



JFL LIFE SCIENCES LIMITED

(Formerly known as JFL LIFE SCIENCES PRIVATE LIMITED)

Date: 04-09-2023

To,
National Stock Exchange of India Ltd.
Exchange Plaza, Plot no. C/1,
G Block, Bandra-Kurla Complex,
Bandra (E) Mumbai - 400 051

Dear Sir/Madam,

**SUB: - SUBMISSION OF ANNUAL REPORT U/S 34 SECURITIES AND EXCHANGE BOARD OF INDIA
(LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015**

NSE SYMBOL: JFLIFE

ISIN: INE0LA901015

Pursuant to Regulation 34 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, kindly find enclosed herewith 13th Annual Report of the Company.

Please take the same on record.

Thanking You,

Yours Faithfully.

For JFL LIFE SCIENCES LIMITED

SMIRAL ASHWINKUMAR PATEL
Managing Director
DIN: 00769486

JFL LIFE SCIENCES LIMITED
(Formerly Known as JFL LIFESCIENCES PRIVATE LIMITED)

CIN: L24230GJ2010PLC060417

Thirteenth Annual Report
2022-2023

BOARD OF DIRECTORS:**SMIRAL ASHWINKUMAR PATEL**

Managing Director

TEJAL SMIRAL PATEL

Whole Time Director

MANISHKUMAR JASVANTLAL PATEL

Non-executive Director

SONU LALITKUMAR JAIN

Independent Director

BHAVNA BASANTBHAI SHAH

Independent Director

KEY MANAGERIAL PERSONNEL**PRATIMA SINGH**

Company Secretary cum Compliance Officer (resigned w.e.f. 04-11-2022)

MALVIKA JAGANI

Company Secretary cum Compliance Officer (appointed w.e.f.: 12-11-2022)

BHAUMIK SANJAYKUMAR SHAH

Chief Financial Officer
(resigned w.e.f. 01-06-2023)

TEJAL SMIRAL PATEL

Chief Financial Officer
(appointed w.e.f. 01-06-2023)

REGISTERED OFFICE:

309, SATYAM MALL, OPP. SAMAN COMPLEX, NR. VISHWESHWAR MAHADEV MANDIR, SETTELITE, AHMEDABAD GJ 380015 IN

Bankers of the Company

State Bank of India

STATUTORY AUDITORS:**Chintan R. Doshi**

Partner

M/s Doshi Doshi & Co,

Chartered Accountants

FRN: 153683W

707, Tapas Elegance, 52/2, Majapur Rd,
H Colony, Ambawadi, Ahmedabad,
Gujarat 380015

SECRETARIAL AUDITORS**M/s Prachi Prajapati & Associates****CS Prachi Prajapati**

(Practising Company Secretary)

306, Yash Aqua, Vijay cross Roads,
Ahmedabad-380009

Mem No. A56518; COP No.: 23015

Contact No.: 90993 37290

Email: csprachi.ppa@gmail.com

REGISTRARS AND SHARE TRANSFER AGENTS**KFin Technologies Pvt. Ltd.**

"Karvy House", 46, Avenue – 4, Street no.
1, Banjara Hills, Hyderabad, Andhra
Pradesh-500038

Contact No. 040 2331040

Email.: venu.sp@kfintech.com

JFL LIFE SCIENCES LIMITED
(Formerly Known as JFL LIFE SCIENCES PRIVATE LIMITED)

CIN: L24230GJ2010PLC060417

Registered Office: 309, SATYAM MALL, OPP. SAMAN COMPLEX, NR.
VISHWESHWAR MAHADEV MANDIR, SETTELITE, AHMEDABAD GJ 380015 IN

Ph: 98253 26594

E-mail: cs@jfllifesciences.com

NOTICE

NOTICE IS HEREBY GIVEN THAT THE THIRTEENTH (13) ANNUAL GENERAL MEETING OF THE MEMBERS OF JFL LIFE SCIENCES LIMITED WILL BE HELD ON WEDNESDAY, 27 SEPTEMBER, 2023 AT 11:30 A.M. THROUGH VIDEO CONFERENCING / OTHER AUDIO-VISUAL MEANS TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Financial Statements of the company which includes Audited Balance Sheet as at March 31st, 2023, the Statement of Profit and Loss Account, Cash Flow Statement & Notes forming part of the Financial Statements for the year ended on that date together with the Auditor's Report thereon and Report of the Board of Directors.
2. To appoint Mr. Manishkumar Jasvantal Patel (DIN: 09499355), who retire by rotation and being eligible, offers himself for re-appointment as Director.

By the Order of the Board of Directors
JFL LIFE SCIENCES LIMITED

Date: 01/09/2023

Place: Ahmedabad

SD/-

SMIRAL ASHWINKUMAR PATEL
Managing Director
DIN: 00769486

SD/-

TEJAL SMIRAL PATEL
Whole Time Director
DIN: 07391559

1. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020 and Circular No. 02/2021 dated January 13, 2021 and all other relevant circulars issued from time to time, physical attendance of the Members to the EGM/AGM venue is not required and general meeting be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing EGM/AGM through VC/OAVM.
2. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this EGM/AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the EGM/AGM through VC/OAVM and participate there at and cast their votes through e-voting.
3. The Members can join the EGM/AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the EGM/AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the EGM/AGM without restriction on account of first come first served basis.
4. The attendance of the Members attending the EGM/AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
5. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the EGM/AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the EGM/AGM will be provided by NSDL.
6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the EGM/AGM has been uploaded on the website of the Company at <https://www.jfllifesciences.com/>. The Notice can also be accessed from the website of the Stock Exchange i.e. National Stock Exchange of India Limited at www.nseindia.com and the EGM/AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsdl.com.

7. AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020, MCA Circular No. 20/2020 dated May 05, 2020 and MCA Circular No. 2/2021 dated January 13, 2021.

THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER:-

The remote e-voting period begins on **Sunday, September 24, 2023 at 09:00 A.M. and ends on Tuesday, September 26, 2023 at 05:00 P.M.** The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. **Wednesday, September 20, 2023**, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being **Wednesday, September 20, 2023**.

How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of “Two Steps” which are mentioned below:

Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	<ol style="list-style-type: none">Existing IDeAS user can visit the e-Services website of NSDL Viz. https://eservices.nsdl.com either on a Personal Computer or on a mobile. On the e-Services home page click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section , this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.If you are not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select “Register Online for IDeAS Portal” or click at

	<p>https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</p> <p>3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> <p>4. Shareholders/Members can also download NSDL Mobile App “NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience.</p> <div data-bbox="770 902 1276 1202" data-label="Image"> </div>
Individual Shareholders holding securities in demat mode with CDSL	<p>1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login Easi /Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab and then user your existing my easi username & password.</p> <p>2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers’ website directly.</p> <p>3. If the user is not registered for Easi/Easiest, option to register is available at CDSL website</p>

	<p>www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option.</p> <p>4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</p>
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

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

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

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at 022 - 4886 7000 and 022 - 2499 7000
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33

B) Login Method for e-Voting and joining virtual meeting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL:

<https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.

2. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:
 - a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
 - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the ‘initial password’ which was communicated to you. Once you retrieve your ‘initial password’, you need to enter the ‘initial password’ and the system will force you to change your password.
 - c) How to retrieve your ‘initial password’?
 - (i) If your email ID is registered in your demat account or with the company, your ‘initial password’ is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your ‘User ID’ and your ‘initial password’.
 - (ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered.**

6. If you are unable to retrieve or have not received the “ Initial password” or have forgotten your password:
 - a) Click on “**Forgot User Details/Password?**”(If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
 - b) **Physical User Reset Password?**” (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
 - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.
8. Now, you will have to click on “Login” button.
9. After you click on the “Login” button, Home page of e-Voting will open.

Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.

How to cast your vote electronically and join General Meeting on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select “EVEN” of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on “VC/OAVM” link placed under “Join Meeting”.
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
5. Upon confirmation, the message “Vote cast successfully” will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to csprachi.ppa@gmail.com

with a copy marked to evoting@nsdl.co.in. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on "Upload Board Resolution / Authority Letter" displayed under "e-Voting" tab in their login.

2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on.: 022 - 4886 7000 and 022 - 2499 7000 or send a request to (Hardikkumar Thakkar) at evoting@nsdl.co.in

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to cs@jfllifesciences.com
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to cs@jfllifesciences.com. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A) i.e. Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.**
3. Alternatively shareholder/members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE EGM/AGM ARE AS UNDER:-

1. The procedure for e-Voting on the day of the EGM/AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the EGM/AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the EGM/AGM.

3. Members who have voted through Remote e-Voting will be eligible to attend the EGM/AGM. However, they will not be eligible to vote at the EGM/AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the EGM/AGM shall be the same person mentioned for Remote e-voting.

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE EGM/AGM THROUGH VC/OAVM ARE AS UNDER:

1. Member will be provided with a facility to attend the EGM/AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of "VC/OAVM" placed under **"Join meeting"** menu against company name. You are requested to click on VC/OAVM link placed under Join Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at cs@jfllifesciences.com. The same will be replied by the company suitably.

DIRECTOR'S REPORT

To,
The Members,
JFL LIFE SCIENCES LIMITED

Your Directors are pleased to present THIRTEENTH (13) Annual Report on the business and operations of the Company together with the Audited Statements of Accounts for the financial year ended on March 31, 2023.

1. FINANCIAL SUMMARY AND HIGHLIGHTS

The financial performance of the company for the financial year ended on March 31, 2023 is given below:

(Amount in lakhs)		
Particulars	2022-23	2021-2022
Revenue from Operations	4283	3359
Other Income	164	89
Total Revenue	4447	3448
Less Depreciation	43	37
Profit Before Tax	372	380
Less Current Income Tax	91	98
Less Previous year adjustment of Income Tax	0	(3)
Less Deferred Tax	0	4
Net Profit after Tax	281	281
Earning per share (Basic)	2.90	4.12
Earnings per Share(Diluted)	2.90	4.12

2. STATE OF THE COMPANY'S AFFAIRS

The Key highlights pertaining to the business of the Company for the Year 2022-23 have been given hereunder:

The Company has turnover of **4283 (in lakhs)** and the company has book Net Profit of **Rs. 281 (in lakhs)** for the year under review.

The Earnings per Share of the financial year under review is 2.90 whereas of the last financial year is 4.12.

Furthermore, your Director assured that the Company will achieve its strategic objectives of sustainable and profitable growth by improving the product excellence, exploring markets and delivering customer delight in the year to come.

3. NATURE OF BUSINESS

The Company is engaged in the Pharmaceuticals.

4. CHANGE IN NAME/NATURE OF COMPANY'S BUSINESS

There is no change in the name of the company.

