.56	(47.34)
Increase/ (Decrease) in other liability	0.05	(9.16)
	(2.80)	288.80
Income tax paid (net)	-	6.34
Net cash flows from/(used in) operating activities	(2.80)	295.14
B. Cash flow from investing activities		
Net cash flows flow investing activities	-	-
C. Cash flow from financing activities		
Net cash flows from financing activities	-	-
Net increase in cash and cash equivalentents	(2.80)	295.14
Cash and cash equivalentents at the beginning of the year	296.37	1.23
Cash and cash equivalentents at the end of the year	293.57	296.37
Cash and cash equivalentents		
Balances with banks		
- In current account	293.57	296.37
	293.57	296.37

The above Statement of Cash Flows should be read in conjunction with accompanying notes

As per our report of even date

For Bhagi Bhardwaj Gaur & Co.
Chartered Accountants
ICAI Firm's Registration Number : 007895N

For and on behalf of the Partners of
Appify Infotech LLP

per Mohit Gupta

Partner
Membership Number : 528337

Place: New Delhi
Date: May 14, 2024

Arjun Juneja
(For on behalf of Mankind
Pharma Limited)

Designated Partner
DIN - 0070439

Place :New Delhi
Date: May 14, 2024

Chanakya Juneja
(For on behalf of Appian
Properties Private Limited)

Designated Partner
DIN - 08543805

Place :New Delhi
Date: May 14, 2024

Appify Infotech LLP**Statement of Changes in Partner's Capital Contribution for the year ended March 31, 2024****All amounts are in INR lacs unless otherwise stated****a. Partner's Capital Contribution**

Particulars	Amount
As at April 01, 2022	306.20
Changes in Partners capital during the year ended March 31, 2023	(2.40)
As at March 31, 2023	303.80
Changes in Partners capital during the year ended March 31, 2024	(3.13)
As at March 31, 2024	300.67

(i) Movement in partner's capital account

Particulars	Partners' capital account		Total
	Mankind Pharma Limited	Appian Properties Private Limited	
Balance as at April 01, 2022	306.15	0.05	306.20
Loss for the year	(2.38)	(0.02)	(2.40)
Other comprehensive income for the year, net of income tax	-	-	-
Total comprehensive income for the year	(2.38)	(0.02)	(2.40)
Additions	-	-	-
Net amount withdrawn	-	-	-
As at March 31, 2023	303.77	0.03	303.80
Loss for the year	(3.10)	(0.03)	(3.13)
Other comprehensive income for the year, net of income tax	-	-	-
Total comprehensive income for the year	(3.10)	(0.03)	(3.13)
Additions	-	-	-
Net amount withdrawn	-	-	-
As at March 31, 2024	300.67	(0.00)	300.67

The above Statement of Partner's Capital Contribution should be read in conjunction with accompanying notes

As per our report of even date

For Bhagi Bhardwaj Gaur & Co.

Chartered Accountants

ICAI Firm's Registration Number : 007895N

For and on behalf of the Partners of

per Mohit Gupta

Partner

Membership Number : 528337

Place: New Delhi

Date: May 14, 2024

Arjun Juneja
(For on behalf of
Mankind Pharma
Limited)

Designated Partner

DIN - 0070439

Place: New Delhi

Date: May 14, 2024

Chanakay Juneja
(For on behalf of
Appian Properties
Private Limited)

Designated Partner

DIN - 8543805

Place: New Delhi

Date: May 14, 2024

1 Corporate information

Appify Infotech LLP ("the LLP") is a Limited Liability Partnership Firm domiciled in India on June 07, 2020. The LLP is a wholly owned subsidiary of Mankind Pharma Limited and is engaged in providing IT enabled services.

2 Material Accounting Policies

This note provides a list of the material accounting policies adopted in the preparation of these Indian Accounting Standards (Ind-AS) financial statements. These policies have been consistently applied to all the years.

2.1 Statement of Compliance and Basis of preparation

The financial statements of the Firm have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules 2016 and other relevant provisions of the Act and accounting principles generally accepted in India.

