

Independent Auditors Examination Report on the Restated Consolidated Statement of Assets and Liabilities as at March 31, 2024, March 31, 2023 and March 31, 2022 and Restated Consolidated Statement of Profits and Loss (including Other Comprehensive Income), Restated Consolidated Statement of Changes in Equity, Restated Consolidated Statement of Cash Flows along with the Statement of Material Accounting Policies and other Explanatory Information for years ended March 31, 2024, March 31, 2023 and March 31, 2022 of Laxmi Dental Limited (Formerly known as Laxmi Dental Export Private Limited) (collectively; the "Restated Consolidated Financial Information")

The Board of Directors
Laxmi Dental Limited (Formerly known as Laxmi Dental Export Private Limited)
Office No. 103, Akruiti Arcade, J.P. Road,
Opposite A.H. Wadia High School, Andheri West,
Mumbai City, Mumbai,
Maharashtra, India, 400058.

Dear Sirs/ Madams,

1. We, M S K A & Associates, Chartered Accountants, ("We" or "Us" or "Our" or "the Firm") have examined the Restated Consolidated Financial Information of **Laxmi Dental Limited (Formerly known as Laxmi Dental Export Private Limited)** (the "Company" or the "Holding Company" or the "Issuer") and its subsidiaries (the Company and its subsidiaries together referred to as the "Group"), its jointly controlled entity which comprises of the Restated Consolidated Statement of Assets and Liabilities as at March 31, 2024, March 31, 2023 and March 31, 2022, the Restated Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Restated Consolidated Statement of Changes in Equity and the Restated Consolidated Statement of Cash Flows along with the Statement of Material Accounting Policies and other explanatory information for the years ended March 31, 2024, March 31, 2023 and March 31, 2022 (collectively, the "Restated Consolidated Financial Information"), annexed to this report for the purpose of inclusion in the Draft Red Herring Prospectus ("DRHP"), prepared by the Company in connection with its proposed Initial Public Offer of equity shares of face value of Rs. 2 each ("Offer"). The Restated Consolidated Financial Information, which have been approved by the board of directors of the Company (the "Board of Directors") at their meeting held on September 05, 2024, and have been prepared by the Company in accordance with the requirements of:
 - a) the Sub-section (1) of Section 26 of Part I of Chapter III of the Companies Act, 2013 (the "Act");
 - b) the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended (the "SEBI ICDR Regulations");
 - c) The Guidance Note on Reports in Company Prospectuses (Revised 2019) issued by the institute of Chartered Accountants of India ("ICAI"), as amended from time to time (the "Guidance Note"); and
 - d) Email dated October 28, 2021 from Securities and Exchange Board of India (SEBI) to Association of Investment Bankers of India ("SEBI Communication")



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2. The Company's Board of Directors are responsible for the preparation of Restated Consolidated Financial Information for the purpose of inclusion in the DRHP to be filed with Securities and Exchange Board of India ("SEBI"), BSE Limited ("BSE") and the National Stock Exchange of India Limited ("NSE") in connection with the Offer. The Restated Consolidated Financial Information have been prepared by the management of the Company in accordance with the basis of preparation stated in Note 2.1 of the Restated Consolidated Financial Information. The respective Board of Directors of the Companies included in the Group and its jointly controlled entity are responsible for designing, implementing and maintaining adequate internal control relevant to the preparation and presentation of the respective restated financial information, which have been used for the purpose of preparation of these Restated Consolidated Financial Information. The respective Board of Directors are also responsible for identifying and ensuring that the Company complies with the Act, the SEBI ICDR Regulations, the Guidance Note and SEBI Communication.
3. We have examined the Restated Consolidated Financial Information taking into consideration:
 - a) The terms of reference and our engagement agreed with you vide our engagement letter dated July 1, 2024 in connection with the Offer.
 - b) The Guidance Note read with SEBI Communication. The Guidance Note also requires that we comply with the ethical requirements as stated in the Code of Ethics issued by the ICAI;
 - c) the concepts of test check and materiality to obtain reasonable assurance based on verification of evidence supporting the Restated Consolidated Financial Information; and
 - d) the requirements of Section 26 of the Act and the SEBI ICDR Regulations.

Our work was performed solely to assist you in meeting your responsibilities in relation to compliance with the Act, the SEBI ICDR Regulations, the Guidance Note and SEBI Communication in connection with the Offer.

4. The Restated Consolidated Financial Information have been compiled by the management from:
 - a) Audited Ind AS consolidated financial statements of the Group and its jointly controlled entity as at and for the year ended March 31, 2024, prepared in accordance with Indian Accounting Standard (Ind AS), as prescribed under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules 2015, as amended (referred to as "Ind AS"), and other accounting principles generally accepted in India (Ind AS Consolidated Financial Statements), and have been approved by the Board of Directors at their meeting held on September 03, 2024.
 - b) Audited special purpose consolidated financial statements of the Group and its jointly controlled entity as at and for the year ended March 31, 2023, prepared by the management in accordance with the basis of preparation, as set out in Note 2.1 to the Restated Consolidated Financial Information, which have been approved by the Board of Directors at their meeting held on September 03, 2024; and
 - c) Audited special purpose consolidated financial statements of the Group and its jointly controlled entity as at and for the year ended March 31, 2022, prepared



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by the management in accordance with the basis of preparation, as set out in Note 2.1 to the Restated Consolidated Financial Information, which have been approved by the Board of Directors at their meeting held on September 03, 2024; and

Audited special purpose consolidated financial statement of the Group and its jointly controlled entity as at and for the year ended March 31, 2023, and audited special purpose consolidated financial statement of the Group and its jointly controlled entity as at and for the year ended March 31, 2022, together is referred as "Audited Special Purpose Consolidated Financial Statements".

The Audited Special Purpose Consolidated Financial Statements have been prepared after making suitable adjustments to the accounting heads from their Indian GAAP values following accounting policies and accounting policy choices (both mandatory exceptions and optional exemptions availed as per Ind AS 101) consistent with that used at the date of transition to Ind AS (April 01, 2022) and as per the presentation, accounting policies and grouping/classifications including Revised Schedule III disclosures followed as at and for year ended March 31, 2024, in accordance with Ind AS, pursuant to the SEBI Communication.

d) Audited IND AS Consolidated Financial Statements and Special Purpose Consolidated Financial Statements referred to in paragraph (a), (b) and (c) above includes financial statements and other financial information in relation to the Company's subsidiaries, as listed below, which are audited by component auditor;

Name of the Entity	Relationship	Name of the Component Auditor
Signature Smiles Dental Clinic Pvt. Ltd.	Subsidiary	Arvind Baid & Associates
Laxmi Dental Lab USA Inc	Subsidiary	Arvind Baid & Associates
Rich Smile Design LLP	Subsidiary	Arvind Baid & Associates
Diverse Dental Lab LLC	(Subsidiary of Laxmi Dental Lab USA Inc)	Arvind Baid & Associates
Illusion Dental Lab USA Inc.	(Subsidiary of Laxmi Dental Lab USA Inc)	Arvind Baid & Associates
Techlab Consulting LLP*	Subsidiary	Arvind Baid & Associates

*Dissolved in March 2024

5. For the purpose of our examination, we have relied on:

- Auditor's report issued by us dated September 03, 2024 on the IND AS Consolidated Financial Statements of the Group and its jointly controlled entity as at and for the year ended March 31, 2024 as referred in Para 4(a) above;
- Auditor's report issued by us dated September 03, 2024 on the special purpose consolidated financial statements of the Group and its jointly controlled entity as at and for the year ended March 31, 2023, as referred in Para 4 (b) above;
- Auditor's report issued by us dated September 03, 2024 on the special purpose consolidated financial statements of the Group and its jointly controlled entity as at and for the year ended March 31, 2022, as referred in Para 4 (c) above; and
- As informed to us by the management, Abhay Subhash & Associates ("Predecessor Auditors") resigned as auditor due to pre occupation in other assignments and opportunities Further, as informed to us by the management, they did not hold a valid



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peer review certificate as issued by the 'Peer Review Board' of the Institute of Chartered Accountants of India and has therefore, expressed their inability to perform any work on restated consolidated financial information for the years ended March 31, 2023, and March 31, 2022. Accordingly, in accordance with SEBI ICDR Regulation, the Guidance Note and SEBI Communication, we have audited special purpose financial statements for the year ended March 31, 2023 and March 31, 2022 referred in 4(b) and 4(c) above and issued our special purpose audit report thereon.

- e) The financial statement of the subsidiaries referred in paragraph 4(d) above is audited by the Arvind Baid & Associates (the "Component Auditor") and accordingly reliance is placed on the Restated Statement of Assets and Liabilities, Restated Statement of Profit and Loss (including Other Comprehensive Income), the Restated Statement of Changes in Equity, the Restated Statement of Cash Flows for the year ended March 31, 2024, March 31, 2023 and March 31, 2022 along with the Statement of Material Accounting Policies and other Explanatory Information ("2024/2023/2022 Restated Financial Information of the Components") examined by the Component Auditor. The Component Auditor vide its examination report have confirmed that the 2024/2023/2022 Restated Financial Information of the Components:

- have been prepared after incorporating adjustments for the changes in accounting policies, any material errors and regroupings/ reclassifications to reflect the same accounting treatment as per the accounting policies and grouping/ classifications followed in the audited IND AS Consolidated Financial Statements of the Group and its jointly controlled entity as at and for the year ended March 31, 2024, as more fully described in Annexure VI - Statement of Adjustments to Restated Consolidated Financial Information in the Restated Consolidated Financial Information.
- There are no qualifications in the component auditors' reports on the audited financial statements of the components as at and for the year ended March 31, 2024, March 31, 2023, and March 31, 2022, which require any adjustments to the 2024/2023/2022 Restated Financial Information of the Components; and
- 2024/2023/2022 Restated Financial Information of the Components have been prepared in accordance with the Act, the SEBI ICDR Regulations, the Guidance Note and SEBI Communication.