5. EXTRACT OF ANNUAL RETURN

Pursuant to Section 92(3) of the Companies Act, 2013 read with Rule 12 of the Companies (Management and Administration) Rules, 2014, a copy of the Annual Return of the Company for Financial Year 2022-23 prepared in accordance with Section 92(1) of the Act has been placed on the website and is available at www.jfllifesciences.com.

6. BOARD OF DIRECTORS AND THE NUMBER OF BOARD MEETINGS

• APPOINTMENTS ON BOARD

The company has not appointed any director on board in the year under review.

• NUMBER OF BOARD MEETINGS

During the year under review i.e. Financial Year 2022-23, 07 (Seven) Board meetings were held.

02-04-2022	05-09-2022
31-05-2022	12-11-2022
29-07-2022	20-02-2023
11-08-2022	

• ATTENDANCE OF DIRECTORS AT BOARD MEETING AND ANNUAL GENERAL MEETING (AGM):

Name of the Director	Nature of Directorship	Number of Board Meeting attended during the year	Whether attended last AGM
TEJAL SMIRAL PATEL	Whole time director	7	Yes
MANISHKUMAR JASVANTLAL PATEL	Non-executive director	7	Yes
SONU LALITKUMAR JAIN	Independent director	7	Yes
BHAVNA BASANTBHAI SHAH	Independent director	7	Yes
SMIRAL ASHWINKUMAR PATEL	Managing director	7	Yes

• DIRECTOR RETIRED BY ROTATION:

Mr. Manishkumar Jasvantal Patel I (DIN: - 09499355), who retire by rotation and being eligible, offers himself for re-appointment as Director in this AGM.

• MEETING OF INDEPENDENT DIRECTORS:

Pursuant Regulation 25(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the Separate meeting of the Independent Directors of the Company was held on March 25, 2023 at registered office of the Company.

- **CHANGE IN KEY-MANAGERIAL PERSONNEL:**

NAME	DESIGNATION	CHANGE	W.E.F.
TEJAL SMIRAL PATEL	Chief Financial Officer	APPOINTMENT	01-06-2023
MALVIKA JAGANI	Company secretary	APPOINTMENT	12-11-2022
PRATIMA SINGH	Company secretary	RESIGNATION	04-11-2022
BHAUMIK SANJAYKUMAR SHAH	Chief Financial Officer	RESIGNATION	01-06-2023

- **DECLARATION BY INDEPENDENT DIRECTORS:**

All Independent Directors have given declarations to the effect that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013 read with Regulation 16 of SEBI (Listing obligations and Disclosures Requirements), Regulations 2015. In the opinion of the Board, Independent Directors fulfill the conditions specified in the Act, Rules made there under and Listing Regulations.

- **FORMAL ANNUAL EVALUATION OF THE PERFORMANCE OF THE BOARD, ITS COMMITTEES AND INDIVIDUAL DIRECTORS:**

During the year, the Board carried out an Annual Evaluation of its own performance and the performance of individual Directors, as well as evaluation of the Committees of the Board under the provisions of Section 134 (3)(p) of the Act, relevant Rules, as prescribed. They were satisfied with the overall performance of the Directors individually and that the Directors generally met their expectations of performance.

- **STATEMENT OF BOARD ON INDEPENDENT DIRECTOR**

All the Independent directors appointed during the year under review are of utmost integrity, expertise and experience and has passed the proficiency test conducted by the Indian Institute of Corporate Affairs.

7. SHARE CAPITAL

The company has increased its authorized share capital to Rs. 11,50,00,000 w.e.f. June 20, 2022 from Rs. 11,00,00,000.

Further the Company has come up with SME IPO and allotted 29,78,000 equity shares on 05-09-2022, resulting into 10998441 paid up Equity shares of Rs. 10/- each as on year end from 8020441 paid up Equity shares of Rs. 10/- each.

8. DISCLOSURE RELATED RESTRICTION ON PURCHASE BY COMPANY BY OR GIVING OF LOANS FOR PURCHASE OF ITS SHARES:

During the year under review, the Company has not provided any loan or financial assistance to any person for purchase or subscription of shares in the Company u/s 67. Hence, no disclosure was required to be provided.

9. EQUITY SHARES WITH DIFFERENTIAL RIGHTS AS TO SWEAT EQUITY & ESOS:

No Equity shares with Differential rights, sweat equities or share under employee stock option scheme were issued during the year.

10. DIVIDEND

Your Directors do not recommend payment of any dividend for the financial year under review.

11. RESERVES

Whole of the Net Profit earned has been transferred to the reserves for the year under review.

12. DETAILS OF HOLDING/SUBSIDIARY/ASSOCIATE COMPANIES/ JOINT VENTURES

The Company does not have any Holding/Subsidiary/Associate Company/Joint Ventures.

13. DEPOSITS

The Company has neither invited/ accepted nor renewed any deposits within the meaning of Chapter V other than the exempted deposit as prescribed under the provision of the Companies Act, 2013 and the rules framed there under, as amended from time to time. Hence there are no particulars to report about the deposit falling under Rule 8 (5) (v) and (vi) of Companies (Accounts) Rules, 2014.

14. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY REGULATORS OR COURTS OR TRIBUNALS

During the year under review there were no significant and material orders passed by any Regulators or Court or Tribunals which may have impact on the going concern status or on the Company's operation in future.

15. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION. FOREIGN EXCHANGE EARNINGS AND OUTGO

The information pertaining to conservation of energy, technology absorption, Foreign exchange Earnings and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 regarding conservation of energy and technology absorption is Nil.

(A) Conservation of energy-	
the steps taken or impact on conservation of energy;	NIL
the steps taken by the company for utilising alternate sources of energy	NIL
the capital investment on energy conservation equipments	NIL
(B) Technology absorption-	
the efforts made towards technology absorption;	NIL
the benefits derived like product improvement, cost reduction, product development or import substitution;	NIL
in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)- (a) the details of technology imported; (b) the year of import; (c) whether the technology been fully absorbed; (d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and (iv) the expenditure incurred on Research and Development.	NA
(C) Foreign exchange earnings and Outgo-	
The Foreign Exchange earned in terms of actual inflows during the year	Na
The Foreign Exchange outgo during the year in terms of actual outflows.	Na

16. DISCLOSURE RELATED TO EMPLOYEES

The details relating to the provisions of Rule 5(2) & (3) of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014, Rule 5(2) & (3) of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 during the Financial Year 2022-23 are given in “**Annexure-A**”.

17. STATUTORY AUDITORS

M/s. DOSHI DOSHI & CO., Chartered Accountants (FRN: 153683W) are Statutory Auditors of the Company for five consecutive financial years.

18. SECRETARIAL AUDIT REPORT

The Board has appointed CS Prachi Prajapati, Practicing Company Secretary, Ahmedabad as a Secretarial Auditor of the Company in the meeting of the Board of Directors of the Company. held on November 12, 2022.

SECRETARIAL AUDIT REPORT:

The Report given by Auditor u/s 204 of the Companies Act, 2013 is annex with the Annual Report as “**Annexure-B**”

19. EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE STATUTORY AUDITORS/SECRETARIAL AUDITORS:

There are no Qualification/reservations by the Statutory Auditor’s in their report for the financial year 2022-23.

However there are certain remarks which were there in the Secretarial Audit Report given by CS Prachi Prajapati, Practicing Company Secretary for which the Company clarifies that it does not affect the financial position of the Company negatively and further Management clarifies that non filing or filing of Form late in time is only a procedural mistake.

20. DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS UNDER SUB-SECTION (12) OF SECTION 143 OTHER THAN THOSE WHICH ARE REPORTABLE TO THE CENTRAL GOVERNMENT:

During the year under consideration, there were no such instances.

21. DETAILS OF INTERNAL FINANCIAL CONTROL:

The Company’s internal control systems are commensurate with the nature of its business, the size and complexity of its operations and such internal financial controls with reference to the Financial Statements are adequate.

22. DIRECTORS RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 134(5) of the Companies Act, 2013, in relation to the audited financial statements of the Company for the year ended March 31, 2023 the Board hereby submit its Responsibility Statement:-

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

23. MATERIAL CHANGES AND COMMITMENTS IF ANY

No material changes and commitments affecting the financial position of the Company occurred during the year under review.

24. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

The Company has not provided any loans or made any investments or provided any guarantees and securities for the year under review under section 185 and 186 of the Companies Act, 2013.

25. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

The details of transactions entered with the related parties are given in form AOC-2 in terms of the provision of section 188(1) including certain arm's length transactions and annexed herewith as "**Annexure C**".

26. COMPANY'S POLICY ON DIRECTORS' APPOINTMENT REMUNERATION, DETERMINING QUALIFICATIONS ETC.

Disclosures requirement on Company policy on directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under section 178(1) and section 178(3) of Companies Act, 2013 is not applicable to the Company.

27. FORMAL ANNUAL EVALUATION OF THE PERFORMANCE OF THE BOARD, ITS COMMITTEES AND INDIVIDUAL DIRECTORS:

During the year, the Board carried out an Annual Evaluation of its own performance and the performance of individual Directors, as well as evaluation of the Committees of the Board under the provisions of Section 134 (3)(p) of the Act, relevant Rules, as prescribed. They were satisfied with the overall performance of the Directors individually and that the Directors generally met their expectations of performance.

28. CORPORATE SOCIAL RESPONSIBILITY

Corporate Social Responsibility under section 135(1) of Companies Act, 2013 is not applicable, as the company does not have Networth of Rs. 500 crores or Turnover of Rs. 1000 crores or Net Profit of Rs. 5 crores during the period which is under review and hence the company is not required to comply with the provision of section 134(3)(o) of the Companies Act, 2013. Further the company has not constituted Corporate Social Responsibility Committee.

29. AUDIT COMMITTEE

The details of Audit Committee in terms of Section 177(2) of the Companies Act, 2013 of the Company are as under:

SRN	Name of Member	Designation	Designation in Committee	No. of Meeting Attended
1	Mr. Manishkumar Patel	Non-executive Director	Member	4
2	Mrs Bhavna Shah	Independent Director	Chairperson	4
3	Ms. Sonu Jain	Independent Director	Member	4

30. VIGIL MECHANISM

The Company believes in the conduct of the affairs of its constituents in a fair and transparent manner by adopting the highest standards of professionalism, honesty, integrity and ethical behaviour. The Company has established a robust Vigil Mechanism in accordance with provisions of the Section 177 of the Companies Act, 2013. The Company has formulated a Whistle Blower Policy, as prescribed under Section 177(8) & Section 177(10) of the Companies Act, 2013 which is available at the website of the Company on www.jfllifesciences.com.