The financial statements are presented in INR and all values are rounded to the nearest lacs, except when otherwise stated.

The financial statements have been prepared on a historical cost basis unless otherwise indicated.

2.2 Basis of measurement

The financial statements have been prepared on a going concern basis using historical cost convention and on an accrual method of accounting, except for certain financial instrument and defined benefit plan which have been measured at fair value as required by relevant Ind AS.

2.3 Current and non-current classification

The LLP presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

Expected to be realised or intended to be sold or consumed in normal operating cycle

- ▶ Held primarily for the purpose of trading
- ▶ Expected to be realised within twelve months after the reporting period, or
- ▶ Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- ▶ It is expected to be settled in normal operating cycle
- ▶ It is held primarily for the purpose of trading
- ▶ It is due to be settled within twelve months after the reporting period, or
- ▶ There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

2.4 Functional and presentation currency

These financial statements are presented in Indian rupee (INR), which is the functional currency of the LLP.

2.5 New and amended standards adopted by the Firm

The Firm applied for the first-time certain standards and amendments, which are effective for annual periods beginning on or after April 01, 2023. The Ministry of Corporate Affairs has notified Companies (Indian Accounting Standards) Amendment Rules, 2023 dated March 31, 2023 to amend the following Ind AS which are effective from April 01, 2023.

Ind AS 1 – Presentation of Financial Statements

The amendments aim to help entities provide accounting policy disclosures that are more useful by replacing the requirement for entities to disclose their 'significant' accounting policies with a requirement to disclose their 'material' accounting policies and adding guidance on how entities apply the concept of materiality in making decisions about accounting policy disclosures.

The amendments have had an impact on the Company's disclosures of accounting policies, but not on the measurement, recognition or presentation of any items in the Company's financial statements.

Ind AS 12 – Income Taxes

The amendments narrow the scope of the initial recognition exception under Ind AS 12, so that it no longer applies to transactions that give rise to equal taxable and deductible temporary differences.

Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors

The amendments clarify the distinction between changes in accounting estimates and changes in accounting policies and the correction of errors. It has also been clarified how entities use measurement techniques and inputs to develop accounting estimates.

2.6 Revenue recognition

Revenues are measured at the fair value of the consideration received or receivable. Revenue is reduced for rebates, trade discounts and other similar allowances.

Ind AS 115 'Revenue from Contracts with Customers' was notified on 28 March 2018 and establishes a five-step model to account for revenue arising from contracts with customers. Under Ind AS 115, revenue is recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer.

Effective April 1, 2018, the LLP has applied Ind AS 115 "Revenue from Contracts with Customers" which establishes a comprehensive framework to depict timing and amount of revenue to be recognised. The LLP has adopted Ind AS 115 using modified retrospective method, where any effect arising upon application of this standard is recognised as at the date of initial application (i.e April 1, 2018). There was no impact on adoption of Ind AS 115 to the financial statements of the LLP.

The new revenue standard supersedes current revenue recognition requirements under Ind AS. This new standard requires revenue to be recognized when promised goods or services are transferred to customers in amounts that reflect the consideration to which the LLP expects to be entitled in exchange for those goods or services.

Other income

Interest Income on Income Tax refund is recognised on receipt basis.

2.7 Cash flow statement

Cash flows are reported using indirect method as set out in Ind AS -7 "Statement of Cash Flows", whereby profit/loss before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the LLP are segregated based on the available information.

2.8 Cash and cash equivalents (for purposes of Cash Flow Statement)

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

2.9 Taxes on income

Income tax expense comprises current and deferred tax. It is recognised in statement of profit and loss except to the extent that it relates items recognised directly in equity or in Other Comprehensive Income.

Current income tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The current tax is calculated using tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period.

Current tax assets and liabilities are offset only if, the LLP:

- i) has a legally enforceable right to set off the recognised amounts; and
- ii) intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Deferred tax

Deferred tax is provided using the Balance sheet method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Deferred tax assets are recognised in the financial statements to the extent of Deferred Tax Liabilities as at year end.