6. The audit reports issued by us referred in paragraph 5 included following matters:

Emphasis of Matter paragraphs with respect to our audit reports issued by us referred in paragraph 5(a)

We draw attention to Note 53 to the consolidated financial statements which state that trade receivable outstanding from one of its related parties amounting to INR 151.34 million includes foreign currency receivable amounting to INR 64.97 million outstanding for a period of more than nine months as on March 31, 2024. This has resulted in non-compliances of various regulations, circulars and notifications issued under the Foreign Exchange Management Act, 1999 ("FEMA Regulations"). However, subsequent to March 31, 2024 the Company has collected entire balance outstanding for a period more than 9 months as on March 31, 2024. The aforesaid amount has been eliminated as a consolidation adjustment at the Group level since the amount receivable was from a Foreign Subsidiary of the Holding Company.

Our opinion is not modified in respect of this matter.



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Report on Other Legal and Regulatory Requirements paragraphs with respect to our audit reports issued by us referred in paragraph 5(a)

Reporting on Audit Trail

Based on our examination and based on consideration of report of other auditor on separate financial statements of its subsidiary incorporated in India, the accounting softwares used by the Group for maintaining its books of account during the year ended March 31, 2024 did not have a feature of recording audit trail (edit log) facility.

Other Matter Paragraph with respect to our audit reports issued by us referred in paragraph 5(a)

- a) We did not audit the financial statements of six subsidiaries whose financial statements reflect total assets of INR 206.78 million as at March 31, 2024, total revenues of INR 397.69 million and net cash flows amounting to INR 4.13 million for the year ended on that date, as considered in the consolidated financial statements, whose financial statements have not been audited by us. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management of the Holding Company and our opinion on the Consolidated Financial Statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and our report in terms of sub-section (3) of Section 143 of the Act, in so far as it relates to the these subsidiaries is based solely on the reports of the other auditors.
- b) The comparative financial information of the Group and its jointly controlled entity for the year ended March 31, 2023 and the transition date opening balance sheet as at April 01, 2022 included in these consolidated financial statements, are based on the previously issued statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2021, specified under Section 133 and other relevant provisions of the Act audited by the predecessor auditor whose report for the year ended March 31, 2023 and March 31, 2022 dated August 30, 2023 and September 6, 2022 respectively expressed an unmodified audit opinion on those consolidated financial statements, as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS, which have been audited by us.

Our opinion on the consolidated financial statements is not modified in respect of these matters.

Emphasis of Matters paragraph with respect to our audit report issued by us referred in paragraph 5(b)

1. Basis of Accounting and Restriction on Distribution and Use

We draw attention to Note 2.1 to Special Purpose Consolidated Financial Statements which describes the purpose and basis of accounting the Special Purpose Consolidated Financial Statements. These Special Purpose Consolidated Financial Statements are prepared by the management of the Holding Company and approved by the Board of Directors of the Holding Company solely for the purpose of preparation of restated consolidated financial information to be included in the Draft Red Herring Prospectus ("DRHP"), Red Herring Prospectus ("RHP") and Prospectus (collectively referred to as "Offer Documents") in connection with its proposed initial public offering of equity shares of Holding Company as required by Section 26 of Part I of Chapter III of the Act, Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended from time to time ("SEBI ICDR Regulations"), the SEBI Communications and the Guidance Note on Reports in Company Prospectuses (Revised 2019) ("the Guidance Note") issued by the ICAI. As a result, the Special Purpose Consolidated Financial Statements may not be suitable for any other purpose.



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Our report is intended solely for the use of Holding Company Board of Directors for the purpose as specified above and should not be distributed to or used by other parties. M S K A & Associates shall not be liable to the Holding Company or to any other concerned for any claims, liabilities or expenses relating to this assignment. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come without our prior consent in writing.

Our opinion is not modified in respect of this matter.

2. Compliances under Foreign Exchange Management Act Regulations

We draw attention to Note 53 to the consolidated financial statements which state that trade receivable outstanding from one of its related parties amounting to INR 128.39 million includes foreign currency receivable amounting to INR 43.12 million outstanding for a period of more than nine months as on March 31, 2023. This has resulted in non-compliances of various regulations, circulars and notifications issued under the Foreign Exchange Management Act, 1999 ("FEMA Regulations"). However, subsequent to March 31, 2023, the Company has collected entire balance outstanding for a period more than 9 months as on March 31, 2023. The aforesaid amount has been eliminated as a consolidation adjustment at the Group level since the amount receivable was from a Foreign Subsidiary of the Holding Company.

Our opinion is not modified in respect of this matter.

Other Matter Paragraph with respect to our audit reports issued by us referred in paragraph 5(b)

- a) The Holding Company has prepared a separate set of Statutory Consolidated Financial Statements for the year ended March 31, 2023, in accordance with the Accounting Standards prescribed under Section 133 of the Act, read with the Companies (Accounting Standards) Rules, 2021 and other accounting principles generally accepted in India which were audited by Abhay Subhash & Associates ("Predecessor Auditors") who have issued a unmodified auditor's report to the members of the Holding Company dated August 30, 2023.
- b) Since we were not the statutory auditors of the Company for the year ended March 31, 2023, we had not participated in the physical verification of inventories that was carried out by the management as of the year end. Accordingly, we have performed alternate procedures to audit the existence of inventory as per the guidance provided in SA 501 "Audit evidence Specific consideration for selected items" and have obtained sufficient appropriate evidence.
- c) We did not audit the financial statements of six subsidiaries whose financial statements reflect total assets of INR 123.16 million as at March 31, 2023; total revenues of INR 370.07 million and net cash flows amounting to INR 0.86 million for the year ended on that date, as considered in the consolidated financial statements, whose financial statements have not been audited by us. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management of the Holding Company and our opinion on the Special Purpose Consolidated Financial Statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of the other auditors.
- d) As informed to us by the management of the Holding Company, the predecessor auditor do not hold a valid peer review certificate as issued by the 'Peer Review Board' of the ICAI and have therefore, expressed their inability to perform any work on the Restated Consolidated Financial information for the year ended March 31, 2023 to be included in Offer Documents. Accordingly, in accordance with the SEBI ICDR Regulations and the Guidance Note on Reports in Company Prospectuses (Revised 2019) issued by the ICAI, and pursuant to SEBI



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Communication, we have audited the Special Purpose Consolidated Financial Statements of the Group for the year ended March 31, 2023.

- e) These Special Purpose Consolidated Financial Statements have been prepared solely for the purpose of preparation of Restated Consolidated Financial Information for inclusion in DRHP in relation to proposed IPO. Hence these Special Purpose Consolidated Financial Statements are not suitable for any other purpose other than for the purpose of preparation of Restated Consolidated Financial Information. Accordingly, no comparative figures are also presented in these Consolidated Financial Statements.

Our opinion is not modified in respect of these matters.

Emphasis of Matters paragraph with respect to our audit report issued by us referred in paragraph 5(c)

Basis of Accounting and Restriction on Distribution and Use

We draw attention to Note 2.1 to Special Purpose Consolidated Financial Statements which describes the purpose and basis of accounting the Special Purpose Consolidated Financial Statements. These Special Purpose Consolidated Financial Statements are prepared by the management of the Holding Company and approved by the Board of Directors of the Holding Company solely for the purpose of preparation of restated consolidated financial information to be included in the Draft Red Herring Prospectus ("DRHP"), Red Herring Prospectus ("RHP") and Prospectus (collectively referred to as "Offer Documents") in connection with its proposed initial public offering of equity shares of Holding Company as required by Section 26 of Part I of Chapter III of the Act, Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended from time to time ("SEBI ICDR Regulations"), the SEBI Communications and the Guidance Note on Reports in Company Prospectuses (Revised 2019) ("the Guidance Note") issued by the ICAI. As a result, the Special Purpose Consolidated Financial Statements may not be suitable for any other purpose.

Our report is intended solely for the use of Holding Company Board of Directors for the purpose as specified above and should not be distributed to or used by other parties. M S K A & Associates shall not be liable to the Holding Company or to any other concerned for any claims, liabilities or expenses relating to this assignment. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come without our prior consent in writing.

Our opinion is not modified in respect of this matter.

Other Matter Paragraph with respect to our audit reports issued by us referred in paragraph 5(c)

- a) The Holding Company has prepared a separate set of Statutory Consolidated Financial Statements for the year ended March 31, 2022 in accordance with the Accounting Standards prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India which were audited by Abhay Subhash & Associates ("Predecessor Auditors") who have issued a unmodified auditor's report to the members of the Holding Company dated September 6, 2022.
- b) Since we were not the statutory auditors of the Company for the year ended March 31, 2022, we had not participated in the physical verification of inventories that was carried out by the management as of the year end. Accordingly, we have performed alternate procedures to audit the existence of inventory as per the guidance provided in SA 501 "Audit evidence Specific consideration for selected items" and have obtained sufficient appropriate evidence.



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- c) We did not audit the financial statements of six subsidiaries whose financial statements reflect total assets of INR 176.94 million as at March 31, 2022, total revenues of INR 353.79 million and net cash outflows amounting to INR 3.26 million for the year ended on that date, as considered in the consolidated financial statements, whose financial statements have not been audited by us. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management of the Holding Company and our opinion on the Special Purpose Ind AS Consolidated Financial Statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of the other auditors.
- d) These Special Purpose Consolidated Financial Statements have been prepared solely for the purpose of preparation of Restated Consolidated Financial Information for inclusion in DRHP in relation to proposed IPO. Hence these Special Purpose Consolidated Financial Statements are not suitable for any other purpose other than for the purpose of preparation of Restated Consolidated Financial Information. Accordingly, no comparative figures are also presented in these Consolidated Financial Statements.

Our opinion is not modified in respect of these matters.