31. NOMINATION AND REMUNERATION POLICY

The details of Nomination and Remuneration Committee in terms of Section 178 (4) of the Companies Act, 2013 of the Company are as under:

SRN	Name of Member	Designation	Designation in Committee	No. of Meeting Attended
1	Mr. Manishkumar Patel	Non-executive Director	Member	1
2	Mrs Bhavna Shah	Independent Director	Chairperson	1
3	Ms. Sonu Jain	Independent Director	Member	1

Nomination and remuneration policy is placed on the website i.e. www.jfllifesciences.com, of the company.

32. RISK MANAGEMENT POLICY

Risk Management is the process of identification, assessment and prioritization of risks followed by coordinated efforts to minimize, monitor and mitigate/control the probability and/or impact of unfortunate events or to maximize the realization of opportunities. The Company has laid down a comprehensive Risk Assessment and Minimization Procedure which is reviewed by the Board from time to time. These procedures are reviewed to ensure that executive management controls risk through means of a properly defined framework. The major risks have been identified by the Company and its mitigation process/measures have been formulated in the areas such as business, project execution, event, financial, human, environment and statutory compliance.

33. DISCLOSURE OF COMMISSION:

According to section 197(14) of the Companies Act, 2013, no Director received a commission from the Company and none of the Managing Director/Whole-time Director of the holding Company was disqualified from receipt of any remuneration or commission from any Company.

34. DISCLOSURE ABOUT DISQUALIFICATION:

None of the Directors of the Company are disqualified under Section 164 (2) of The Companies Act, 2013.

35. COST RECORDS

The company under sub-section (1) of section 148 of the Companies Act, 2013, is not required to maintain cost accounts and records.

36. OBLIGATION OF COMPANY UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company does not have any women employees and therefore there arise no need of adopting a policy on prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules made thereunder.

However the Directors assured that once any women appointed on the Board of the Company or otherwise, the needful will be done.

a statement that the company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

37. MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT

Management's Discussion and Analysis Report forms an integral part of the Report, as stipulated under the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), and provides details of the overall industry structure, developments, performance and state of affairs of the Company's various businesses. The same is presented in "**Annexure-D**" herewith.

38. DECLARATION UNDER INSOLVENCY AND BANKRUPTCY CODE

No application made nor any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year under review.

39. DECLARATION REGARDING SETTLEMENT WITH BANKS/FINANCIAL INSTITUTIONS

The company has not made any settlement with banks or financial institutions in the year under review; therefore no valuation was made.

40. COMPLIANCE WITH THE SECRETARIAL STANDARDS

The Company has complied with all the provisions of Secretarial Standards on Board Meetings and General Meetings issued by The Institute of Company Secretaries of India.

41. APPRECIATION

Your Directors would like to express their sincere appreciation for the co-operation and assistance received from all those who have extended their valuable sustained support and encouragement during the year under review.

Your Directors look forward for the continued support and confidence of every stakeholder in the future.

**By the Order of the Board of Directors
JFL LIFE SCIENCES LIMITED**

Date: 01-09-2023

Place: Ahmedabad

SD/-

**SMIRAL ASHWINKUMAR PATEL
Managing Director
DIN: 00769486**

SD/-

**TEJAL SMIRAL PATEL
Whole Time Director
DIN: 07391559**

JFL LIFE SCIENCES LIMITED
(Formerly Known as JFL LIFE SCIENCES PRIVATE LIMITED)

CIN: L24230GJ2010PLC060417

Registered Office: 309, SATYAM MALL, OPP. SAMAN COMPLEX, NR.
VISHWESHWAR MAHADEV MANDIR, SETTELITE, AHMEDABAD GJ 380015 IN

Ph: 98253 26594

E-mail: cs@jfllifesciences.com

Form No. MGT-11

PROXY FORM

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

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

I/We, being the member(s) of JFL LIFE SCIENCES LIMITED, holding _____ shares of the above named company, hereby appoint:

- (I) Name:
Address:
E-mail Id:
Signature: _____ or failing him;
- (II) Name:
Address:
E-mail Id:
Signature: _____ or failing him;

as my / our proxy to attend and vote (on a poll) for me / us and on my /our behalf at the **THIRTEENTH (13) ANNUAL GENERAL MEETING OF THE MEMBERS OF JFL LIFE SCIENCES LIMITED** WILL BE HELD ON **WEDNESDAY, 27 SEPTEMBER, 2023 AT 11:30 A.M. THROUGH VIDEO CONFERENCING / OTHER AUDIO-VISUAL MEANS** and at any adjournment thereof in respect of such resolutions as are indicated below:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Financial Statements of the company which includes Audited Balance Sheet as at March 31st, 2023, the Statement of Profit and Loss Account for the year ended on that date together with the Auditor's Report thereon and Report of the Board of Directors.
2. To appoint Mr. Manishkumar Jasvantlal Patel (DIN: 09499355), who retire by rotation and being eligible, offers himself for re-appointment as Director.

Signed thisday of 2023

Signature of Shareholder

Affix Re. 1 /-
Revenue
Stamp

Signature of Proxy holder(s)

Note: This form in order to be effective should be duly stamped, completed and signed and must be deposited at the Registered Office of the company, not less than 48 hours before the commencement of the meeting.

JFL LIFE SCIENCES LIMITED
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CIN: L24230GJ2010PLC060417

Registered Office: 309, SATYAM MALL, OPP. SAMAN COMPLEX, NR.
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Ph: 98253 26594

E-mail: cs@jfllifesciences.com

ATTENDANCE SLIP

Regd. Folio No.

THIRTEENTH (13) Annual General Meeting – WEDNESDAY, 27 SEPTEMBER, 2023 AT 11:30 A.M.

I certify that I am a member/ proxy for the member of the Company.

I hereby record my presence at the **THIRTEENTH (13)** Annual General Meeting of the Company held on **WEDNESDAY, 27 SEPTEMBER, 2023 AT 11:30 A.M.** THROUGH VIDEO CONFERENCING / OTHER AUDIO-VISUAL MEANS.

*Member's/ Proxy's Name in Block Letter

*Member's/ Proxy Signature

Note:

1. Member/ Proxy must bring the Attendance Slip to the Meeting and hand it over, duly signed, at the registration counter.

2. The copy of the Notice may please be brought to the Meeting Venue.

* Strike out whichever is not applicable.

* * Applicable only in case of investors holding shares in Electronic Form.

DISCLOSURE RELATED TO EMPLOYEE

Particulars Pursuant To Section 197(12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014

- 1) The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the Financial Year 2022-23 are as under:

Name of the director	Ratio
SMIRAL ASHWINKUMAR PATEL	23.47:1
TEJAL SMIRAL PATEL	17.21:1

- 2) The percentage increase/decrease in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager if any, in the Financial Year:

Name	Designation	% increase/ (decrease)
SMIRAL ASHWINKUMAR PATEL	Managing Director	NIL
TEJAL SMIRAL PATEL	Whole time director	NIL
MANISHKUMAR JASVANTLAL PATEL	Non-executive Director	NA
BHAVNA BASANTBHAI SHAH	Independent director	NA
SONU LALITKUMAR JAIN	Independent director	NA

- 3) During the year, the median remuneration of employees increased by 62.14%.
 4) There were 39 permanent employees on the rolls of Company as on March 31, 2023.
 5) Average percentile increased in the salaries of employees other than the managerial personnel in the last Financial Year i.e. 2022-23 was Nil whereas the percentile increase or decrease in the managerial remuneration for the same Financial Year was Nil.
 6) It is affirmed that the remuneration is as per the remuneration policy of the Company.

FOR JFL LIFE SCIENCES LIMITED

Date: 01/09/2023

Place: Ahmedabad

SD/-

SMIRAL ASHWINKUMAR PATEL

Managing Director

DIN: 00769486

SD/-

TEJAL SMIRAL PATEL

Whole Time Director

DIN: 07391559

Form No. MR-3
SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2023

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,

The Members,

JFL LIFE SCIENCES LIMITED

[CIN: L24230GJ2010PLC060417]

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s. JFL LIFE SCIENCES LIMITED** (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Management's Responsibility for Secretarial Compliances

The Company's Management is responsible for preparation and maintenance of secretarial records and for devising proper systems to ensure compliance with the provisions of applicable laws and regulations. My responsibility is to express an opinion on the Secretarial records, Standards and procedures followed by the Company with respect to Secretarial Compliances.

Secretarial Auditor's Responsibility

Secretarial Auditor's responsibility is to report to the Board about compliance with the provisions of the Act, the rules made thereunder and other laws applicable to the Company and to express an opinion on the Secretarial records, Standards and procedures followed by the Company with respect to Secretarial Compliances.

For conducting the Audit for the Financial Year 2022-23, I have relied upon the financial data provided by the Company officials. I have verified the books of accounts of the Company to form true and fair view on the books of accounts of the Company or any matter incidental thereto. I believe that the audit inspection I have conducted is sufficient and appropriate to provide a basis for my audit opinion. I have obtained management certification/undertaking where I could not verify any data. Moreover, information on the statutory compliance of Income Tax, Goods and Service Tax and other incidental statutes applicable to the Company were duly obtained during the audit period.

Details of Statutory Auditor & Internal Auditor

Statutory Auditor		Internal Auditor	
Name	Doshi Doshi & Co, Chartered Accountants	Name	PHP & Associates, Chartered Accountants
Address	707, Tapas Elegance, Chartered Accountants H Colony, Ambawadi, Ahmedabad – 380015	Address	H-902, Kalasagar Heights, Nr. Shreedhar Bungalows, New Ranip, Ahmedabad, Gujarat – 382470
FRN	153683W	FRN	141171W

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended 31st March, 2023, complied with the statutory provisions listed hereunder and also that the Company has proper board-processes and compliance-mechanism in place commensurate with the operations of the Company and to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended 31st March, 2023 according to the provisions of:

- (i) **The Companies Act, 2013 ('the Act') and the rules made thereunder:** During the Audit exercise, I noted that the Company has maintained statutory registers, minutes books and has entered the transactions in the statutory registers maintained. The Company has also established the whistle blower policy and has formed required sub committees as required under the Companies Act, 2013 and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. I have observed the delay in filing eform with ROC, which are listed below under the Observations.
- (ii) **The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder:** I have noted that the Company has complied with the continuous listing requirements under Rule 19A and 19(2)(b) of the Securities Contracts (Regulation) Rules, 1957.
- (iii) **The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder:** The Company has duly executed the tri partite agreement with NSDL and CDSL and complied with the requirements under Clause 76 of SEBI (Depositories and Participants) Regulations, 2018.
- (iv) **Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings:** The Company has received Foreign Direct Investment for public issue during the reporting period. The reporting requirements to RBI is not applicable to the Company as the Company is listed entity. As informed to us by the management, there was no Overseas Direct Investment or ECB in the Company during the reporting year.
- (v) **The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):**
 - a) **The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015:** The Company has duly made disclosure of information regarding documents, forms, returns, notices, certificate, financial results, share holding pattern etc. with the stock exchange during the reporting period.