Current and deferred tax for the year

Current and deferred tax are recognised in statement of profit and loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

2.10 Provisions and contingencies

Provisions are recognised when the LLP has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the LLP expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows to net present value using an appropriate pre-tax discount rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Unwinding of the discount is recognized in statement of profit and loss as a finance cost. Provisions are reviewed at each reporting date and are adjusted to reflect the current best estimate.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the LLP or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The LLP does not recognize a contingent liability but discloses its existence in the financial statements.

In the normal course of business, contingent liabilities may arise from litigation and other claims against the LLP. There are certain obligations which management has concluded, based on all available facts and circumstances, are not probable of payment or are very difficult to quantify reliably, and such obligations are treated as Contingent liabilities and disclosed in the notes but are not reflected as liabilities in the financial statements. Although there can be no assurance regarding the final outcome of the legal proceedings in which the LLP involved, it is not expected that such contingencies will have a material effect on its financial position or profitability.

Contingent assets are not recognised but disclosed in the financial statements when an inflow of economic benefits is probable.

2.11 Financial instruments

Financial assets and financial liabilities are recognised when a LLP becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through statement of profit and loss are recognised immediately in statement of profit and loss.

Financial assets

All regular way purchases or sales of financial assets are recognised and derecognised on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Classification of financial assets

Debt instruments that meet the following conditions are subsequently measured at amortised cost less impairment loss (except for debt investments that are designated as at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

All other financial assets are subsequently measured at fair value.

Amortised cost and effective interest method

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

Income is recognised on an effective interest basis for debt instruments other than those financial assets classified as at FVTPL. Interest income is recognised in profit or loss and is included in the Statement of Profit and Loss.

Financial assets at fair value through profit or loss (FVTPL)

A financial asset may be designated as at FVTPL upon initial recognition if such designation eliminates or significantly reduces a measurement or recognition inconsistency that would arise from measuring assets or liabilities or recognising the gains and losses on them on different bases. The LLP has not designated any debt instrument as at FVTPL.

Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on re-measurement recognised in statement of profit and loss. The net gain or loss recognised in statement of profit and loss is included in the 'other gains and losses' line item.

Impairment of financial assets

The LLP measures the loss allowance for a financial instrument at an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. If the credit risk on a financial instrument has not increased significantly since initial recognition, the LLP measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses.

However, for trade receivables or contract assets that result in relation to revenue from contracts with customers, the LLP measures the loss allowance at an amount equal to lifetime expected credit losses.

When making the assessment of whether there has been a significant increase in credit risk since initial recognition, the LLP uses the change in the risk of a default occurring over the expected life of the financial instrument instead of the change in the amount of expected credit losses. To make that assessment, the LLP compares the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on the financial instrument as at the date of initial recognition and considers reasonable and supportable information, that is available without undue cost or effort, that is indicative of significant increases in credit risk since initial recognition.

Derecognition of financial assets

The LLP derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the LLP neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the LLP recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the LLP retains substantially all the risks and rewards of ownership of a transferred financial asset, the LLP continues to recognise the financial asset.

On derecognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognised in other comprehensive income and accumulated in equity is recognised in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset.

On derecognition of a financial asset other than in its entirety (e.g. when the LLP retains an option to repurchase part of a transferred asset), the LLP allocates the previous carrying amount of the financial asset between the part it continues to recognise under continuing involvement, and the part it no longer recognises on the basis of the relative fair values of those parts on the date of the transfer. The difference between the carrying amount allocated to the part that is no longer recognised and the sum of the consideration received for the part no longer recognised and any cumulative gain or loss allocated to it that had been recognised in other comprehensive income is recognised in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset. A cumulative gain or loss that had been recognised in other comprehensive income is allocated between the part that continues to be recognised and the part that is no longer recognised on the basis of the relative fair values of those parts.