7. Based on the above and according to the information and explanations given to us and on reliance placed on examination report of the Component Auditor, we report that Restated Consolidated Financial Information:
- i) have been prepared after incorporating adjustments for the changes in accounting policies, any material errors and regroupings/reclassifications retrospectively in the financial years as at and for the years March 31, 2023 and March 31, 2022, to reflect the same accounting treatment as per the accounting policies and grouping/classifications followed as at and for the year ended March 31, 2024, as more fully described in Note 2.1 to the Restated Consolidated Financial Information;
 - ii) does not contain any qualifications requiring adjustments. There are Emphasis of Matter paragraphs (refer paragraph 5(a), 5(b) and 5(c) above), which do not require any adjustment to the Restated Consolidated Financial Information; and
 - iii) have been prepared in accordance with the Act, the SEBI ICDR Regulations, the Guidance Note and SEBI Communication.
8. We have not audited any financial statements of the Group and its jointly controlled entity as at any date or for any period subsequent to March 31, 2024. Accordingly, we express no opinion on the financial position, results of operations, cash flows and statement of changes in equity of the Group and its jointly controlled entity as at any date or for any period subsequent to March 31, 2024.
9. The Restated Consolidated Financial Information do not reflect the effects of events that occurred subsequent to the respective dates of the reports on the audited financial statements mentioned in paragraph 5 above.
10. This report should not in any way be construed as a reissuance or re-dating of any of the previous auditor's reports issued by us, nor should this report be construed as a new opinion on any of the financial statements referred to herein.
11. We have no responsibility to update our report for events and circumstances occurring after the date of this report.



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12. Our report is intended solely for use of the Board of Directors and for inclusion in the DRHP to be filed with the SEBI, BSE and NSE, as applicable in connection with the Offer. Our report should not be used, referred to or distributed for any other purpose without prior consent in writing. Accordingly, we do not accept or assume any liability or any duty of care towards any other person relying on the report.

For M S K A & Associates
Chartered Accountants
Firm Registration Number: 105047W

Nitin Tiwari

Nitin Tiwari
Partner
Membership No. 118894
UDIN: 24118894BKGQJJ6447



Place: Mumbai
Date: September 05, 2024

Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
Annexure I
Restated Consolidated Statement of Assets and Liabilities
(All amounts are in INR million except per share data or as otherwise stated)

Particulars	Annexure VI Note	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
ASSETS				
I Non-Current Assets				
Property, Plant and Equipment	4	364.26	312.64	299.92
Right of Use Assets	5	72.16	68.87	86.87
Investment property	6	7.49	7.80	8.13
Intangible Assets	8	16.24	11.41	2.83
Investments in joint ventures and associates	9	96.35	7.48	1.46
Financial Assets				
- Other Financial Assets	10	25.59	24.79	25.29
Income Tax Assets (net)	11	0.31	3.71	3.07
Deferred Tax Assets (net)	39	112.62	1.53	1.35
Total Non-Current Assets (A)		695.02	438.23	428.92
II Current Assets				
Inventories	12	247.21	242.26	295.00
Financial Assets				
-Trade Receivables	13	249.00	204.21	203.65
-Cash and Cash Equivalents	14	6.98	9.58	10.51
-Other Bank Balances	15	2.75	6.22	3.82
-Loans	16	2.53	3.23	6.30
-Other Financial Assets	17	14.23	9.39	39.96
Other Current Assets	18	118.50	56.76	39.32
Total Current Assets (B)		641.20	531.66	598.56
Group's Assets classified as held for sale (C)	41	49.81	-	-
Total Assets (A+B+C)		1,386.03	969.89	1,027.48
EQUITY AND LIABILITIES				
I Equity				
- Equity Share Capital	19	3.08	3.08	3.08
- Other Equity	20	421.57	174.84	207.57
Total equity attributable to shareholders of the Group		424.65	177.92	210.65
Non-Controlling Interest		21.07	16.90	18.79
Total Equity (D)		445.72	194.82	229.44
II Liabilities				
Non-Current Liabilities				
Financial Liabilities				
- Borrowings	21	151.40	113.02	103.81
- Lease Liabilities	28	33.80	40.69	62.06
- Other Financial Liabilities	22	8.08	9.54	11.54
Provisions	23	35.36	34.65	26.73
Total Non-Current Liabilities (E)		228.64	197.90	204.14
Current Liabilities				
Financial Liabilities				
-Borrowings	21	268.85	201.37	192.53
-Lease Liabilities	28	43.72	32.03	28.43
-Trade Payables				
i)Total outstanding dues of micro enterprises and small enterprises	24	25.19	16.33	21.10
ii)total outstanding dues of creditors other than micro enterprises and small enterprises	24	132.88	208.75	245.33
-Other Financial Liabilities	25	106.93	55.53	41.44
Other Current Liabilities	26	108.62	61.97	61.58
Short Term Provisions	23	6.40	1.19	3.49
Current Tax Liabilities (net)	27	3.96	-	-
Group's liabilities associated with assets classified as held for sale	41	15.12	-	-
Total Current Liabilities (F)		711.67	577.17	593.90
Total Liabilities (E+F)		940.31	775.07	798.04
Total Equity and Liabilities (D+E+F)		1,386.03	969.89	1,027.48

Note: The above Annexure should be read with Material Accounting Policies forming part of the Restated Consolidated Financial Information in Annexure V, Notes forming part of Restated Consolidated Financial Information in Annexure VI and Statement of adjustments to Restated Consolidated Financial Information in Annexure VII.

As per our report of even date attached

For M S K A & Associates
Chartered Accountants
ICAI Firm Registration No: 105047W


Nitin Tiwari
Partner

Membership No: 118894

Place: Mumbai
Date: 05 September 2024



For and on behalf of the Board of Directors of
Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
CIN:US1502AH2004PLC147394


Sameer Merchant
Director
DIN-00679893


Place: Mumbai
Date: 05 September 2024


Dharmesh Dattani
Chief Financial Officer

Place: Mumbai
Date: 05 September 2024


Rajesh V Khakhar
Director
DIN-00679903

Place: Mumbai
Date: 05 September 2024


Nupur Joshi
Company Secretary
Membership Number: 43768

Place: Mumbai
Date: 05 September 2024



Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)

Annexure II

Restated Consolidated Statement of Profit and Loss

(All amounts are in INR million except per share data or as otherwise stated)

	Annexure VI Note	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Income				
Revenue from Operations	29	1,935.55	1,616.31	1,368.43
Other Income	30	17.09	22.13	12.27
Total Income (A)		1,952.64	1,638.44	1,380.70
Expenses				
Cost of Raw Materials Consumed	31	464.18	306.28	306.37
Purchase of Stock-in-Trade	32	38.35	100.70	100.58
Changes in Inventory of Finished Goods	33	(17.64)	10.99	(10.39)
Employee Benefits Expense	34	715.11	653.37	530.78
Finance Costs	35	49.54	40.94	35.67
Depreciation and Amortisation Expenses	36	119.36	109.94	83.98
Other Expenses	37	497.65	455.33	386.96
Total Expenses (B)		1,866.55	1,677.55	1,433.96
Exceptional Items (C)	38	0.85	3.50	93.87
Profit/ (Loss) before tax D=(A-B-C)		85.24	(42.61)	(147.12)
Income Tax Expense				
Current tax	39	17.85	1.96	-
Adjustment of tax relating to earlier periods	39	(0.14)	0.04	14.51
Deferred tax	39	(111.88)	(0.12)	9.20
Total Income Tax Expense (E)		(94.17)	1.88	23.71
Profit/ (Loss) After Tax F=(D-E)		179.41	(44.49)	(170.83)
Share in Profit After Tax of Joint Venture (G)		88.88	6.02	(1.45)
Profit/(Loss) for the year from continuing operations H=(F+G)		268.29	(38.47)	(172.28)
Loss Before Tax from Discontinuing Operations		(16.00)	(3.16)	(14.51)
Tax Income/(Expenses) from Discontinuing Operations		-	-	-
Loss after tax from discontinuing operations (I)		(16.00)	(3.16)	(14.51)
Profit/(Loss) for the year J=(H+I)		252.29	(41.63)	(186.79)
Other Comprehensive Income from Continuing Operations				
Items that will not be reclassified to Profit or Loss				
Remeasurement Gain/(Loss) of Net Defined Benefit Plan	41	1.14	3.06	9.46
Income Tax effect on above	41	(0.78)	(0.06)	-
Items that will be reclassified to Profit or Loss				
Foreign currency translation difference of foreign operations		(0.96)	0.23	2.25
Income tax effect on above		-	-	-
Other Comprehensive Income from Discontinuing Operations				
Items that will be reclassified to Profit or Loss				
Foreign Currency Translation difference of Foreign Operations		(0.80)	(2.42)	(1.82)
Income Tax effect on above		-	-	-
Other Comprehensive Income/(loss) for the year, net of tax		(1.40)	0.81	9.89
Total Comprehensive Income/(loss) for the year		250.89	(40.82)	(176.90)
Profit/ (Loss) for the year attributable to:				
Owners of the Parent		247.78	(39.73)	(183.65)
Non-Controlling Interests		4.51	(1.90)	(3.14)
Total		252.29	(41.63)	(186.79)
Other Comprehensive Income/(Loss) for the year attributable to:				
Owners of the Parent		(1.06)	0.80	9.88
Non-Controlling Interests		(0.34)	0.01	0.01
Total		(1.40)	0.81	9.89
Total Comprehensive Income/(Loss) for the year attributable to:				
Owners of the Parent		246.73	(38.94)	(173.77)
Non-Controlling Interests		4.16	(1.89)	(3.13)
Total		250.89	(40.82)	(176.90)
Earnings/(Loss) per Equity Share from Continuing Operations:				
Equity shares of par value INR 2 each				
Basic EPS (in INR)	40	5.11	(0.71)	(3.28)
Diluted EPS (in INR)	40	5.11	(0.71)	(3.28)
Loss per equity share from Discontinued Operations:				
Equity shares of par value INR 2 each				
Basic EPS (in INR)	40	(0.31)	(0.06)	(0.28)
Diluted EPS (in INR)	40	(0.31)	(0.06)	(0.28)
Earnings/(Loss) per Equity Share from Continuing Operation and Discontinued Operations:				
Equity shares of par value INR 2 each				
Basic EPS (in INR)	40	4.80	(0.77)	(3.56)
Diluted EPS (in INR)	40	4.80	(0.77)	(3.56)

Note: The above Annexure should be read with Material Accounting Policies forming part of the Restated Consolidated Financial Information in Annexure V, Notes forming part of Restated Consolidated Financial Information in Annexure VI and Statement of adjustments to Restated Consolidated Financial Information in Annexure VII.