- b) **The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011:** During the year of reporting, there was no acquisition or disposal of the shares reported under Regulation 29(1). Accordingly, the Company has not made any reporting to the Stock Exchanges on dealing of securities beyond the prescribed limits. Other applicable reporting as required under the said Regulations have been complied with.
 - c) **The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992/2015 ('Insider Trading Regulations'):** The applicable disclosures/provisions required under the Insider Trading Regulations have been complied with, except as listed under Observations.
 - d) **The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009/2018:** The applicable disclosure/provisions required pursuant to SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009/2018 have been complied with.
 - e) **The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999:** Not Applicable to the Company during the reporting period.
 - f) **The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021:** Not Applicable to the Company during the reporting period.
 - g) **The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client:** Not Applicable to the Company during the reporting period.
 - h) **The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009/2021:** Not Applicable to the Company during the reporting period.
 - i) **The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998/2018:** Not Applicable to the Company during the reporting period.
 - j) **Direct and Indirect Tax laws including The Income Tax Act, 1961 and the rules made there under, Goods and Services Tax etc.:** The Company has obtained the required registrations under various Acts of direct and indirect tax laws and was generally regular in filing returns with the respective authorities.
- (vi) **Other applicable laws to the Company during the reporting period which the Company have complied with:**
- a) Employees' Provident Fund and Miscellaneous Provisions Act, 1952
 - b) Payment of Bonus Act, 1965
 - c) The Payment of Gratuity Act, 1972

I have also examined compliance with the applicable clauses of the following:

- i. Secretarial Standards with regard to Meeting of Board of Directors (SS-1) and General Meetings (SS-2) issued by The Institute of Company Secretaries of India and made effective from 01st July, 2015;
- ii. The Listing Agreements entered into by the Company with National Stock Exchange of India Limited.

Based on the examination conducted during the reporting period (01st April, 2022 to 31st March, 2023) I hereby report that;

The Company has generally complied with the applicable provisions of the Act, Rules, Regulations, Guidelines, Standards, etc., except as mentioned below:

The Companies Act, 2013 ('the Act') and the rules made thereunder:

1. We have observed delay in filing certain eforms in relation to Annual Filing and Charges. According to management representation, the charge forms were delayed due to technical glitches on MCA V3 portal.

SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015:

2. The Exchange has sought clarification from the Company with respect to Financial Results filed for the period September, 2022 wherein the Company was required to make clarification regarding Segment Reporting. As per the management representation, the Company operates in single segment only for which filing was completed. The clarification was verbally provided by the Company to the Exchange.

The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992/2015 ('Insider Trading Regulations'):

3. The Company has obtained the listing status with effect from 08th September, 2022; however, the Structured Digital Database is in place with effect from 17th November, 2022. The Compliance Certificate pursuant to provisions of Regulation 3(5) and 3(6) are duly filed with appropriate disclosures.

I further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors during the reporting period (2022-23) were made in compliance with all the applicable provisions under the Companies Act, 2013 and other applicable laws, rules and regulations. The Changes in the Board of Directors during the year are as under:

DIN/ PAN	Names of Directors	Date of Appointment/ Change	Changes during the year
NIL			

Adequate notice was given to all directors to schedule the Board Meetings and agenda items were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. Whenever there is shorter notice than 7 days, at least One Independent Director was present in the Meeting.

All decisions at Board Meetings and Committee Meetings are carried through majority while the dissenting directors / members' views are captured and recorded as per Company policy. However, there were no dissenting directors / members' views noticed in the minutes of general meeting / board minutes for the reporting period.

I further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines. The Company has accordingly appointed the internal auditors to take care of internal systems and processes.

I further report that during the audit period of the Company there were following events / actions having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.:

1. The Company has changed its Registered Office to 309, SATYAM MALL, OPP. SAMAN COMPLEX, NR. VISHWESHWAR MAHADEV MANDIR, SETTELITE, AHMEDABAD, GUJARAT – 380015 with effect from 02nd April, 2022 in its Board Meeting dated 02nd April, 2022.
2. The Company has revised the Authorised Capital of the Company by creation of new 5,00,000 Equity Shares of Rs. 10/- each in its member's meeting dated 20th June, 2022.
3. The Company has received in-principle approval for the Initial Public Offering of 30,00,000 equity shares from National Stock Exchange of India Limited ("NSE") vide NSE letter dated 06th July, 2022.
4. In its Board Meeting dated 05th September, 2022, the Company has allotted 29,78,000 Equity Shares of Rs. 10/- each at premium of Rs. 51/- each subscribed during its Initial Public Offer made.
5. The Company has also received Listing and Trading Approval of NSE vide NSE letter dated 07th September, 2022 for listing and trading of 1,09,98,441 fully paid-up equity shares. The shares of the Company got listed on SME Emerge Platform of NSE with effect from 08th September, 2022.

6. During the audit period, the following Key Managerial Personnels were appointed and resigned:

Names of Key Managerial Personnel	Date of Appointment/ Change	Changes during the year
Ms. Pratima Singh	04/11/2022	Resigned as Company Secretary and Compliance Officer
Ms. Malvika Jagani	12/11/2022	Appointed as Company Secretary and Compliance Officer

Disclaimers:

- Maintenance of secretarial record is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records based on my audit.
- I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
- I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
- Where ever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
- The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
- The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For Prachi Prajapati & Associates,
Company Secretaries,

SD/-

CS Prachi A. Prajapati

Proprietor

Mem. No. A56518 | CP. No. 23015

PRN: 2644/2022

UDIN: A056518E000916817

Date: 01st September, 2023

Place: Ahmedabad

FORM NO. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

The details of transactions entered with the related parties in form AOC-2 in terms of the provision of section 188(1) including certain arm's length transactions:

A: Details of contract or arrangement or section not at arms' length basis: **Nil**

a. Name(s) of the related party and nature of relationship NA

b. Nature of contract /arrangements/transaction NA

c. Duration of contract /arrangements/transaction NA

d. Salient terms of contract /arrangements/transaction including the value, if any, NA

e. Justification for entering such contract / arrangements/ transaction NA

f. Date(s) of approval by the Board NA

g. Amount paid as advances , if any, NA

h. Date on which special resolution was passed in general meeting as required under first proviso to section 188 NA

B: Transactions with related parties

Particulars	Salary	Loan Taken	Loan Repaid
Smiral Ashwinkumar Patel	15,00,000	2,67,00,000	2,67,00,000
Tejal Smiral patel	11,00,000	1,79,00,000	1,79,00,000

FOR JFL LIFE SCIENCES LIMITED

Date: 01/09/2023

Place: Ahmedabad

SD/-

SMIRAL ASHWINKUMAR PATEL

Managing Director

DIN: 00769486

SD/-

TEJAL SMIRAL PATEL

Whole Time Director

DIN: 07391559

MANAGEMENT DISCUSSION AND ANALYSIS

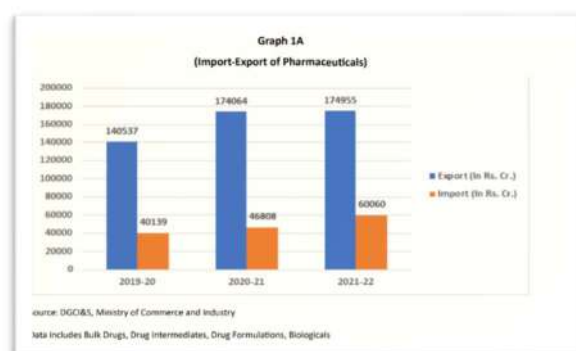
1.1 **Pharmaceutical Industry** The Indian pharmaceutical industry ranks third globally in pharmaceutical production by volume and is known for its generic medicines and low-cost vaccines. The sector contributed to around 1.32% of the Gross Value Added (at 2011-12 constant prices) of the Indian Economy in 2020-21. The total annual turnover of Pharmaceuticals in the fiscal year 2021-22 was Rs. 3,44,125 crore (USD 42.34 Bn). Major segments of Indian Pharmaceutical Industry include generic drugs, OTC medicines, bulk drugs, vaccines, contract research & manufacturing, biosimilars and biologics. India is a global leader in the supply of DPT, BCG, and Measles vaccines. India is one of the biggest suppliers of low-cost vaccines in the world. India accounts for 60 percent of global vaccine production, contributing 40 to 70 percent of the WHO demand for Diphtheria, Tetanus and Pertussis (DPT) and Bacillus Calmette–Guérin (BCG) vaccines, and 90 percent of the WHO demand for the measles vaccine. There are 500 API manufacturers contributing about 8% in the global API Industry. India is the largest supplier of generic medicines. It manufactures about 60,000 different generic brands across 60 therapeutic categories and accounts for 20% of the global supply of generics. Access to affordable HIV treatment from India is one of the greatest success stories in medicine. Because of the low price and high quality, Indian medicines are preferred worldwide, making it “pharmacy of the world”. The sector has been growing at a healthy rate.

The trend in annual turnover in the sector over the last five years may be seen in the Table- 1A.

Table -1A (Pharma Sector’s Growth at Current Prices)

Financial Year	Turnover (Rs. in Crore)	Growth Rate
2017-18	2,26,423	3.03
2018-19	2,58,534	14.18
2019-2020	2,89,998	12.17
2020-2021	3,28,054	13.12
2021-2022	3,44,125	4.89

1.2 Indian pharmaceutical industry plays significant role globally, supplying affordable and lowcost generic drugs to millions of people across the globe. The sector offers lower cost without compromising on quality as is reflected by the fact India has the highest number of United States Food and Drug Administration (USFDA) approved pharmaceutical plants outside the US and also a significant number of World Health Organization (WHO) Good Manufacturing Practices(GMP)-compliant plants as well as plants approved by regulatory authority of other countries. India’s pharmaceutical sector forms a major component of the country’s foreign trade and has been consistently making trade surplus as may be seen from the Graph 1A. During 2021-22, total exports of pharmaceuticals stood at Rs. 1,74,955 crore (USD 23.5 Bn) while total imports were to the tune of Rs. 60,060 crore (USD 8.06 Bn) resulting in a trade surplus of Rs. 1,14,895 crore (USD 15.44 Bn).