Financial liabilities and equity instruments

Classification as debt or equity

Debt and equity instruments issued by a LLP are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by a LLP entity are recognised at the proceeds received, net of direct issue costs.

Repurchase of the LLP's own equity instruments is recognised and deducted directly in equity. No gain or loss is recognised in profit or loss on the purchase, sale, issue or cancellation of the LLP's own equity instruments.

Financial liabilities

All financial liabilities are subsequently measured at amortised cost using the effective interest method or at FVTPL. However, financial liabilities that arise when a transfer of a financial asset does not qualify for derecognition or when the continuing involvement approach applies, financial guarantee contracts issued by the LLP, and commitments issued by the LLP to provide a loan at below-market interest rate are measured in accordance with the specific accounting policies set out below.

Financial liabilities are classified as at FVTPL when the financial liability is either held for trading or it is designated as at FVTPL.

Financial liabilities at FVTPL

Financial liabilities are classified as at FVTPL when the financial liability is either held for trading or it is designated as at FVTPL.

A financial liability is classified as held for trading if:

- it has been incurred principally for the purpose of repurchasing it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the LLP manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument.

A financial liability other than a financial liability held for trading may be designated as at FVTPL upon initial recognition if:

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise; or
- the financial liability forms part of a LLP of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the LLP's documented risk management or investment strategy, and information about the LLP is provided internally on that basis; or
- it forms part of a contract containing one or more embedded derivatives, and Ind AS 109 permits the entire combined contract to be designated as at FVTPL in accordance with Ind AS 109.

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on remeasurement recognised in statement of profit and loss. The net gain or loss recognised in statement of profit and loss incorporates any interest paid on the financial liability and is included in the 'other gains and losses' line item.

However, for non-held-for-trading financial liabilities that are designated as at FVTPL, the amount of change in the fair value of the financial liability that is attributable to changes in the credit risk of that liability is recognised in other comprehensive income, unless the recognition of the effects of changes in the liability's credit risk in other comprehensive income would create or enlarge an accounting mismatch in statement of profit and loss. The remaining amount of change in the fair value of liability is recognised in statement of profit and loss. Changes in fair value attributable to a financial liability's credit risk that are recognised in other comprehensive income are not subsequently reclassified to statement of profit and loss.

Gains or losses on financial guarantee contracts and loan commitments issued by the LLP that are designated by the LLP as at fair value through profit or loss are recognised in statement of profit and loss.

Financial liabilities subsequently measured at amortised cost

Financial liabilities that are not held-for-trading and are not designated as at FVTPL are measured at amortised cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortised cost are determined based on the effective interest method. Interest expense that is not capitalised as part of costs of an asset is included in the 'finance costs' line item.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

Foreign exchange gains and losses

For financial liabilities that are denominated in a foreign currency and are measured at amortised cost at the end of each reporting period, the foreign exchange gains and losses are determined based on the amortised cost of the instruments and are recognised in the 'other gains and losses' line item in the statement of profit and loss.

The fair value of financial liabilities denominated in a foreign currency is determined in that foreign currency and translated at the spot rate at the end of the reporting period. For financial liabilities that are measured as at FVTPL, the foreign exchange component forms part of the fair value gains or losses and is recognised in the statement of profit and loss.

Derecognition of financial liabilities

The LLP derecognises financial liabilities when, and only when, the LLP's obligations are discharged, cancelled or they expire. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in statement of profit and loss.

2.12 Operating cycle

Based on the nature of the operations and the time between the acquisition of assets for processing and their realization in cash or cash equivalents, the LLP has ascertained its operating cycle as twelve months for the purpose of current non-current classification of assets and liabilities.

2.13 Critical accounting judgements and key sources of estimation uncertainty

The preparation of these financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income, expenses and disclosures of contingent assets and liabilities at the date of these financial statements and the reported amounts of revenues and expenses for the years presented. Actual results may differ from these estimates under different assumptions and conditions.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements are included in the following accounting policies and/or notes:

Critical estimates and judgements in applying accounting policies

The following are the critical judgements, apart from those estimations that the management has made in the process of applying the LLP Accounting Policies and that have most significant effect on the amounts recognised in the financial statements.