As per our report of even date attached

For M S K A & Associates

Chartered Accountants

ICAI Firm Registration No: 105047W


Nitin Tiwari

Partner
Membership No: 118894

Place: Mumbai
Date: 05 September 2024



For and on behalf of the Board of Directors of

Laxmi Dental Limited (formerly known as Laxmi Dental Export Private
CIN:U51502MH2011PTC147394


Sameer Marchant
Director
DIN-00679893


Place: Mumbai
Date: 05 September 2024


Dharmesh Dattani
Chief Financial Officer

Place: Mumbai
Date: 05 September 2024


Rajesh V Khakhar
Director
DIN-00679903

Place: Mumbai
Date: 05 September 2024


Nupur Joshi
Company Secretary
Membership Number: 43768

Place: Mumbai
Date: 05 September 2024



Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
Annexure III
Restated Consolidated Statement of Cash Flows
(All amounts are in INR million except per share data or as otherwise stated)

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Cash flow from Operating Activities			
Profit/ (Loss) before Tax	69.24	(45.77)	(161.63)
Continuing Operations	85.24	(42.61)	(147.12)
Discontinued Operations	(16.00)	(3.16)	(14.51)
Adjustments for:			
Depreciation and Amortisation Expenses from Continuing Operations	119.36	109.94	83.98
Depreciation and Amortisation Expenses from Discontinued Operations	0.16	0.06	0.04
Allowances for Expected Credit Losses	15.70	12.73	19.19
Finance Costs from Continuing Operations	49.54	40.94	35.67
Interest Income	(1.70)	(1.72)	(2.54)
Impairment of Goodwill	-	-	93.87
Impairment of Investment in Associate	-	3.50	-
Inventory Written off	0.85	0.39	0.18
Intangible/ Property, Plant & Equipment written off	-	0.14	7.22
Loss on Dissolution of Subsidiary	0.85	-	-
(Gain)/Loss on Sale of Property, Plant & Equipment	(0.86)	-	-
Unrealised Exchange Gain, net	(5.71)	(12.90)	(5.40)
Operating Profit before Working Capital Changes	247.43	107.31	70.58
Adjustments for Increase / Decrease in Working Capital:			
(Increase) in Trade Receivables	(74.12)	(0.40)	(74.71)
(Increase)/ Decrease in Inventories	(22.53)	52.35	(64.73)
(Increase)/ Decrease in Other non-current and current financial assets	(9.04)	29.94	(31.35)
(Increase)/ Decrease in Other non-current and current assets	(61.74)	(17.44)	6.26
Increase / (Decrease) in Trade Payables	(56.66)	(41.35)	46.89
Increase in Other Current Liabilities	47.80	0.39	47.40
(Decrease) in Other Non-Current Financial Liabilities	-	(2.00)	(2.27)
Increase / (Decrease) in Other Current Financial Liabilities	49.94	14.09	(29.37)
Increase in Provisions	7.06	8.67	11.50
Cash (used In)/ Generated from Operations	128.14	151.56	(19.80)
Income Tax Paid (net)	(10.35)	(2.64)	(0.15)
Net Cash (used In)/ Generated from Operating Activities (A)	117.79	148.92	(19.95)
Cash flows from Investing Activities			
Purchase of Property, Plant and Equipment	(139.77)	(89.38)	(93.86)
Purchase of Intangible Assets	(7.80)	(10.45)	(2.25)
Proceeds from disposal of Property, Plant and Equipment	13.07	4.70	112.41
Loans given to Related Party	(10.35)	-	-
Repayment of Loans given to Related Party	-	3.07	12.17
Purchase of Non-Current Investments	-	(3.50)	(0.30)
Interest Received	0.51	1.62	2.25
Net Cash (used In)/ Cash flow from Investing Activities (B)	(144.34)	(93.94)	30.42
Cash Flow from Financing Activities			
Finance cost paid from Continuing Operations	(49.55)	(40.94)	(35.66)
Finance cost paid from Discontinued Operations	-	-	(0.01)
Proceeds from issue of shares of Subsidiary to Non-Controlling Shareholders(Refer note 42)	-	-	15.00
Proceeds from Current Borrowings	44.91	50.52	31.38
Proceeds from Non-Current Borrowings	97.81	35.45	70.77
Repayment of Current Borrowings	(54.15)	-	-
Repayment of Non-Current Borrowings	(27.97)	(34.60)	(99.21)
Principal payment of Lease Liabilities	(37.68)	(29.45)	(22.54)
Net Cash used in Financing Activities (C)	(26.63)	(19.02)	(40.27)
Net Increase/ (decrease) in Cash and Cash Equivalents (A+B+C)	(53.18)	35.96	(29.80)
Effect of Exchange Rate Changes on Cash	(1.76)	(1.18)	(0.37)
Cash and Cash Equivalents at the beginning of the year	(104.14)	(138.92)	(108.75)
Cash and Cash Equivalents at the end of the year	(159.08)	(104.14)	(138.92)



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)

Annexure III

Restated Consolidated Statement of Cash Flows

(All amounts are in INR million except per share data or as otherwise stated)

(i) Reconciliation of cash and cash equivalents as per the cash flow statement

Cash and cash equivalents as per above comprise of the following:

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Balances with Banks			
- in Current Accounts	4.88	8.82	9.74
- Bank Deposits having original maturity of less than 3 months	-	-	0.33
- Cash on Hand	2.11	0.76	0.44
Other Bank Balances	2.75	6.22	3.82
Less: Bank Overdraft	(168.82)	(119.94)	(153.25)
Balances as per Statement of Cash Flows	(159.08)	(104.14)	(138.92)

(ii) Non-Cash Investing Activities

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Acquisition of Right-of-use Asset	43.85	16.32	14.68

(iii) Change in Liabilities arising from Financing Activities

	As at 1 April 2021	Cash flows	Non-cash changes	As at 31 March 2022
Borrowing	269.14	0.94	26.26	296.34
Lease Liabilities	98.93	(31.95)	23.51	90.49
	As at 31 March 2022	Cash flows	Non-cash changes	As at 31 March 2023
Borrowing	296.34	(14.24)	32.29	314.39
Lease Liabilities	90.49	(38.10)	20.33	72.72
	As at 31 March 2023	Cash flows	Non-cash changes	As at 31 March 2024
Borrowing	314.39	67.93	37.92	420.24
Lease liabilities	72.72	(45.69)	50.50	77.53

Note: The above Annexure should be read with Material Accounting Policies forming part of the Restated Consolidated Financial Information in Annexure V, Notes forming part of Restated Consolidated Financial Information in Annexure VI and Statement of adjustments to Restated Consolidated Financial Information in Annexure VII.

Notes

(i) The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Indian Accounting Standard (Ind AS) 7 - "Cash Flow Statements".

(ii) Disclosure as required by Ind AS 7 - "Cash Flow Statements" - Changes in liabilities arising from financing activities:

As per our report of even date attached

For M S K A & Associates
Chartered Accountants
ICAI Firm Registration No: 105047W



Nitin Tiwari
Partner
Membership No: 118894

Place: Mumbai
Date: 05 September 2024



For and on behalf of the Board of Directors of
Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
CIN: U51509MH2004PLC147394


Sameer Merchant
Director
DIN-00679893

Place: Mumbai
Date: 05 September 2024


Dharmesh Dattani
Chief Financial Officer

Place: Mumbai
Date: 05 September 2024


Rajesh V Khakhar
Director
DIN-00679903

Place: Mumbai
Date: 05 September 2024


Nupur Joshi
Company Secretary
Membership Number: 43768

Place: Mumbai
Date: 05 September 2024



Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
Annexure IV
Restated Consolidated Statement of Changes in Equity
(All amounts are in INR million except per share data or as otherwise stated)

A Equity share capital

	No. of shares	Amount
Equity shares of INR 10 each issued, subscribed and fully paid		
Balance as at 01 April 2021	307,914	3.08
Changes in equity share capital during the current year	-	-
Balance as at 31 March 2022	307,914	3.08
Equity shares of INR 10 each issued, subscribed and fully paid		
Balance as at 31 March 2022	307,914	3.08
Changes in equity share capital during the current year	-	-
Balance as at 31 March 2023	307,914	3.08
Equity shares of INR 10 each issued, subscribed and fully paid		
Balance as at 31 March 2023	307,914	3.08
Changes in equity share capital during the current year	-	-
Balance as at 31 March 2024	307,914	3.08