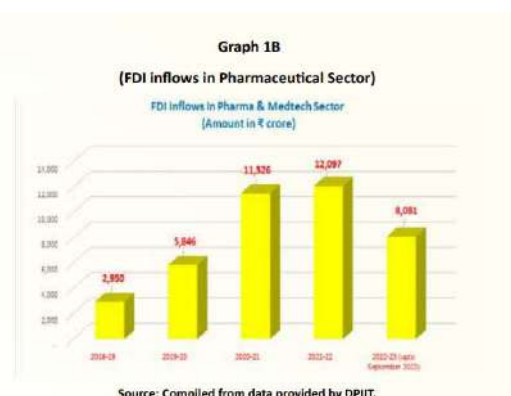


1.3 India Pharma 2022 and India Medical Device 2022

Department of Pharmaceuticals, Ministry of Chemicals & Fertilizers, Government of India, in association with Federation of Indian Chambers of Commerce & Industry (FICCI) organized the 7th edition of the International Conference on Pharmaceuticals & Medical Devices Industry i.e. – India Pharma 2022 & India Medical Device 2022 from 25th -27th April, 2022 at Dr. Ambedkar International Centre, New Delhi. India Pharma 2022 and India Medical Device 2022 featured a well-crafted thematic Conference with Sector-specific roundtables, Drug Regulators meet and theme sessions for Pharma and Medical Devices Sector. The inaugural session was held on 25th April 2022 in the presence of Dr Mansukh Mandaviya, Hon'ble Minister for Chemical and Fertilizers, Dr Bhagwanth Khuba, Hon'ble Minister of State for Chemicals and Fertilizers along with other Government officials and Industry officials followed by CEO roundtable for Pharma and Medical Devices Sector and International and State Drug Regulators Meet. FICCI collaborated with Invest India to organize the Investors Forum to give a boost to investment in the country in the Pharmaceuticals & Medical Device sector.

1.4 Foreign Direct Investment Pharmaceutical sector has emerged as a favourite destination for the foreign investors and is one of the top ten attractive sectors for foreign investment in India. The Government has put in place an investor-friendly Foreign Direct Investment (FDI) policy to promote investment in the Sector. 100% foreign investment is allowed under automatic route in Medical Devices. In pharmaceuticals, up to 100% FDI in greenfield projects and up to 74% FDI in brownfield projects is allowed under the automatic route. Foreign investment beyond 74% in brownfield projects requires Government approval. After the abolition of the Foreign Investment Promotion Board (FIPB) in May 2017, the Department of Pharmaceuticals has been assigned the role to

consider the foreign investment proposals under the Government approval route. Apart from this, the Department considers all FDI proposals of the pharmaceutical sector and medical devices sector arising out of Press Note 3 dated 17.04.2020 wherein investors/ultimate beneficiaries in the investment proposals are from the countries sharing land border with India. The sector contributes about 3.71% of total FDI inflows in the country across various sectors. Total FDI inflows in Pharma and Medtech Sectors have been ₹ 1,32,568 crore from April 2000 to September 2022. During the financial year 2022-23 (till December 2022), Department of Pharmaceuticals approved 13 FDI proposals that would result in foreign investment inflow of ₹ 2,814 crore in the brownfield projects of pharmaceutical sector. The FDI inflows in the pharmaceutical sector (pharmaceuticals and medtech activities) in the last four years under both the routes, government and automatic, is depicted in Graph 1B below:



The Department monitors the progress of FDI inflows received by the Indian Companies in the sector as well as compliances of FDI linked performance conditions as required under the extant FDI Policy through an online Portal, namely, “FDI linked Compliance Monitoring Portal”. The web-link of the portal is :- <http://fdi.pharmaceuticals.gov.in>. Activity-wise break-up of the FDI inflows i.e. in pharmaceutical and medtech activities, separately may be seen in the table 1B below:

Table 1B

(FDI inflows in Drugs & Pharmaceuticals Activities)

FY	FDI Inflows Drugs & Pharmaceuticals	FDI Inflows Medtech Activities
2018-19	1842	1108
2019-2020	1650	2196
2020-2021	11015	511
2021-2022	10552	1545
2022-23 (upto September 2022)	5453	2628

For JFL LIFE SCIENCES LIMITED

Sd/-

SMIRAL ASHWINKUMAR PATEL

Managing director

DIN: 00769486

INDEPENDENT AUDITOR'S REPORT

To the Members of JFL Life Sciences Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of JFL Life Sciences Limited ("the Company"), which comprise the balance sheet as at 31st March 2023, the statement of Profit and Loss, the 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 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and its profit, and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the Financial Statements in accordance with the Standards on Auditing specified under section 143(10) of the Act ("SAs"). Our responsibilities under those Standards are further described in the Auditor's Responsibility 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Financial Statements.

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

The Company's Management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and our auditors' report thereon.

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

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

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

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation and presentation 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 implementation and maintenance of 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 Responsibilities 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:

- a) 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.
- b) 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 Act we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

d) 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.

e) 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 matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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 Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended).
- e) On the basis of the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and 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;
- g) As required by 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, we report that remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. There is no pending litigation on Company for which disclosure is required.
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - iii. There are no amounts which are required to be transferred Investor Education and Protection Fund by the Company.
- i) (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 foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The management has represented that, to the best of its knowledge and belief, other than as disclosed in notes to accounts, 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, whether, 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; and
- (c) Based on such audit procedures that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations given under (a) and (b) above, contain any material mis-statement.

For **Doshi Doshi & Co**,
Chartered Accountants
Firm Registration No.: 153683W

SD/-
Chintan Doshi
Partner
Membership No.:158931
UDIN: 23158931BGVDTW9410

Place: Ahmedabad
Date: May 27, 2023

“Annexure – A” referred to in the Independent Auditors’ Report of even date to the members of JFL Life Sciences Limited on the Financial Statements for the year ended March 31, 2023

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.

(b) Some of the fixed assets were physically verified during the year by the management in accordance with programmed of verification, which in our opinion provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification. In our opinion, the frequency of verification of the fixed assets is reasonable having regard to the size of the Company and the nature of its assets.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, Company does not possess any immovable property, hence this clause will not be applicable.

(d) According to the information and explanations given to us and the records examined by us and based on the examination, the Company has not revalued any of its property, plant and equipment during the year.

(e) According to the information and explanations given to us and the records examined by us and based on the examination, no proceedings have been initiated during the year or are pending against the Company as at 31st March, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

2. (a) The inventory has been physically verified by the Management during the year. In our opinion, the frequency of such verification is reasonable. According to information and explanations given to us and as examined by us, no material discrepancies were noticed on such verification.

(b) The Company has been sanctioned working capital limits from banks on the basis of security of current assets. The Company has filed monthly returns or statements with such banks, which are in agreement with the books of account other than those as set out in Note 34 of financial statements.

3. As informed, Company has not given any loans, secured or unsecured to firms or other parties listed in register maintained under section 189 of the Act. Hence, reporting under clause (iii) (a) to (f) of the order is not applicable.

4. In our opinion and according to the information and explanations given to us, the Company has not given any loans, guarantees or security or made any investments to which provisions of section 185 and 186 of the Act is applicable, and accordingly paragraph 3 (iv) of the Order is not applicable to the Company.

5. The Company has not accepted any deposits from the Public within the meaning of the provisions of section 73 to 76 or any other relevant provisions of the Act and the rules framed thereunder. Further, according to the information and explanations given to us, no order has been passed by the

Company Law Board of National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal, in this regard.

6. According to information and explanation given to us, the Company is not required to maintain any cost records as specified by the Central Government under section 148(1) of the Act Accordingly, paragraph 3(vi) of the Order is not applicable to the Company.

7. (a) According to the information and explanations given to us and on the basis of our examination of the books of account, the company has been generally regular in depositing undisputed statutory dues including Goods and Service Tax, provident fund, employees state insurance, Income Tax, Value added tax, cess and any other material statutory dues during the year with the appropriate authorities. Moreover, as at March 31, 2023, there are no such undisputed dues payable for a period of more than six months from the date they became payable.

(b) There are no dues outstanding in respect of income- tax, sales-tax, service- tax, duty of customs, duty of excise and value added tax on account of any dispute.

8. According to the information and explanations given to us, there were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.

9. (a) According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest to any lender during the year.

(b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared wilful Defaulter by any bank or financial institution or government or any government authority.

(c) In our opinion, and according to the information and explanations given to us, the term loans have been applied, on an overall basis, for the purposes for which they were obtained.

(d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the Company, no funds raised on short term basis have been utilized for long term purposes.

(e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.

(f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries.

10. (a) In our opinion and according to the information and explanations given to us, the company has utilised the money raised by way of initial public offer for the purpose for which they were raised.

(b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year;

11. (a) According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.

(b) According to the information and explanations given to us, no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year.

(c) According to the information and explanations given to us, there were no whistle blower complaints received by the Company during the year.

12. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable to the Company.

13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with section 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable Accounting Standard.

14. In our opinion and based on our examination, the company has an internal audit system commensurate with the size and nature of its business.

15. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable to the Company.

16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Hence, reporting under clause (xvi)(a), (b), (c) and (d) of the Order is not applicable.

17. The Company has not incurred any cash losses in the financial year or in the immediately preceding financial year.

18. There has been no resignation of the statutory auditors of the Company during the year, hence this clause is not applicable.

19. 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 and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting 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. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

20. According to the information and explanation given to us, the provision of section 135 of the Act are not applicable to the Company. Hence, the provisions of paragraph (xx)(a) and (b) of the Order are not applicable to the Company.

21. The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of the Financial Statements. Accordingly, no comment in respect of the said clause has been included in the report.

For **Doshi Doshi & Co,**
Chartered Accountants
Firm Registration No.: 153683W

SD/-
Chintan Doshi
Partner
Membership No.:158931
UDIN.: 23158931BGVDTW9410

Place: Ahmedabad
Date: May 27, 2023

ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT – 31 MARCH 2023

Referred to in paragraph 2 (h) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the members of **JFL Life Sciences Limited** for the year ended 31 March 2023.