Provisions and contingencies

The significant capital commitments in relation to various capital projects are not recognized in the balance sheet. In the normal course of business, contingent liabilities may arise from litigation and other claims against the LLP. Guarantees are also provided in the normal course of business. There are certain obligations which management has concluded, based on all available facts and circumstances, are not probable of payment or are very difficult to quantify reliably, and such obligations are treated as contingent liabilities and disclosed in the notes but are not reflected as liabilities in the financial statements. Although there can be no assurance regarding the final outcome of the legal proceedings in which the LLP involved, it is not expected that such contingencies will have a material effect on its financial position or profitability.

Fair value measurement of financial instruments

Some of the LLP's assets and liabilities are measured at fair value for financial reporting purposes. The fair values of financial assets and financial liabilities recorded in the balance sheet in respect of which quoted price in active markets are available are measured using valuation techniques. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

Contingencies and commitments

In the normal course of business, contingent liabilities may arise from litigation, taxation and other claims against the LLP. A tax provision is recognised when the LLP has a present obligation as a result of a past event, it is probable that the LLP will be required to settle that obligation.

Where it is management's assessment that the outcome cannot be reliably quantified or is uncertain the claims are disclosed as contingent liabilities unless the likelihood of an adverse outcome is remote. Such liabilities are disclosed in the notes but are not provided for in the financial statements.

When considering the classification of a legal or tax cases as probable, possible or remote there is judgement involved. This pertains to the application of the legislation, which in certain cases is based upon management's interpretation of country specific tax.

2.14 Key sources of estimation uncertainty

(a) Taxes

Uncertainties exist with respect to the interpretation of complex tax regulations, changes in tax laws, and the amount and timing of future taxable income. Given the wide range of business relationships and the long-term nature and complexity of existing contractual agreements, differences arising between the actual results and the assumptions made, or future changes to such assumptions, could necessitate future adjustments to tax income and expense already recorded. The firm establishes provisions, based on reasonable estimates. The amount of such provisions is based on various factors, such as experience of previous tax audits and differing interpretations of tax regulations by the taxable entity and the responsible tax authority. Such differences of interpretation may arise on a wide variety of issues depending on the conditions prevailing in the respective domicile of the companies.

Appify Infotech LLP

Notes forming part of the financial statements for the year ended March 31, 2024

All amounts are in INR lacs unless otherwise stated

	<u>As at</u> <u>March 31, 2024</u>	<u>As at</u> <u>March 31, 2023</u>
3 Cash and cash equivalents		
Balances with banks		
- In current account	293.57	296.37
	<u>293.57</u>	<u>296.37</u>

Notes:

There are no restrictions with regard to cash and cash equivalents as at the end of the reporting period and prior period.

	<u>As at</u> <u>March 31, 2024</u>	<u>As at</u> <u>March 31, 2023</u>
4 Other assets		
Current		
(unsecured and considered good)		
Balances with Government authorities	7.84	7.56
	<u>7.84</u>	<u>7.56</u>

Appify Infotech LLP

Notes forming part of the financial statements for the year ended March 31, 2024

All amounts are in INR lacs unless otherwise stated

5 Partner's capital contribution

Capital contribution

As at March 31, 2024	As at March 31, 2023
300.67	303.80
300.67	303.80

(i) Details of contributions by each LLP partners:

The LLP does not have any authorised, issued & subscribed equity shares. Accordingly, disclosures related to share capital are not applicable and no disclosure for earnings per share is made in these financial statements.