B Other equity

Particulars	Attributable to owners of the parent						Non-Controlling Interest	Total
	Other equity							
	Equity Component of Compulsory Convertible Preference Shares (refer note 19-B)	General Reserve	Securities Premium	Retained Earnings	Foreign Currency Translation Reserve	Total Other Equity		
Balance as at 1 April 2021	116.24	17.00	521.88	(275.80)	2.01	381.33	21.92	403.25
(Loss) for the year	-	-	-	(183.45)	-	(183.45)	(3.14)	(186.59)
Other Comprehensive Income for the year	-	-	-	9.46	0.43	9.89	0.01	9.90
Total Comprehensive Income/(Loss) for the year	-	-	-	(174.19)	0.43	(173.76)	(3.13)	(176.89)
Balance as at 31 March 2022	116.24	17.00	521.88	(449.99)	2.44	207.57	18.79	226.36
Balance as at 1 April 2022	116.24	17.00	521.88	(449.99)	2.44	207.57	18.79	226.36
Add / (Less): Impact on account of different transition date of 1 April 2022 (Refer note (b) of Annexure VII)	-	-	-	6.20	-	6.20	-	6.20
Loss for the year	-	-	-	(39.73)	-	(39.73)	(1.90)	(41.63)
Other Comprehensive Income/(Loss) for the year	-	-	-	2.99	(2.19)	0.80	0.01	0.81
Total Comprehensive Loss for the year	-	-	-	(36.74)	(2.19)	(38.93)	(1.89)	(40.82)
Balance as at 31 March 2023	116.24	17.00	521.88	(486.73)	0.25	174.84	16.90	191.24
Balance as at 1 April 2023	116.24	17.00	521.88	(486.73)	0.25	174.84	16.90	191.24
Profit for the year	-	-	-	247.78	-	247.78	4.51	252.29
Other Comprehensive Income/(Loss) for the year	-	-	-	0.70	(1.75)	(1.05)	(0.34)	(1.39)
Total Comprehensive Income/(Loss) for the year	-	-	-	248.48	(1.75)	246.73	4.17	250.90
Balance as at 31 March 2024	116.24	17.00	521.88	(238.25)	(1.50)	421.57	21.07	442.64

Note: The above Annexure should be read with Material Accounting Policies forming part of the Restated Consolidated Financial Information in Annexure V, Notes forming part of Restated Consolidated Financial Information in Annexure VI and Statement of adjustments to Restated Consolidated Financial Information in Annexure VII.

As per our report of even date attached
For M S K A & Associates
Chartered Accountants
ICAI Firm Registration No: 105047W

M S K A & Associates

Nitin Tiwari
Partner
Membership No: 118894

Place: Mumbai
Date: 05 September 2024



For and on behalf of the Board of Directors of
Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
CIN: U51209MH2004PLC147394

Sameer Merchant Sameer Merchant Director DIN-00679893
Rajesh V Khakhar Rajesh V Khakhar Director DIN-00679903
Dharamesh Dattani Dharamesh Dattani Chief Financial Officer
Nupur Joshi Nupur Joshi Company Secretary Membership Number: 43768

Place: Mumbai Place: Mumbai Place: Mumbai Place: Mumbai
Date: 05 September 2024 Date: 05 September 2024 Date: 05 September 2024 Date: 05 September 2024



1 Company overview

Laxmi Dental Limited (‘the Company’ or ‘the Holding Company’ or ‘the Parent’) was incorporated as ‘Laxmi Dental Export Private Limited’ as a private limited company under the Companies Act, 1956 pursuant to a certificate of incorporation dated July 8, 2004, issued by the Assistant Registrar of Companies, Maharashtra at Mumbai. Pursuant to a special resolution passed in the extra-ordinary general meeting of Shareholders held on 18 June 2024, the name of our Company was changed to ‘Laxmi Dental Private Limited’, and a fresh certificate of incorporation was issued to the Company by the RoC on 24 July 2024, and the Company was converted into a public limited company. Consequently, the name of the Company was further changed to ‘Laxmi Dental Limited’, and a fresh certificate of incorporation dated 02 August 2024, was issued by the RoC. The registered office of the Company is located at 103, Akruti Arcade, Opposite A H Wadia High School, Near Azad Nagar Metro Station, Andheri (West), Mumbai - 400053.

The Company and its Subsidiaries (‘the Group’), are manufacturer of dental products, with a 20-year history of innovation and service to the dental industry and patients. The Group is primarily engaged in the business of Dental Laboratory Offerings, Aligners Solution, Dental Clinical Services and other related services in relation to dentistry.

The Restated Consolidated Financial Information comprises the restated consolidated financial information of the Group for the year ended 31 March 2024, 31 March 2023 and 31 March 2022.

The list of subsidiaries, associate and joint venture included in the Restated Consolidated Financial Statements are as under:

	Country of Incorporation	% of effective ownership interest held by the Group		
		31 March 2024	31 March 2023	31 March 2022
Subsidiaries				
Btzdent Devices Private Limited ^(a)	India	89.99%	89.99%	89.99%
Rich Smile Design LLP	India	66.00%	66.00%	66.00%
Signature Smiles Dental Clinic Pvt. Ltd.	India	88.88%	88.88%	88.88%
Techlab Consulting LLP ^(b)	India	-	51.00%	51.00%
Laxmi Dental Lab USA Inc	USA	100.00%	100.00%	100.00%
Diverse Dental Lab LLC (Subsidiary of Laxmi Dental Lab USA Inc)	USA	85.00%	85.00%	85.00%
Illusion Dental Lab USA Inc. (Subsidiary of Laxmi Dental Lab USA Inc)	USA	100.00%	100.00%	100.00%
Associate				
ECG Technologies Plus Private Limited	India	41.70%	41.70%	41.70%
Joint Venture				
Kids-E-Dental LLP	India	60.00%	60.00%	60.00%

(a) Acquired in May 2021.

(b) Dissolved in March 2024.

2 Summary of Material Accounting Policies

2.1 Basis of Preparation

(i) Statement of Compliance

The Restated Consolidated Financial Information of Laxmi Dental Limited (Formerly known as Laxmi Dental Export Private Limited) (the ‘Company’ or the ‘Holding Company’ or the ‘Issuer’) and its subsidiaries (the Company and its subsidiaries together referred to as the ‘Group’) and its jointly controlled entity which comprises of the Restated Consolidated Statement of Assets and Liabilities as at March 31, 2024, March 31, 2023 and March 31, 2022, the Restated Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Restated Consolidated Statement of Changes in Equity and the Restated Consolidated Statement of Cash Flows along with the Statement of Material Accounting Policies and other explanatory information for the years ended March 31, 2024, March 31, 2023 and March 31, 2022 (collectively, the ‘Restated Consolidated Financial Information’).

The Restated Consolidated Financial Information have been prepared by the management of the Group for the purpose of inclusion in the Draft Red Herring Prospectus (the ‘DRHP’) to be filed by the Holding Company with the Securities and Exchange Board of India (‘SEBI’), National Stock Exchange of India Limited and BSE Limited in connection with the proposed Initial Public Offer of equity shares (‘IPO’) by the Company.

The Restated consolidated Financial Information have been prepared by the management of the Company to comply with the requirements of:

(a) Section 26 of Part I of Chapter III of the Companies Act, 2013 (the ‘Act’);

(b) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended (the ‘ICDR Regulations’);

(c) The Guidance Note on Reports in Company Prospectuses (Revised 2019) issued by the Institute of Chartered Accountants of India (‘ICAI’), as amended (the ‘Guidance Note’); and

d) Email dated October 28, 2021, from Securities and Exchange Board of India (SEBI) to Association of Investment Bankers of India (‘SEBI Communication’).

The Restated Consolidated Financial Information have been compiled by the management from:

a. Audited Ind AS consolidated financial statements of the Group as at and for the year ended 31 March 2024, prepared in accordance with Indian Accounting Standard (Ind AS), as prescribed under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules 2015, as amended (referred to as ‘Ind AS’), and other accounting principles generally accepted in India (Ind AS Consolidated financial statements), and have been approved by the Board of Directors at their meeting held on 3 September 2024.

b. Audited special purpose consolidated financial statements of the Group as at and for the year ended March 31, 2023, prepared by the management in accordance with the basis of preparation, as set out in Note 2.1 to the Restated Consolidated Financial Information, which have been approved by the Board of Directors at their meeting held on 3 September 2024; and

c. Audited special purpose consolidated financial statements of the Group as at and for the year ended March 31, 2022, prepared by the management in accordance with the basis of preparation, as set out in Note 2.1 to the Restated Consolidated Financial Information, which have been approved by the Board of Directors at their meeting held on 3 September 2024; and

Audited special purpose consolidated financial statement of the Group as at and for the year ended March 31, 2023, and audited special purpose consolidated financial statement of the Group as at and for the year ended March 31, 2022, together is referred as ‘Audited Special Purpose Consolidated Financial Statements’.

Pursuant to the Companies (Indian Accounting Standard) Second Amendment Rules, 2015, the Company voluntarily adopted March 31, 2024, as reporting date for first time adoption of Ind AS, notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and consequently April 01, 2022, is the transition date for preparation of its statutory financial statements as at and for the year ended March 31, 2024. Hence, the financial statements as at and for the year ended March 31, 2024, were the first financials, prepared in accordance with Ind AS. Up to the financial year ended March 31, 2023, the Company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013, read together with Companies (Accounting Standards) Rules, 2021 (‘Indian GAAP’ or ‘Previous GAAP’) due to which the Audited Special Purpose Consolidated Financial Statements are prepared as per SEBI Communication. Further, these Audited Special Purpose Consolidated Financial Statements are not the statutory financial statements under the Act.



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The Audited Special Purpose Consolidated Financial Statements have been prepared after making suitable adjustments to the accounting heads from their Indian GAAP values following accounting policies and accounting policy choices (both mandatory exceptions and optional exemptions availed as per Ind AS 101) consistent with that used at the date of transition to Ind AS (April 01, 2022) and as per the presentation, accounting policies and grouping/classifications including Revised Schedule III disclosures followed as at and for year ended March 31, 2024, in accordance with Ind AS, pursuant to the SEBI Communication.

The Audited Special Purpose Consolidated Financial Statements referred above have been prepared solely for the purpose of preparation of Restated Consolidated Financial Information for inclusion in DRHP in relation to proposed IPO. Hence these special purpose financial statements are not suitable for any other purpose other than for the purpose of preparation of Restated Consolidated Financial Information.