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 with reference to financial statements of **JFL Life Sciences Limited** ("the Company") as of March 31, 2023 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 Management and Board of Director's are responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls which were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to these financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing as specified under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting with reference to these financial statements 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 with reference to these financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these financial statements, 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting with reference to these financial statements.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting with reference to these financial statements 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 with reference to these financial statements includes those policies and procedures that:

- i. pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- ii. 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 authorization of management and directors of the company; and
- iii. provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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 evaluation of the internal financial controls over financial reporting with reference to these financial statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, and to the best of our information and according to the explanation given to us, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2023, based on the internal control over financial reporting with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For **Doshi Doshi& Co,**
Chartered Accountants
Firm Registration No.: 153683W

SD/-

Chintan Doshi
Partner
Membership No.:158931
UDIN.: 23158931BGVDTW9410

Place: Ahmedabad

Date: May 27, 2023

JFL Life Sciences Limited
Balance Sheet as at 31 Mar 2023
(All amounts in lakhs Rupees except otherwise stated)

Particulars	Note No	As at 31 March 2023	As at 31 March 2022
Equity and liabilities			
Shareholders' funds			
Equity share capital	3	1,100	802
Reserves and surplus	4	2,127	327
		3,227	1,129
Non-current liabilities			
Long term borrowings	5	139	841
Long-term provisions	6	-	-
Deferred tax liabilities (Net)	7	18	18
		157	859
Current liabilities			
Short term borrowings	8	579	744
Trade payables			
- Total outstanding dues of micro and small enterprises	9	-	-
- Total outstanding dues of creditors other than micro and small enterprises	9	739	1,544
Other current liabilities	10	96	435
Short-term provisions	6	108	115
		1,522	2,838
Total		4,906	4,826
Assets			
Non-current assets			
Property, plant and equipment			
Tangible assets	11	680	713
Intangible assets		-	-
Non-current Investment	12	-	-
Long-term loans and advances	13	72	80
Other Non Current Assets	14	41	103
		793	896
Current assets			
Inventories	15	1,272	1,496
Trade receivables	16	2,246	1,980
Cash and cash equivalents	17	6	19
Short-term loans and advances	18	584	425
Other current assets	19	3	10
		4,113	3,930
Total		4,906	4,826

Notes 1 to 37 form an integral part of these financial statements.
This is the Balance Sheet referred to in our report of even date.

For **Doshi Doshi & Co**
Chartered Accountants
Firm Registration No. 153683W

Sd/-

Chintan Doshi
Partner
Membership No. : 158931

Place : Ahmedabad
Date : May 27, 2023

For and on behalf of the **Board of Directors**
JFL Life Sciences Limited

Sd/-

SMIRAL A.PATEL
Director
DIN: 00769486

Sd/-

TEJAL S.PATEL
Director
DIN: 07391559

Sd/-

Malvika Jagani
Company Secretary
ACS: A46722
Place : Ahmedabad
Date : May 27, 2023

JFL Life Sciences Limited**Statement of Profit and Loss for the year ended 31 March 2023**

(All amounts in lakhs Rupees except otherwise stated)

Particulars	Note No	For the year ended 31 March 2023	For the year ended 31 March 2022
Income (A)			
Revenue from operations	20	4,283	3,359
Other income	21	164	89
Total income		4,447	3,448
Expenses (B)			
Cost of Material Consumed	22	3,220	3,049
Changes in Inventories	23	245	(469)
Employee benefits expense	24	183	143
Finance costs	25	142	208
Depreciation and amortisation expense	26	43	37
Other expenses	27	243	101
Total expenses		4,075	3,068
Profit before tax and prior period (I-II)		372	380
Prior period expense (net)		-	-
Profit before tax		372	380
Tax expenses			
Current tax		91	98
Current tax - earlier year		-	(3)
Deferred tax (credit) / charge		0	4
Total tax expenses		91	99
Profit for the year (A-B)		281	281
Profit per equity share of face value of Rs. 10 each			
Basic and Diluted (in Rs.)	28	2.90	4.12

Notes 1 to 37 form an integral part of these financial statements.

This is the statement of profit and loss referred to in our report of even date.

For Doshi Doshi & Co
Chartered Accountants
Firm Registration No. 153683W

Sd/-

Chintan Doshi
Partner
Membership No. : 158931

Place : Ahmedabad
Date : May 27, 2023

For and on behalf of the **Board of Directors**
JFL Life Sciences Limited

Sd/-

SMIRAL A.PATEL
Director
DIN: 00769486

Sd/-

Malvika Jagani
Company Secretary
ACS: A46722
Place : Ahmedabad
Date : May 27, 2023

Sd/-

TEJAL S.PATEL
Director
DIN: 07391559

JFL Life Sciences Limited
Cash flow statement for the year ended March 31, 2023
(All amounts in lakhs Rupees except otherwise stated)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	372	380
Adjustments for:		
Finance cost	142	208
Depreciation and amortisation expense	43	37
Provision for Gratuity	2	9
Interest income	-	(10)
Operating loss before working capital changes	559	624
Movements in working capital:		
Adjusted for (Increase)/Decrease in operating assets		
Long-Term Loans and advances	(20)	(1)
Inventories	223	(922)
Trade Receivables	(265)	(800)
Short Term Loans and advances	(160)	(155)
Other Current Assets	8	(10)
		-
Adjusted for Increase/(Decrease) in operating liabilities:		
Trade Payables	(805)	1,084
Other Current Liabilities	(344)	399
Cash generated (used in)/from operations	(806)	219
Income tax paid	(100)	13
Net cash flow generated (used in)/from operating activities (A)	(905)	232
B. CASH FLOW FROM INVESTING ACTIVITIES		
Interest received	-	10
Proceeds from fixed deposits	62	88
Purchase of property, plant and equipment and intangible assets	24	(169)
Net cash flow from/(used in) investing activities (B)	86	(71)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of long and short-term borrowings	(867)	(94)
Issue of Equity Share Capital including share premium	1,817	156
Finance cost	(142)	(208)
Net cash flow from / (used in) financing activities (C)	807	(146)
Net (decrease) in cash and cash equivalents (A+B+C)	(13)	15
Cash and cash equivalents at the beginning of the year	19	4
Cash and cash equivalents at the end of the year	6	19

Notes

The cash flow statement has been prepared under the indirect method as set out in Accounting Standard 3 ('AS 3') on Cash Flow Statement prescribed in Companies (Accounting Standard) Rules, 2006.

This is the cash flow statement referred to in our report of even date.

For Doshi Doshi & Co
Chartered Accountants
Firm Registration No. 153683W

For and on behalf of the **Board of Directors**
JFL Life Sciences Limited

Sd/-
Chintan Doshi
Partner
Membership No. : 158931

Sd/-
SMIRAL A.PATEL
Director
DIN: 00769486

Sd/-
TEJAL S.PATEL
Director
DIN: 07391559

Place : Ahmedabad
Date : May 27, 2023

Sd/-
Malvika Jagani
Company Secretary
ACS: A46722
Place : Ahmedabad
Date : May 27, 2023

JFL Life Sciences Limited

Notes to financial statements for the year ended March 31, 2023

(All amounts in lakhs Rupees except otherwise stated)

1 Corporate information

JFL Life Sciences Ltd is a public limited company, incorporated in the year 2010. Company is engaged in producing and marketing a wide range of formulations. The Company has manufacturing facilities with trading and related activities extending to the global market.

2 Basis of preparation

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP), including the Companies (Accounting Standards), Rules, 2006 (as amended). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act, 2013, read with Companies (Accounts) Rules, 2014. The financial statements have been prepared on accrual basis and under the historical cost convention.

All the assets and liabilities have been classified as current and non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III of the Companies Act, 2013. Based on the nature of products and the time between the acquisition of the assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as up to twelve months for the purpose of current/non-current classification of assets and liabilities. The financial statements are presented in Indian rupees, which is also the Company's functional currency.

2.1 Summary of significant accounting policies

a) Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions 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 the 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.

b) Property, plant and equipment

Property, plant and equipment, capital work in progress are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs if capitalisation criteria are met, directly attributable cost of bringing the asset to its working condition for the intended use and initial estimate of decommissioning, restoring and similar liabilities. Any trade discounts and rebates are deducted in arriving at the purchase price. Such cost includes the cost of replacing part of the plant and equipment. When significant parts of property, plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in statement of profit or loss as incurred.

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

c) Inventories

Inventories are valued at the lower of cost (on FIFO / weighted average basis) and the net realisable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale, including octroi and other levies, transit insurance and receiving charges. Work-in-progress and finished goods include appropriate proportion of overheads and, where applicable, excise duty.

d) Depreciation on property, plant and equipment and intangibles

Depreciation on property, plant and equipment is provided on straight line basis using the rates arrived at based on the useful lives specified in the Schedule II to the Companies Act, 2013 except of Furniture and fixtures. The Company has used the following useful life to provide depreciation on its property, plant and equipment.

Description of asset	Useful life
Buildings	30 years
Office equipment	5 years
Furniture and fixtures	5 years
Furniture and fixtures	15 years

Leasehold land is depreciated based on tenure of lease

Depreciation and amortisation on assets acquired / disposed of during the year is provided on pro-rata basis with reference to the date of acquisition / disposal.

e) Impairment of property, plant and equipment and intangible assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

The Company bases its impairment calculation on detailed budgets and forecast calculations which are prepared separately for each of the Company's cash-generating units to which the individual assets are allocated. These budgets and forecast calculations are generally covering a period of five years. For longer periods, a long term growth rate is calculated and applied to project future cash flows after the fifth year.

Impairment losses of continuing operations are recognised in the statement of profit and loss.

An assessment is made at each reporting date as to whether there is any indication that previously recognised impairment losses may no longer exist or may have decreased. If such indication exists, the Company estimates the asset's or cash-generating unit's recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the statement of profit and loss.

f) Revenue recognition

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

Income from services

Revenue from services contracts priced on time and material basis are recognised when services are rendered and related costs are incurred. The Company collects Goods and Service Tax on behalf of the government and, therefore, it is not an economic benefit flowing to the Company. Hence, it is excluded from revenue.

g) Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

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

JFL Life Sciences Limited

Notes to financial statements for the year ended March 31, 2023

(All amounts in lakhs Rupees except otherwise stated)

h) Foreign currency transactions

Initial recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

Conversion

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non-monetary items, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction. Non-monetary items, which are measured at fair value or other similar valuation denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.

Treatment of exchange differences

Exchange differences arising on settlement / restatement of foreign currency monetary assets and liabilities of the Company are recognised as income or expense in the statement of profit and loss.

i) Leases

Where the Company is the lessee

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognised as an expense in the Statement of Profit and Loss on a straight-line basis over the lease term.

j) Retirement benefits

Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund. The Company recognises contribution payable to the provident fund scheme as an expenditure, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognised as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognised as an asset to the extent that the pre payment will lead to, for example, a reduction in future payment or a cash refund.

The Company operates defined benefit plan for its employees viz. gratuity. The costs of providing benefits under these plans are determined on the basis of actuarial valuation at each year-end. Separate actuarial valuation is carried out for each plan using the projected unit credit method. Actuarial gains and losses for both defined benefit plans are recognised in full in the period in which they occur in the statement of profit and loss.

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

The Company recognises termination benefit as a liability and an expense when the Company has a present obligation as a result of 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. If the termination benefits fall due more than 12 months after the balance sheet date, they are measured at present value of future cash flows using the discount rate determined by reference to market yields at the balance sheet date on government bonds.

JFL Life Sciences Limited

Notes to financial statements for the year ended March 31, 2023

(All amounts in lakhs Rupees except otherwise stated)

k) Income taxes

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date.

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

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

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

Deferred tax 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 tax assets and deferred tax liabilities relate to the taxes on income levied by same governing taxation laws.

Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The Company recognises MAT credit available as an asset only to the extent that there is convincing evidence that the Company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the Company recognises MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income-tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement." The Company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the Company does not have convincing evidence that it will pay normal tax during the specified period.

l) Borrowing Cost

Borrowing cost includes interest and amortisation of ancillary costs incurred in connection with the arrangement of borrowings.

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

m) Cash and cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprises cash at bank and in hand and short-term investments with an original maturity of three months or less.

n) Provisions

A provision is recognised when the Company has a present obligation as a result of 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. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

o) Contingent liability

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 Company 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 Company does not recognise a contingent liability but discloses its existence in the financial statements.

JFL Life Sciences Limited
Notes to financial statements for the year ended March 31, 2023
(All amounts in lakhs Rupees except otherwise stated)

3 Share capital

Particulars	Numbers	As at 31 March 2023	Numbers	As at 31 March 2022
Authorised				
Equity shares of Rs.10 each	11,000,000	1,100	500,000	50
		1,100		50
Issued, subscribed and paid up				
Equity shares of Rs.10 each	10,998,441	1,100	8,020,441	802
Total		1,100		802

(a) Reconciliation of equity shares outstanding at the beginning and at the end of the reporting period

Outstanding equity shares at the beginning of the year	8,020,441	496,957
Add: Issue of equity shares during the year	2,978,000	120,000
Add: Bonus Issue of equity shares during the year	-	7,403,484
Outstanding equity shares at the end of the year	10,998,441	8,020,441

(b) Terms/ rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity share carries one vote and is entitled to dividend that may be declared by the Board of Directors, which is subject to the approval of the shareholders in the Annual General Meeting.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(c) Details of shares held by each shareholder holding more than 5% shares

Equity shares of Rs. 10 each	Number	% Shareholding	Number	% Shareholding
SMIRAL A PATEL	4,875,210	0	4,875,210	60.78%
TEJAL PATEL	1,823,718	0	1,823,718	22.74%

As per records of the Company, including its register of members and other declaration received from share holders regarding beneficiary interest, the above share holding represents both legal and beneficial ownership of shares.

(e) Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceeding the reporting date.

Particulars	Mar 31, 2023 Number	Mar 31, 2022 Number
Equity shares allotted as fully paid bonus shares by capitalization of reserves	-	7,403,484

(f) Details of shareholding of promoters:

Shares held by promoters at the end of the year	Mar 31, 2023 No. of shares	Mar 31, 2023 % of total shares	% change during the period / year
Promoter name			
SMIRAL A PATEL	4,875,210	44.33%	-16.45%
TEJAL PATEL	1,823,718	16.58%	-6.16%
Shares held by promoters at the end of the year	Mar 31, 2022 No. of shares	Mar 31, 2022 % of total shares	% change during the period / year
Promoter name			
SMIRAL A PATEL	4,875,210	60.78%	-11.63%
TEJAL PATEL	1,823,718	22.74%	6.58%

4 Reserves and surplus

Particulars	As at 31 March 2023	As at 31 March 2022
Securities premium account		
Opening balance	46	457
Add: Addition for the year	1,519	144
Less: Bonus issue during the year	-	(555)
Closing balance	1,565	46
Surplus in the statement of profit and loss		
Opening balance	281	186
Add: Profit for the year	281	281
Less: Bonus issue during the year	-	(186)
	562	281
	2,127	327

JFL Life Sciences Limited
Notes to financial statements for the year ended March 31, 2023
(All amounts in lakhs Rupees except otherwise stated)

5 Long term borrowings

Particulars	As at 31 March 2023	As at 31 March 2022
<u>Secured</u>		
Term loans		
- from banks	139	146
- from banks towards vehicle loan	-	5
- from financial institutions	-	663
	139	815
<u>Unsecured</u>		
Term loans		
- from banks - unsecured	-	7
- from financial institution - unsecured	-	19
	-	26
	139	841

Securities for term loans

a) Term loans of Rs. 139.30 Lakhs/- (Previous year :- Rs. 168.70/- Lakhs) including current maturity of long term debts as given in Note no.7 from bank secured by factory land and building located at plot no. 615, Kerala, Bavla - 382220.

Term of Repayment

- a) Term loan from SBI of Rs. 59.00 Lakhs/- repayable in 36 principal installments of Rs. 1.63/- Lakhs starting from November 2023.
c) Term loan from SBI of Rs. 80.30/- Lakhs repayable in 36 principal installments of Rs. 3.19/- Lakhs starting from November 2022.
k) Range of interest on borrowings is between 7.40% to 9.60%.

6 Provisions

Short term provisions

Provision for gratuity	10	9
Provision for tax (net of advance tax)	97	107
	108	115

JFL Life Sciences Limited
Notes to financial statements for the year ended March 31, 2023

(All amounts in lakhs Rupees except otherwise stated)

Note 6 : Provision (continued)
(i) Defined benefit plan

The Company has gratuity as defined benefit retirement plan for its employees. Disclosures as required by Accounting Standard - 15 (Revised) for the year ended 31 March 2023 are as under :

Particulars	As at 31 March 2023	As at 31 March 2022
I. The amount recognised in the statement of profit or loss are as follows		
1. Current service cost	1	4
2. Interest cost	1	1
3. Net Actuarial losses/(gains) recognised during the period.	0	3
Total expense/(Income) included in "Employee benefits expense"	2	9
II. Amounts recognised in the balance sheet		
Net Defined Benefit obligation		
Present value of the defined benefit obligation at the end of the year	10	9
	10	9
III. Changes in the present value of defined benefit obligation		
Present value of defined benefit obligation at the beginning of the year	9	-
Current service cost	1	4
Interest cost	1	1
Actuarial gain on defined benefit obligation	0	3
Present value of the defined benefit obligation as at the end of the year	10	9
IV. Actuarial assumptions	For the year ended 31 March 2023	For the year ended 31 March 2022
The principal assumptions used in determining benefit obligations are shown below:		
Discount rate	7.50%	7.05%
Expected rate of salary increase	8.00%	8.00%
Withdrawal rate	10.00% p.a at younger ages reducing to 2.00% p.a at older ages	10.00% p.a at younger ages reducing to 2.00% p.a at older ages

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

V. Experience adjustments

Particulars	31 March 2021	31 March 2022	31 March 2023
Defined benefit obligation	-	9	10
Surplus / (deficit)	-	(9)	(10)
Experience adjustments on plan liabilities	-	-	-

JFL Life Sciences Limited
Notes to financial statements for the year ended March 31, 2023
(All amounts in lakhs Rupees except otherwise stated)

7 Deferred tax liabilities (Net) / (Deferred tax Assests (Net))

Particulars	As at March 31, 2023	Charge / (credit) for the current reporting year	As at March 31, 2022
Deferred Tax Liabilities			
Depreciation	21	3	18
	21	3	18
Deferred Tax Assets			
Gratuity u/s 40A(7)	3	3	-
Net Deferred Tax Liabilities / (assets)	18	0	18
Particulars	As at March 31, 2022	Charge / (credit) for the previous reporting year	As at March 31, 2021
Deferred Tax Liabilities			
Depreciation	18	4	14
	18	4	14
Deferred Tax Assets			
Gratuity u/s 40A(7)	-	-	-
Net Deferred Tax Liabilities / (assets)	18	4	14

8 Short Term Borrowings

Secured

Cash Credit	579	538
Current maturities of long-term debt	-	206
	579	744

a) Cash Credit is secured by factory land and building located at plot no. 615, Kerala, Bavla - 382220.

9 Trade payables

- Total outstanding dues of micro and small enterprises (Refer note below)	-	-
- Total outstanding dues of creditors other than micro and small enterprises	739	1544
	739	1,544

Outstanding for following periods from due date of payment as at Mar 31, 2023

Particulars	MSME	Others	Disputed dues – MSME	Disputed dues – Others
Less than 1 year	-	597	-	-
1-2 years	-	77	-	-
2-3 years	-	45	-	-
More than 3 years	-	20	-	-
Total	-	739	-	-

Outstanding for following periods from due date of payment as at Mar 31, 2022

Particulars	MSME	Others	Disputed dues – MSME	Disputed dues – Others
Less than 1 year	-	1371	-	-
1-2 years	-	173	-	-
2-3 years	-	-	-	-
More than 3 years	-	-	-	-
Total	-	1,544	-	-

The Company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) and hence disclosure relating to the amounts unpaid as at the end of the current reporting period together with interest paid/ payable under this Act has not been given.

10 Other current liabilities

Expense Payable	15	-
Capital Creditors	5	-
Statutory Dues	6	3
Advance received from customers	70	432
	96	435

JFL Life Sciences Limited

Notes to financial statements for the year ended March 31, 2023

(All amounts in lakhs Rupees except otherwise stated)

11 Property, Plant and equipment

Particulars	Leasehold land*	BUILDING	PLANT & MACHINERY	OFFICE EQUIPMENTS	FURNITURE & FIXTURES	VEHICLES	Total
Gross block							
Balance as at 31 March 2021	285	42	403	13	2	34	779
Additions during the year	-	6	95	0	2	-	103
Disposals during the year	-	-	-	-	-	-	-
Balance as at 31 March 2022	285	47	498	13	4	34	882
Additions during the year	-	-	9	1	-	-	10
Balance as at 31 March 2023	285	47	507	14	4	34	892
Depreciation and impairment							
Balance as at 31 March 2021	-	8	110	6	1	7	133
Charge for the year	13	1	14	3	0	5	37
Disposals during the year	-	-	-	-	-	-	-
Balance as at 31 March 2022	13	9	124	9	2	13	169
Charge for the year	3	1	32	1	1	4	43
Balance as at 31 March 2023	16	10	156	10	3	17	212
Net Book Value							
As at 31 March 2023	269	37	351	4	1	17	680
As at 31 March 2022	272	38	374	4	2	21	713

Note 1 :- Leasehold land comprises of land bought from Gujarat Industrial Development Corporation (GIDC) at 99 years of lease.