Particulars

Partner's capital at the beginning of the year

Add : Profit earned during the year

Partner's capital at the end of the year

As at March 31, 2024	As at March 31, 2023
303.80	306.20
(3.13)	(2.40)
300.67	303.80

Name of Partner

	As at March 31, 2024		As at March 31, 2023	
	Amount	% of profit sharing	Amount	% of profit sharing
Mankind Pharma Limited	300.67	99.00%	303.77	99.00%
Appian Properties Private Limited	(0.00)	1.00%	0.03	1.00%
	300.67	100.00%	303.80	100.00%

	<u>As at</u> <u>March 31, 2024</u>	<u>As at</u> <u>March 31, 2023</u>
6 Trade payables		
Current		
i. total outstanding dues of micro enterprises and small enterprises	-	-
ii. total outstanding dues of creditors other than micro enterprises and small enterprises	0.69	0.13
	<u>0.69</u>	<u>0.13</u>

6.1 Trade Payable ageing schedule

As at March 31, 2024

Particulars	Unbilled dues	Not due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
Total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	0.43	0.26	-	-	-	-	0.69
Total	<u>0.43</u>	<u>0.26</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>0.69</u>

As at March 31, 2023

Particulars	Unbilled dues	Not due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
Total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	0.13	-	-	-	-	-	0.13
Total	<u>0.13</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>0.13</u>

	<u>As at</u> <u>March 31, 2024</u>	<u>As at</u> <u>March 31, 2023</u>
7 Other liabilities		
Current		
Statutory liabilities	0.05	-
	<u>0.05</u>	<u>-</u>

Appify Infotech LLP
Notes forming part of the financial statements for the year ended March 31, 2024
All amounts are in INR lacs unless otherwise stated

	Year ended March 31, 2024	Year ended March 31, 2023
8 Other income		
Interest income		
Interest received on income tax refund	-	0.24
	<u>-</u>	<u>0.24</u>
Other non-operating income		
Liabilities written back	-	0.33
	<u>-</u>	<u>0.33</u>
	<u>-</u>	<u>0.57</u>
	Year ended March 31, 2024	Year ended March 31, 2023
9 Other expenses		
Rates and taxes	0.02	0.02
Rent	0.22	-
Communication expenses	0.56	0.92
Legal and professional charges	1.18	0.23
Payments to auditors (refer note below)	0.50	0.15
Fees and subscription	-	0.04
Miscellaneous expenses	0.65	1.61
Total	3.13	2.97
Note:		
Payments to the auditors (excluding input tax)		
I To statutory auditors		
Audit fees	0.50	0.15
	<u>0.50</u>	<u>0.15</u>

Appify Infotech LLP

Notes forming part of the financial statements for the year ended March 31, 2024

All amounts are in INR lacs unless otherwise stated

	<u>Year ended March 31, 2024</u>	<u>Year ended March 31, 2023</u>
10 Income taxes		
10.1 Income tax recognised in the Statement of profit and loss		
Current tax		
In respect of the current year	-	-
In respect of the previous year	-	-
	<u>-</u>	<u>-</u>
Deferred tax		
In respect of the current year	-	-
Impact of change in tax rate	-	-
	<u>-</u>	<u>-</u>
Total income tax expense recognised in the current year	<u>-</u>	<u>-</u>
The Income tax expense for the year can be reconciled to the accounting profit as follows:		
(Loss)/profit before tax	<u>(3.13)</u>	<u>(2.40)</u>
Statutory income tax rate	31.20%	31.20%
Income tax expense at statutory income tax rate	(0.98)	(0.75)
Effect of expenses that are not deductible in determining taxable profit	0.20	-
Effect of unused tax losses on which no deferred tax assets have been recognised	0.77	0.75
At the effective income tax rate of Nil (March 31, 2023: 0.00%)	<u>-</u>	<u>-</u>
10.2 Income tax recognised in other comprehensive income		
Income tax relating to item that will not be reclassified to profit or loss		
Items that will be reclassified to profit or loss		
- Remeasurement of the defined benefit plan	-	-
	<u>-</u>	<u>-</u>
Total income tax expense recognised in other comprehensive income	<u>-</u>	<u>-</u>

Appify Infotech LLP
Notes forming part of the financial statements for the year ended March 31, 2024
All amounts are in INR lacs unless otherwise stated

11 Contingent liabilities and commitments (to the extent not provided for)

(i) Contingent liabilities

The LLP does not foresee any liability arising in future on account of any litigation/event not accounted for.