The Restated Consolidated Financial Statements:

- (a) have been prepared after incorporating adjustments for the changes in accounting policies, material errors, if any, and regrouping/reclassifications retrospectively in the year ended March 31, 2022 and March 31, 2023 to reflect the same accounting treatment as per the accounting policies and grouping/classifications followed as at and for the year ended March 31, 2024.
- (b) do not require any adjustment for modification as there are no modification in the underlying audit reports. There is an item relating to emphasis of matter and other matter which do not require any adjustments.

These Restated Consolidated Financial Information were approved in accordance with a resolution of the Board of Directors on 5 September 2024.

All amounts disclosed in Restated Consolidated Financial Information are reported in nearest millions of Indian Rupees and are been rounded off to the nearest millions, except per share data and unless stated otherwise.

(ii) Basis of measurement

The Restated consolidated Financial Information have been prepared on a historical cost convention on accrual basis, except for the following material items that have been measured at fair value as required by relevant Ind AS:-

- i) Certain financial assets and liabilities measured at fair value (refer accounting policy on financial instruments)
- ii) Net Defined Benefit obligations

The Restated consolidated Financial Information have been prepared on a going concern basis.

(iii) Current versus Non-Current classification

All assets and liabilities have been classified as current or non-current as per the operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and services and their realisation in Cash and Cash Equivalents, the Group has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

(iv) Use of estimates

The preparation of the Restated Consolidated Financial Information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from those estimates.

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

Critical Accounting Estimates:

a) Expected credit Losses on trade Receivables

The impairment provision of trade receivables is based on assumptions about risk of default and expected timing of collection. The Group uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on the Group's past history, customer's creditworthiness, existing market conditions as well as forward looking estimates at the end of each reporting period.

b) Defined Benefit Plans and Compensated Absences

The cost of the defined benefit plans, compensated absences and the present value of the defined benefit obligation are based on actuarial valuation using the projected unit credit method. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

c) Leases

The Group evaluates if an arrangement qualifies to be a lease as per the requirements of Ind AS 116. Identification of a lease requires significant judgment. The Group uses significant judgement in assessing the lease term (including anticipated renewals) and the applicable discount rate.

The Group determines the lease term as the non-cancellable period of a lease, together with both periods covered by an option to extend the lease if the Group is reasonably certain to exercise that option; and periods covered by an option to terminate the lease if the Group is reasonably certain not to exercise that option. In assessing whether the Group is reasonably certain to exercise an option to extend a lease, or not to exercise an option to terminate a lease, it considers all relevant facts and circumstances that create an economic incentive for the Group to exercise the option to extend the lease, or not to exercise the option to terminate the lease. The Group revises the lease term if there is a change in the non-cancellable period of a lease.

The discount rate is generally based on the incremental borrowing rate.



2.2 Basis of Consolidation

The Restated Consolidated Financial Information comprises the Financial Statements of the Company and its Subsidiaries for the year ended 31 March 2024, 31 March 2023 and 31 March 2022.

The Group consolidates entity which are controlled by it.

The Group establishes control when; it has power over the entity, is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect the entity's returns by using its power over the entity.

Subsidiaries are consolidated from the date control commences until the date control ceases. The results of subsidiaries acquired, or sold, during the year are consolidated from the effective date of acquisition and up to the effective date of disposal, as appropriate.

All inter-company transactions, balances and income and expenses are eliminated in full on consolidation.

Non-controlling interests in the net assets of consolidated subsidiaries is identified and presented in the Restated Consolidated Balance Sheet separately within equity.

Non-Controlling Interests in the net assets of consolidated subsidiaries consists of:

- (a) The amount of equity attributable to non-controlling interests at the date on which investment in a subsidiaries is made; and
- (b) The non-controlling interests share of movements in equity since the date parent subsidiaries relationship came into existence.

The Net Profit/ (Loss) and Other Comprehensive Income attributable to Non-Controlling Interests of subsidiaries are shown separately in the Restated Consolidated Statement of Profit and Loss and Restated Consolidated Statement of Changes in Equity.

Changes in the company's interests in subsidiaries that do not result in a loss of control are accounted for as equity transactions. The carrying amount of the company's interests and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognised directly in equity and attributed to owners of the Company.

If the Group loses control over a subsidiary, it:

- (i) Derecognises the assets (including goodwill) and liabilities of the subsidiary
- (ii) Derecognises the carrying amount of any non-controlling interests
- (iii) Recognises the fair value of the consideration received
- (iv) Recognises any surplus or deficit in profit and loss
- (v) Reclassifies the parent's share of components previously recognised in OCI to profit and loss or retained earnings, as appropriate, as would be required if the Group had directly disposed of the related assets or liabilities.

2.3 Investments in Joint Ventures and Associates

When the Group has with other entities joint control of the arrangement and rights to the net assets of the joint arrangement, it recognises its interest as joint ventures. Joint control exists when the decisions about the relevant activities (i.e. activities that significantly affects the investee's returns) require unanimous consent of the parties sharing the control. When the Group has significant influence over the other entity, it recognises such interest as investment in associates. Significant influence is the power to participate in the financial and operating policy decisions of the entity but is not control or joint control over the entity.

The results, assets and liabilities of joint ventures and associates are incorporated in the Restated Consolidated Financial Information using equity method of accounting after making necessary adjustments to achieve uniformity in application of accounting policies, wherever required.

An investment in joint venture or associate is initially recognised at cost and adjusted thereafter to recognise the Group's share of profit or loss and other comprehensive income of the joint venture or associate.

The carrying amount of investment in joint ventures and associates is reduced to recognise impairment, if any, when there is evidence of impairment.

2.4 Common Control Transactions

The transactions between entities under common control accounted for using the pooling-of-interest method. The assets and liabilities of the acquired entity are recognised at their carrying amounts recorded in the parent entity's Consolidated Financial Statements with the exception of certain income tax and deferred tax assets. No adjustments are made to reflect fair values, or recognise any new assets or liabilities. The only adjustments that are made are to harmonise accounting policies. The components of equity of the acquired companies are added to the same components within the Company's equity. The difference, if any, between the amounts recorded as share capital issued plus any additional consideration in the form of cash or other assets and the amount of share capital of the transferor is transferred to capital reserve. The Company's shares issued in consideration for the acquired companies are recognised from the moment the acquired companies are included in these financial statements and the financial statements of the commonly controlled entities are combined, retrospectively, as if the transaction had occurred at the beginning of the earliest reporting period presented.

2.5 Revenue Recognition

Revenues are derived primarily from the sale of dental products and dental services. Revenue is measured as the amount of consideration the Group expects to receive in exchange for transferring goods or providing services in accordance with Ind AS 115, Revenues from Contracts with Customers. Revenue is recognized when performance obligations are satisfied; this occurs with the transfer of control of products and services to its customers, which for products generally occurs when title and risk of loss transfers to the customer, and for services generally occurs as the customer receives and consumes the benefit.

Revenue also excludes taxes collected from customers.

For the products pertaining to Dental Laboratory Offering and Aligners Solution, the Group transfers control and recognizes revenue when products are shipped from the Group's manufacturing facility or warehouse to the customer. For contracts with customers that contain destination shipping terms, revenue is not recognized until the goods are delivered to the agreed upon destination. As such, the Group's performance obligations related to product sales are satisfied at a point in time as this is when the customer obtains the use of and substantially all of the benefit of the product.

Revenue from Dental Clinical Services is recognized at point in time when the patient's dental treatment is completed.

Revenue from Course Fees is recognised over time as per the course duration.

Revenue is measured based on the transaction price, which is the consideration, adjusted for revenue reduction due to sales returns. Reversal of revenue on account of sales returns is considered as variable consideration. The variable consideration is estimated at contract inception and constrained until it is highly probable that a significant revenue reversal in the amount of cumulative revenue recognised will not occur when the associated uncertainty with the variable consideration is subsequently resolved. Estimated revenue reduction is recognised for expected sales returns using most likely amount method.

Contract Balances:

Contract Liability:

A contract liability is the obligation to transfer goods or services to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Group transfers goods or services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the Group performs under the contract (i.e., transfers control of the related goods or services to the customer).



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Trade Receivable:

A trade receivable is recognised if an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due).

Other operating income represents income earned from the activities incidental to the business and is recognised when the performance obligation is satisfied and the right to receive the income is established as per the terms of the contract.

Government grants are accounted when there is reasonable assurance that the Group will comply with the conditions attached to them and where there is a reasonable assurance that the grant will be received. The Group receives grants related to income and the same is recognised in the Restated Consolidated Statement of Profit and Loss as "other operating income" (Revenue from Operation).

2.5 Other income

Interest income is accrued on a time basis by reference to the principal amount and the effective interest rate. Other items of income are accounted as and when the right to receive such income arises and it is probable that the economic benefits will flow to the Group and the amount of income can be measured reliably.

2.6 Inventories

Inventories are valued at the lower of cost and net realizable value. Cost of inventories comprises all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Net Realizable Value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

Costs incurred in bringing each product to its present location and condition are accounted for as follows:

Raw materials:

Cost includes purchase price, (excluding those subsequently recoverable by the enterprise from the concerned revenue authorities), freight inwards and other expenditure incurred in bringing such inventories to their present location and condition. Cost is determined on weighted average basis. Raw Materials are valued at lower of cost and net realisable value (NRV).

Finished Goods:

Cost includes cost of direct materials and labour and a proportion of manufacturing overheads based on the normal operating capacity. The same is valued at lower of cost and NRV. Cost of Finished goods includes cost of raw materials, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Cost of inventories is computed on weighted average basis.

Traded goods:

Cost includes purchase price, (excluding those subsequently recoverable by the enterprise from the concerned revenue authorities), freight inwards and other expenditure incurred in bringing such inventories to their present location and condition.

Provision for inventory:

Provision of obsolescence on inventories is considered on the basis of management's estimate based on demand and market of the inventories.