JFL Life Sciences Limited
Notes to financial statements for the year ended March 31, 2023
(All amounts in lakhs Rupees except otherwise stated)

Particulars	As at 31 March 2023	As at 31 March 2022
12 Non current Investments		
Non current Investments	-	-
	-	-
13 Long term loans and advances (Unsecured considered good unless otherwise stated)		
Security deposit	33	15
Capital advance	37	66
Other Loans and Advances	1	-
	72	80
14 Other Non Current Assets		
Other Bank Balances	41	103
(Comprises of margin deposits with bank having remaining maturity for more than 12 months)		
	41	103
15 Inventories		
Stock at end - RM	1,025	1004
Stock at end - FG	247	492
	1,272	1,496
16 Trade receivables		
Unsecured, considered good unless otherwise stated		
Outstanding for a period exceeding six months from the date they are due for payment		
- Considered good	549	593
- Considered doubtful	-	-
	549	593
Less: Provision for doubtful debts	-	-
	549	593
Other receivables		
- Considered good	1,697	1387
Total	2,246	1,980
Outstanding for following periods from due date of payment as at Mar 31, 2023		
Particulars	Undisputed - Considered good	Undisputed – Considered doubtful
Less than 6 month	1,697	-
6 months - 1 year	-	-
1-2 years	36	-
2-3 years	190	-
More than 3 years	324	-
Total	2,247	-
Outstanding for following periods from due date of payment as at Mar 31, 2022		
Particulars	Undisputed - Considered good	Undisputed – Considered doubtful
Less than 6 month	1,387	-
6 months - 1 year	-	-
1-2 years	397	-
2-3 years	190	-
More than 3 years	6	-
Total	1,981	-
17 Cash and cash equivalents		
Balances with banks		
In current accounts	-	-
Cash on hand		
In Indian Rupees	6	19
	6	19
18 Short term loans and advances (Unsecured considered good unless otherwise stated)		
Advance to vendors	508	355
Balance with Government Authorities	78	70
	585	425
19 Other current assets		
Prepaid Expenses	-	1
Interest Receivable	3	9
	3	10

JFL Life Sciences Limited
Notes to financial statements for the year ended March 31, 2023
(All amounts in lakhs Rupees except otherwise stated)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
20 Revenue from operations		
Sale of products	4,283	3,359
	4,283	3,359
21 Other income		
Interest income	-	10
Exchange Fluctuation (Net)	-	4
Commission Income	138	72
Other non-operating income (net of expenses directly attributable to such income)	26	3
	164	89
22 Cost of Material Consumed		
Opening Stock of RM and PM	1,004	551
Cost of purchases	3,241	3,502
Closing Stock of RM and PM	(1,025)	(1,004)
	3,220	3,049
23 Changes in inventories		
Closing Stock of WIP and FG	(246.93)	(492)
Opening Stock of WIP and FG	491.55	23
	245	(469)
24 Employee benefits expense		
Salaries and bonus	170	131
Gratuity expense	2	9
Staff welfare expenses	11	3
	183	143
25 Finance costs		
Interest expense	132	205
Interest Expense on Tax	-	-
Other Borrowing Cost	10	3
	142	208
26 Depreciation and amortisation expense		
Depreciation on tangible assets	43	37
	43	37
27 Other expenses		
Rates and taxes	1	13
Power and fuel	34	30
Legal and professional fees	6	14
Repair and maintenance - others	29	8
Payments to auditor (refer details below)	1	2
Travelling and Conveyance	10	14
Selling and distribution expenses	82	1
Insurance	3	1
Communication cost	3	1
Security Charges	11	10
Miscellaneous expenses	63	7
	243	101
Payment to auditor excl GST		
-Statutory Audit	1	1
-Tax and GST Audit	-	-
-Other certification work	-	1
Total	1	2
28 Profit per Equity share		
Net profit attributable to equity shareholders (A)	281	281
Nominal value per equity share	10	10
Weighted average number of equity shares outstanding during the year (B)	9,701,175	6,065,889
Basic and Diluted profit per equity share in rupees of face value of INR 10 (A)/(B)	2.90	4.12

JFL Life Sciences Limited
Notes to financial statements for the year ended March 31, 2023

(All amounts in lakhs Rupees except otherwise stated)

29 Related party disclosure as required by Accounting standard (AS)-18 "Related Party Disclosures"
i) Related parties with whom transactions have taken place during the year
Associate Concern

Jay Formulations Ltd

Flourish Pharma

Ace Learning and Counseling Private Limited

Key Management Personnel

Mr. Smiral A Patel (Director)

Mrs. Tejal S Patel (Director)

Relative of Director

Ashwin Patel

Rakshit Patel

iii) Related party transactions and outstanding balances

The following table provides the total amount of transactions that have been entered into with the related parties for the relevant financial year and the outstanding balances as at March 31, 2023 and March 31, 2022:

Particulars	Year ended/ As at	Director Remuneration	Loan Taken	Loan Repaid	Salary	Advance Given	Advance Repaid	Amount receivable from related parties	Amount payable to related parties
Key Management Personnel									
Mr. Smiral A Patel	31-Mar-23	15	267	267	-	-	-	-	-
	31-Mar-22	12	86	94	-	-	-	1	-
		-	-	-	-	-	-	-	-
Mrs. Tejal S Patel	31-Mar-23	11	179	179	-	-	-	-	-
	31-Mar-22	9	60	90	-	-	-	-	1
		-	-	-	-	-	-	-	-
Relative of Director									
Ashwin Patel	31-Mar-23	-	-	-	3	-	-	-	1
	31-Mar-22	-	-	-	2	-	-	-	0
		-	-	-	-	-	-	-	-
Rakshit Patel	31-Mar-23	-	-	-	-	-	-	-	-
	31-Mar-22	-	-	8	-	-	-	-	-
		-	-	-	-	-	-	-	-
Associate Concern									
Jay Formulations Ltd	31-Mar-23	-	-	-	-	-	-	-	-
	31-Mar-22	-	-	3	-	22	31	-	0
		-	-	-	-	-	-	-	-
Flourish Pharma	31-Mar-23	-	-	-	-	-	-	-	-
	31-Mar-22	-	30	103	-	-	30	-	-
		-	-	-	-	-	-	-	-
Ace Learning and Counseling Private Limited	31-Mar-23	-	-	-	-	-	-	-	-
	31-Mar-22	-	-	-	-	-	3	-	-
		-	-	-	-	-	-	-	-

Note

Related party relationships as per Accounting Standard 18 have been identified by the Management. The sale of services to and cost of services from related parties are in the ordinary course of business and are on terms equivalent to those that prevail in arm's length transactions.

JFL Life Sciences Limited
Notes to financial statements for the year ended March 31, 2023
(All amounts in lakhs Rupees except otherwise stated)

		As at	As at
		31 March 2023	31 March 2022
30	Earnings in foreign currency		
	Sale of products	14	23
		<u>14</u>	<u>23</u>
31	Expenditure in foreign currency		
	Cost of purchase	-	-
		<u>-</u>	<u>-</u>
32	CIF value of Imports		
	CIF value of Import for component & spares	-	-
		<u>-</u>	<u>-</u>

33 Capital commitment and contingent liabilities

a) Capital commitment

There are no capital commitment outstanding as at reporting date (as at March 31, 2022: Nil).

b) Contingent liabilities

There are no contingent liabilities

34 Summary of Submissions to Banks and its comparision against books of accounts

Month	Name of Bank	Particulars provided	Amount as per Books	Amount reported to banks	Amount of difference	Reason for material discrepancies
Apr-22	State Bank of India	Stock + Book Debts	3,313	3,313	-	Amount of stock reported to bank is tallying with books of accounts. However, amount of book debts reported to bank and amount of book debts as per books is different due to grossing up impact of advance received from customer
May-22	State Bank of India	Stock + Book Debts	3,260	3,260	-	
Jun-22	State Bank of India	Stock + Book Debts	3,112	3,112	-	
Jul-22	State Bank of India	Stock + Book Debts	3,201	3,201	-	
Aug-22	State Bank of India	Stock + Book Debts	3,363	3,363	-	
Sep-22	State Bank of India	Stock + Book Debts	3,397	3,397	-	
Oct-22	State Bank of India	Stock + Book Debts	3,223	3,223	-	
Nov-22	State Bank of India	Stock + Book Debts	3,129	3,129	-	
Dec-22	State Bank of India	Stock + Book Debts	3,592	3,592	-	
Jan-23	State Bank of India	Stock + Book Debts	3,657	3,657	-	
Feb-23	State Bank of India	Stock + Book Debts	3,593	3,593	-	
Mar-23	State Bank of India	Stock + Book Debts	3,519	3,465	(54)	

JFL Life Sciences Limited
Notes to financial statements for the year ended March 31, 2023

(All amounts in lakhs Rupees except otherwise stated)

35 Ratio analysis and its elements

Ratio	Numerator	Denominator	As at 31 March 2023	As at 31 March 2022	% Change	Reasons
Current ratio	Current Assets	Current Liabilities	2.70	1.38	95%	Lower trade payables in FY 2022-23
Debt- Equity Ratio	Total Debt	Shareholder's Equity	0	1	-84%	New issue of equity during the year
Debt Service Coverage ratio	Earnings for debt service = Net profit after taxes + Non-cash operating expenses	Debt service = Interest & Lease Payments + Principal Repayments	0.37	1.95	-81%	Higher repayment of debts from funds raised via IPO
Return on Equity ratio	Net Profits after taxes – Preference Dividend	Average Shareholder's Equity	13%	31%	-58%	New issue of equity during the year
Inventory Turnover ratio	Cost of goods sold	Average Inventory	2.50	2.49	0%	Below +/- 25%
Trade Receivable Turnover Ratio	Net credit sales = Gross credit sales - sales return	Average Trade Receivable	2	2	-5%	Below +/- 25%
Trade Payable Turnover Ratio	Net credit purchases = Gross credit purchases - purchase return	Average Trade Payables	3	3	-19%	Below +/- 25%
Net Capital Turnover Ratio	Net sales = Total sales - sales return	Working capital = Current assets – Current liabilities	2	3	-46%	Lower trade payables in FY 2022-23
Net Profit ratio	Net Profit	Net sales = Total sales - sales return	7%	8%	-21%	Below +/- 25%
Return on Capital Employed	Earnings before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	0.13	0.22	-40%	New issue of equity during the year
Return on Investment	Interest (Finance Income)	Investment	0%	0%	0%	NA

36 The Company has considered the business segment as the primary reporting segment on the basis that the risk and returns of the Company is primarily determined by the nature of products and services. Consequently, the geographical segment has been considered as a secondary segment. The business segment have been identified on the basis of the nature of products and services, the risks and returns, internal organisation and management structure and the internal performance reporting systems. The Business segment comprises of manufacturing and Selling of pharmaceutical products. Geographical segment is considered based on sales within India and outside India.

37 Previous year figures have been regrouped/rearranged whenever necessary to conform to this current year's classification.

As per our report of even date

For Doshi Doshi & Co
Chartered Accountants
Firm Registration No. 153683W

For and on behalf of **the Board of Directors**
JFL Life Sciences Limited

Sd/-
Chintan Doshi
Partner
Membership No. : 158931

Sd/-
SMIRAL A.PATEL
Director
DIN: 00769486

Sd/-
TEJAL S.PATEL
Director
DIN: 07391559

Place : Ahmedabad
Date : May 27, 2023

Sd/-
Malvika Jagani
Company Secretary
ACS: A46722
Place : Ahmedabad
Date : May 27, 2023