(ii) Commitments

Estimated amount of contract remaining to be executed on capital account and not provided for March 31, 2024 and March 31, 2023 are INR Nil and INR Nil respectively.

12 Segment Reporting

A. Basis for segmentation

The operations of the LLP are limited to one segment viz. Online Engagement Platform Business, which as per Ind AS - 108 "Operating Segments" is considered the only reportable segment.

B. Geographic Segment

The LLP operates only in one Country and does not have any separate identifiable geographic segment.

C. Major Customer

No single customer accounted for 10% or more of the LLP's revenue for the year ended March 31, 2024 and March 31, 2023.

13 Capital Management

For the purpose of the LLP's capital management, capital includes partners contribution and all other equity reserves attributable to the partners. The primary objective of the LLP's capital management is to safeguard the LLP's ability to remain as a going concern and maximise the partner value.

The LLP manages its capital structure and makes adjustments in light of changes in economic conditions, annual operating plans and long term and other strategic investment plans. In order to maintain or adjust the capital structure, the LLP may payback or call for partner contribution to capital. The current capital structure of the LLP is partner contribution based financing. The funding requirements are met through a mixture of partner contribution and internal fund generation as per the LLP's policy to meet anticipated funding requirements.

No changes were made in the objectives, policies or processes for managing capital during the year ended March 31, 2024 and March 31, 2023

14 Financial Instruments

Financial risk management objective and policies

This section gives an overview of the significance of financial instruments for the LLP and provides additional information on the balance sheet. Details of significant accounting policies, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised, in respect of each class of financial asset and financial liability disclosed in Note 2.

Financial assets and liabilities:

The accounting classification of each category of financial instruments, and their carrying amounts, are set out below:

March 31, 2024	FVTPL	FVTOCI	Amortised Cost	Total carrying value	Total fair value
Financial assets					
Cash and cash equivalents			293.57	293.57	293.57
Total	-	-	293.57	293.57	293.57

Financial liabilities

Trade payable	-	-	0.69	0.69	0.69
Total	-	-	0.69	0.69	0.69

March 31, 2023	FVTPL	FVTOCI	Amortised Cost	Total carrying value	Total fair value
Financial assets					
Cash and cash equivalents	-	-	296.37	296.37	296.37
Total	-	-	296.37	296.37	296.37
Financial liabilities					
Trade payable	-	-	0.13	0.13	0.13
Total	-	-	0.13	0.13	0.13

Risk management objectives

Risk management framework

The LLP has exposure to the following risks arising from financial instruments:

- Liquidity risk;
- Interest rate risk; and
- Credit risk

The LLP's designated partners have overall responsibility for the establishment and oversight of the LLP's risk management framework.

The LLP's risk management policies are established to identify and analyse the risks faced by the LLP, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed periodically to reflect changes in market conditions and the LLP's activities.

a) Liquidity Risk

The LLP remains committed to maintaining a healthy liquidity, gearing ratio, deleveraging and strengthening the balance sheet. The maturity profile of the LLP's financial liabilities based on the remaining period from the date of balance sheet to the contractual maturity date is given in the table below. The figures reflect the contractual undiscounted cash obligation of the LLP.

As at March 31, 2024					
Financial liabilities	<1 year	1-2 Years	2-5 Years	> 5 Years	Total
Trade payables	0.69	-	-	-	0.69
Total	0.69	-	-	-	0.69

As at March 31, 2023					
Financial liabilities	<1 year	1-2 Years	2-5 Years	> 5 Years	Total
Trade payables	0.13	-	-	-	0.13
Total	0.13	-	-	-	0.13

b) Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the LLP. The LLP has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. The LLP regularly monitors its counterparty limits by reviewing the outstanding balance and ageing of the same.