2.7 Property, Plant & Equipment

(a) Recognition and Measurement :

Property, Plant and Equipment are stated at cost, less accumulated depreciation and accumulated impairment loss, if any. Cost includes expenditures directly attributable to the acquisition of the asset. When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Subsequent expenditure relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Group and the cost of the item can be measured reliably.

The carrying amount of any component accounted for as a separate asset is derecognised when discarded/scrapped. All other repairs and maintenance costs are charged to profit and loss in the reporting period in which they occur.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in statement of profit or loss.

(b) Depreciation:

Depreciation is provided, under the Written down value (WDV) basis, pro-rata to the period of use, based on useful lives specified in Schedule II to the Companies Act, 2013.

The useful lives of the property, plant and equipment are as follows:

- a) Building - 60 years
- b) Computers - 3 to 6 years
- c) Furniture and fixtures - 10 years
- d) Office Equipments - 5 years
- e) Vehicles - 8 to 10 years
- f) Plant & Equipment - 13 to 15 years

2.8 Leases

The Group leases most of its office facilities under operating lease agreements that are renewable on a periodic basis at the option of the lessor and the lessee. The lease agreements contain rent escalation clauses.

The Group assesses whether a contract contains a lease at the inception of the contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Group assesses whether: (i) the contract involves the use of an identified asset, (ii) the Group has the right to obtain substantially all of the economic benefits from the use of the asset through the period of the lease and (iii) the Group has the right to direct the use of the asset.

At the date of commencement of the lease, the Group recognises a ROU asset and a corresponding lease liability for all lease arrangements under which it is a lessee, except for short-term leases and low value leases. ROU assets represent the Group's right to use an underlying asset for the lease term and lease liabilities represent the Group's obligation to make lease payments arising from the lease. The Group has elected not to apply the requirements of Ind AS 116 Leases to short-term leases of all assets that have a lease term of 12 months or less and leases for which the underlying asset is of low value. The lease payments associated with these leases are recognized as an expense on a straight-line basis over the lease term.



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The lease arrangements include options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities include these options when it is reasonably certain that they will be exercised.

The ROU assets are initially recognised at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs. They are subsequently measured at cost less accumulated depreciation and accumulated impairment losses.

ROU assets are depreciated from the date of commencement of the lease on a straight-line basis over the shorter of the lease term and the useful life of the underlying asset.

The lease liability is initially measured at amortised cost at the present value of the future lease payments. The Group uses its incremental borrowing rate (as the interest rate implicit in the lease is not readily determinable) based on the information available at the date of commencement of the lease in determining the present value of lease payments. The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made. Lease liabilities are remeasured with a corresponding adjustment to the related ROU asset if the Group changes its assessment as to whether it will exercise an extension or a termination option.

2.9 Investment Properties

Properties held to earn rentals are classified as investment property and are measured and reported at cost, including transaction costs, in accordance with the Group's accounting policy. Policies with respect to depreciation, useful life and derecognition are on the same basis as stated for 'Property, Plant & Equipment' above.

2.10 Employee benefits

Group's employee benefit obligations include short-term obligations, compensated absences and post-employment obligations which includes gratuity plan and contributions to provident fund.

(a) Short-Term Obligations

Liabilities for salaries, wages and bonus, that are expected to be settled wholly within 12 months after the end of the year in which the employees render the related service are recognised in respect of employees services up to the end of the reporting year and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

(b) Compensated Absences

The Group provides for the encashment of leave or leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits, for future encashment. The liability is provided based on number of days of unutilized leave at each balance sheet date based on an estimated basis for the period end and on an independent actuarial valuation under Projected Unit Cost method at the year end.

(c) Defined Benefit Plan

Employees are entitled to a defined benefit retirement plan (i.e. Gratuity) covering eligible employees of the Group. The plan provides for a lump-sum payment to eligible employees, at retirement, death, and incapacitation or on termination of employment, of an amount based on the respective employees' salary and tenure of employment. Vesting occurs upon completion of five years of service.

Gratuity liabilities are determined by actuarial valuation, performed by an independent actuary, at each reporting date using the projected unit credit method. The Group recognises the obligation of a defined benefit plan in its balance sheet as a liability in accordance with Ind AS 19 - "Employee Benefits." The discount rate is based on the government securities yield. Re-measurements, comprising actuarial gains and losses are recorded in other comprehensive income in the period in which they arise. Re-measurements recognised in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss. Past service cost is recognised in Restated Consolidated Statement of Profit and Loss in the period of plan amendment.

Costs comprising service cost (including current and past service cost and gains and losses on curtailments and settlements) and net interest expense or income is recognised in profit or loss.

(d) Defined Contribution Plans

The defined contribution plan is a post-employment benefit plan under which the Group contributes fixed contribution to a Government Administered Fund and will have no obligation to pay further contribution. The Group's defined contribution plan comprises of Provident Fund and Labour Welfare Fund. The Group's contribution to defined contribution plans are recognized in the Statement of Profit and Loss in the period in which the employee renders the related service.

2.11 Provisions and Expenses

A provision is recognised when the Group has a present legal or constructive obligation as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Provisions (excluding retirement benefits and compensated absences) are determined at present value based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date adjusted to reflect the current best estimates.

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

2.12 Financial Instruments

(a) Financial assets:

(i) Classification

The Group classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value through profit and loss, and
- those measured at amortised cost

The classification depends on the entity's business model for managing the financial assets and the contractual cash flow characteristics.



(ii) Initial Recognition

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. However trade receivables that do not contain a significant financing component are measured at transaction price.

(iii) Measurement

Subsequent to initial recognition, financial assets are measured as described below:

Cash and Cash Equivalents:

The Group's cash and cash equivalents consist of cash on hand and in banks and demand deposits with banks (three months or less from the date of acquisition). For the purposes of the cash flow statement, cash and cash equivalents include cash on hand, in banks and demand deposits with banks (three months or less from the date of acquisition), net of outstanding bank overdrafts that are repayable on demand and are considered part of the Group's cash management system. In the balance sheet, bank overdrafts are presented under borrowings within current liabilities.

Financial Assets carried at Amortised Cost:

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

Financial Assets at Fair Value through Other Comprehensive Income (FVOCI):

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Further, in cases where the Group has made an irrevocable election based on its business model, for its investments which are classified as equity instruments, the subsequent changes in fair value are recognized in other comprehensive income.

Financial Assets at Fair Value through Profit or Loss (FVTPL)

A financial asset which does not meet the amortized cost or FVOCI criteria is measured as FVTPL. Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses on re-measurement recognized in statement of profit or loss. The gain or loss on disposal and interest income earned on FVTPL is recognized.

(iv) Impairment of Financial Assets

The Group assesses at each date of balance sheet whether a financial asset or a group of financial assets is impaired. Ind AS 109 requires expected credit losses to be measured through a loss allowance.

In determining the allowances for doubtful trade receivables, the Group has used a practical expedient by computing the expected credit loss allowance for trade receivables based on a provision matrix. The provision matrix takes into account historical credit loss experience and is adjusted for forward looking information. The expected credit loss allowance is based on the ageing of the receivables that are due and rates used in the provision matrix. The application of simplified approach does not require the Group to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

For all other financial assets, expected credit losses are measured at an amount equal to the 12-month expected credit losses on a forward looking basis. However, if the credit risk on the financial instruments has increased significantly since the initial recognition, then the Group measures lifetime ECL.

The amount of ECL (or reversal) that is required to adjust the loss allowance at the reporting date is recognised as an impairment gain/loss under "Other Expenses" in the Restated Consolidated Statement of Profit and Loss.

(v) Derecognition of Financial Assets

The Group derecognises a financial asset when

- the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under IND AS 109.
- the Group retains contractual rights to receive the cash flows of the financial asset but assumes a contractual obligation to pay the cash flows to one or more recipients.

When the entity has neither transferred a financial asset nor retained substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Group has not retained control of the financial asset. Where the Group retains control of the financial asset, the asset is continued to be recognised to extent of continuing involvement in the financial asset.

(b) Financial Liabilities:

(i) Initial Recognition and Measurement

Financial liabilities are classified as financial liabilities at amortised cost. All financial liabilities are recognized initially at fair value, except in the case of borrowings which are recognised at fair value, net of directly attributable transaction costs. The Group's financial liabilities include trade and other payables, borrowings and lease liabilities.

(ii) Subsequent Measurement

After initial recognition, financial liabilities are subsequently measured at amortized cost using the effective interest method. For trade and other payables, the carrying amounts approximate fair value due to the short-term maturity of these instruments.



(iii) Derecognition

Financial liabilities are derecognised when the contractual obligations are discharged, cancelled or expired. The Group also derecognises financial liabilities when their terms are modified and the cash flows of the modified liabilities are substantially different, in which case new financial liabilities based on the modified terms are recognized at fair value.

2.13 Income Taxes

Income tax comprises of current tax and deferred tax.

(a) Current Tax

Current income tax for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities based on the taxable profit for the period. The tax rates and tax laws used to compute the amount are those that are enacted or substantially enacted by the reporting date and applicable for the period. The Group offsets current tax assets and current tax liabilities where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realise the asset and liability simultaneously.

(b) Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Restated Consolidated Balance Sheet and their tax bases. Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised for all deductible temporary differences and incurred tax losses to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill or initial recognition of assets and liabilities (other than in a business combination) in a transaction that affects neither the taxable profit nor the accounting profit.

The Group recognises deferred tax liabilities for all taxable temporary differences except those associated with the investments in subsidiaries where the timing of the reversal of the temporary difference can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

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

The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

2.14 Discontinued Operation

A discontinued operation is a component of the Group's business that represents a separate major line of business or geographical area of operations or is a subsidiary acquired exclusively with a view to resale, that has been disposed of, has been abandoned or that meets the criteria to be classified as held for sale.