Possible credit risk

Credit risk related to bank balances

Credit risk management

LLP holds bank balances with reputed and creditworthy banking institution within the approved exposures limit of each bank. None of the LLP's cash equivalents, are past due or impaired.

The carrying value of the financial assets other than cash represents the maximum credit exposure. The LLP's maximum exposure to credit risk is INR 293.57 lacs and INR 296.37 lacs as at March 31, 2024 and as at March 31, 2023

Appify Infotech LLP

Notes forming part of the financial statements for the year ended March 31, 2024

All amounts are in INR lacs unless otherwise stated

15 Related party disclosures

In accordance with the requirements of Indian Accounting Standard Ind (AS) – 24 'Related Party Disclosures' the names of the related party where control exists/able to exercise significant influence along with the aggregate transactions / year end balances with them.

A. List of Related Parties (with whom the LLP had transactions during the year)

Partners	Mankind Pharma Limited Appian Properties Private Limited
Others	Alankrit Handicrafts Private Limited Mankind Biosys Private Limited

B. Transactions during the year

Particulars	Partners		Others	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
a. Rent Paid				
Alankrit Handicrafts Private Limited	-	-	0.22	-
	-	-	0.22	-
b. Payment made on behalf of the LLP by				
Mankind Pharma Limited	-	2.93	-	-
Mankind Biosys Private Limited	-	-	-	0.11
	-	2.93	-	0.11
c. Share in Profit & Loss				
Mankind Pharma Limited	(3.10)	(2.38)	-	-
Appian Properties Private Limited	(0.03)	(0.02)	-	-
	(3.13)	(2.40)	-	-

C. Balances outstanding as at year ended

Particulars	Partners		Others	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
a. Partner's Capital (includes retained earnings)				
Mankind Pharma Limited	300.67	303.77	-	-
Appian Properties Private Limited	(0.00)	0.03	-	-
	300.67	303.80	-	-
b. Trade Payables				
Alankrit Handicrafts Private Limited	-	-	0.26	-
	-	-	0.26	-

16 The figures have been rounded off to the nearest lacs of rupees upto two decimal places. The figure 0.00 wherever stated represents value less than INR 500/-

17 Ratio analysis and its elements

Ratio	Numerator	Denominator	March 31, 2024	March 31, 2023	% Change	Remarks
Current Ratio	Current Assets	Current Liabilities	407.31	2337.92	(82.58%)	Refer Comment no. 1
Return on Equity ratio	Net Profits after taxes	Average Partners' Capital	(1.04%)	(0.79%)	31.61%	Refer Comment no. 2
Return on Capital Employed	Earnings before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax liability	(1.04%)	(0.79%)	31.77%	Refer Comment no. 2

Comments

- The movement in Current year is on account of disproportionate increase in current liabilities.
- The movement in Current year is on account of disproportionate increase in net loss.

18 Other Information

- The LLP does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- The LLP has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- The LLP has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the LLP (Ultimate Beneficiaries) or
 - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- The LLP has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the LLP shall:
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries
- The LLP has not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961
- The LLP do not have any Benami property, where any proceeding has been initiated or pending against the LLP for holding any Benami property.
- The LLP has not been declared as wilful defaulter by any bank or financial institution or government or any government authority.
- The LLP has complied with the number of layers prescribed under the Companies Act, 2013.
- The LLP does not have any transaction with struck off companies.

As per our report of even date

For Bhagi Bhardwaj Gaur & Co.

Chartered Accountants
ICAI Firm's Registration Number : 007895N

For and on behalf of the Partners of Appify Infotech LLP

per Mohit Gupta

Partner
Membership Number : 528337

Place: New Delhi
Date: May 14, 2024

Arjun Juneja
(For on behalf of Mankind Pharma Limited)

Designated Partner
DIN - 0070439

Place: New Delhi
Date: May 14, 2024

Chanakay Juneja
(For on behalf of Appian Properties Private Limited)

Designated Partner
DIN - 08543805

Place: New Delhi
Date: May 14, 2024