The results of operations disposed during the year are included in the Restated Consolidated Statement of Profit and Loss up to the date of disposal.

Discontinued operations are presented in the Restated Consolidated Statement of Profit and Loss as a single line which comprises the post-tax profit or loss of the discontinued operation.

2.15 Asset held for Sale

The Group classifies a non-current asset (or disposal group) as held for sale if its carrying amount will be recovered principally through a sale transaction rather than through continuing use when the asset (or disposal group) is available for immediate sale in its present condition subject only to terms that are usual and customary for sales of such assets (or disposal groups) and its sale is highly probable. The Group measures a non-current asset (or disposal group) classified as held for sale at the lower of its carrying amount and fair value less costs to sell.

2.16 Foreign Currencies

The functional currency and presentation currency of the Group is Indian Rupee. Functional currency of the Group and foreign operations has been determined based on the primary economic environment in which the Group and its foreign operations operate considering the currency in which funds are generated, spent and retained.

Transactions in currencies other than the Group's functional currency are recorded on initial recognition using the exchange rate at the transaction date. At each Balance Sheet date, foreign currency monetary items are reported at the closing spot rate. Non-monetary items that are measured in terms of historical cost in foreign currency are not translated. Exchange differences that arise on settlement of monetary items or on reporting of monetary items at each Balance Sheet date at the closing spot rate are recognised in the Statement of Profit and Loss.

Financial statements of foreign operations whose functional currency is different than Indian Rupee are translated into Indian Rupee as follows:

- A. assets and liabilities are translated at the closing rate at the date of that Balance Sheet;
- B. income and expenses are translated at average exchange rate for the reporting period; and
- C. all resulting exchange differences are recognised in other comprehensive income and accumulated in equity as foreign currency translation reserve for subsequent reclassification to profit or loss on disposal of such foreign operations.

3 Recent Accounting Pronouncements:

The Ministry of Corporate Affairs has notified Companies (Indian Accounting Standards) Amendment Rules, 2023 dated 31 March 2023 to amend the following Ind AS which are effective for annual periods beginning on or after 1 April 2023. The Group applied for the first-time these amendments.

(a) Amendments to Ind AS 1 - Disclosure of Accounting Policies

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

The amendments have had no impact on the disclosures of accounting policies, but not on the measurement, recognition or presentation of any items in the consolidated financial statements.



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(b) Amendments to Ind AS 12 - Deferred Tax related to Assets and Liabilities arising from a Single Transaction

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

The Group previously recognised for deferred tax on leases on a net basis. As a result of these amendments, the Group has recognised a separate deferred tax asset in relation to its lease liabilities and a deferred tax liability in relation to its right-of-use assets. Since, these balances qualify for offset as per the requirements of paragraph 74 of Ind AS 12, there is no impact in the balance sheet. There was also no impact on the opening retained earnings as at 1 April 2022.

(c) Amendments to Ind AS 8 - Definition of Accounting Estimates

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



Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
Annexure VI Notes Forming part of the Restated Consolidated Financial Information
(All amounts are in INR million except per share data or as otherwise stated)

4 Property, Plant and Equipment

	Land	Buildings	Office Equipments	Furniture and Fittings	Computers	Plant & Machinery	Vehicles	Total
Gross Block								
Deemed Cost at 1 April 2021	94.93	33.84	4.51	26.88	1.47	191.57	5.79	358.99
Additions during the year	-	-	19.38	43.60	5.60	43.96	1.18	113.72
Disposals/Adjustments during the year	(94.93)	-	(0.84)	(1.76)	(1.02)	(20.91)	(0.10)	(119.56)
Foreign Exchange Translation Reserve	-	-	(0.00)	0.06	-	0.04	-	0.10
Balance as at 31 March 2022	-	33.84	23.05	68.78	6.05	214.66	6.87	353.25
Impact on account of different transition date of 01 April, 2022	-	(1.56)	(4.48)	(9.54)	(1.66)	(34.37)	(1.72)	(53.33)
Balance as at 01 April 2022 *	-	32.28	18.57	59.25	4.39	180.29	5.15	299.92
Additions during the year	-	-	3.70	7.00	11.39	64.93	1.74	88.76
Disposals/Adjustments during the year	-	-	(0.79)	(0.51)	(0.25)	(2.67)	(0.33)	(4.55)
Foreign Exchange Translation Reserve	-	-	0.00	0.15	(0.00)	0.13	-	0.28
Balance as at 31 March 2023	-	32.28	21.47	65.89	15.53	242.69	6.56	384.41
Additions during the year	-	-	3.67	3.67	20.84	111.91	-	140.09
Disposals/Adjustments during the year	-	-	(1.05)	(0.38)	(1.02)	(9.57)	(0.12)	(12.14)
Reclassified to Non-Current Assets held for Sale	-	-	(0.06)	(0.72)	(0.17)	-	-	(0.95)
Foreign Exchange Translation Reserve	-	-	0.01	0.02	0.00	0.05	-	0.08
Balance as at 31 March 2024	-	32.28	24.05	68.48	35.18	345.08	6.44	511.49
Accumulated Depreciation								
Balance as at 1 April 2021	-	-	-	-	-	-	-	-
Depreciation charge for the year	-	1.56	4.48	9.54	1.66	34.37	1.72	53.33
Disposals/Adjustments for the year	-	-	-	-	-	-	-	-
Balance as at 31 March 2022	-	1.56	4.48	9.54	1.66	34.37	1.72	53.34
Impact on account of different transition date of 01 April, 2022	-	(1.56)	(4.48)	(9.54)	(1.66)	(34.37)	(1.72)	(53.34)
Balance as at 01 April 2022	-	-	-	-	-	-	-	-
Depreciation charge for the year	-	1.49	8.92	15.60	6.48	37.52	1.87	71.87
Disposals/Adjustments for the year	-	-	-	-	-	(0.10)	-	(0.10)
Balance as at 31 March 2023	-	1.49	8.92	15.60	6.48	37.42	1.87	71.77
Depreciation charge for the year	-	1.42	6.19	13.69	8.85	43.99	1.39	75.54
Disposals/Adjustments for the year	-	-	-	(0.00)	-	0.07	-	0.07
Reclassified to Non-Current Assets held for Sale	-	-	(0.01)	(0.12)	(0.02)	-	-	(0.15)
Balance as at 31 March 2024	-	2.90	15.12	29.18	15.30	81.48	3.26	147.23
Net Block								
Balance as at 1 April 2021	94.93	33.84	4.51	26.88	1.47	191.57	5.79	358.99
Balance as at 31 March 2022	-	32.28	18.57	59.24	4.39	180.29	5.15	299.92
Balance as at 31 March 2023	-	30.80	12.55	50.29	9.06	205.27	4.68	312.64
Balance as at 31 March 2024	-	29.38	8.93	39.31	19.88	263.60	3.17	364.26

Notes:

- The Group has elected to continue with the carrying value of its Property, Plant or Equipment recognised as of 01 April, 2022 (transition date) measured as per the Previous GAAP and used that carrying value as its deemed cost as on the transition date as per Para D7AA of Ind AS 101 'First-time Adoption of Indian Accounting Standards'.
- Property, plant and equipment have been pledged against secured term loan and cash credit facility (Refer note no.21).



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
Annexure VI Notes forming part of the Restated Consolidated Financial Information
(All amounts are in INR million except per share data or as otherwise stated)

5 Right of Use Assets

	Business premises	Total
Gross Block		
As at 01 April 2021	102.00	102.00
Additions during the year	14.68	14.68
Disposals/Adjustments during the year	-	-
Foreign exchange translation reserve	-	-
Balance as at 31 March 2022	116.68	116.68
Impact on account of different transition date of 01 April, 2022 (refer Annexure VI B (ii))	6.20	6.20
Balance as at 01 April 2022	122.88	122.88
Additions during the year	16.32	16.32
Disposals/ Adjustments during the year	(4.65)	(4.65)
Foreign Exchange Translation Reserve	-	-
Balance as at 31 March 2023	134.55	134.55
Additions during the year	43.85	43.85
Disposals/ Adjustments during the year	-	-
Foreign exchange translation reserve	(0.02)	(0.02)
Balance as at 31 March 2024	178.38	178.38
Accumulated Amortisation		
Balance as at 1 April 2021		
Amortisation charge for the year	29.81	29.81
Disposals/ Adjustments for the year	-	-
Balance as at 31 March 2022	29.81	29.81
Amortisation charge for the year	36.35	36.35
Disposals/ Adjustments for the year	(0.48)	(0.48)
Balance as at 31 March 2023	65.68	65.68
Amortisation charge for the year	40.54	40.54
Disposals/ Adjustments for the year	-	-
Balance as at 31 March 2024	106.22	106.21
Net Block		
Balance as at 01 April 2021	102.00	102.00
Balance as at 31 March 2022	86.87	86.87
Balance as at 31 March 2023	68.87	68.87
Balance as at 31 March 2024	72.16	72.16



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
Annexure VI Notes Forming part of the Restated Consolidated Financial Information
(All amounts are in INR million except per share data or as otherwise stated)

6 Investment property

	Building	Total
Gross Block		
Deemed Cost at 1 April 2021	8.47	8.47
Additions during the year	-	-
Disposals/ Adjustments during the year	-	-
Balance as at 31 March 2022	8.47	8.47
Impact on account of different transition date of 01 April, 2022	(0.34)	(0.34)
Balance as at 01 April 2022*	8.13	8.13
Additions during the year	-	-
Disposals/ Adjustments during the year	-	-
Balance as at 31 March 2023	8.13	8.13
Additions during the year	-	-
Disposals/ Adjustments during the year	-	-
Balance as at 31 March 2024	8.13	8.13
Accumulated Depreciation		
Depreciation charge for the year	0.34	0.34
Disposals/Adjustments for the year	-	-
Balance as at 31 March 2022	0.34	0.34
Impact on account of different transition date of 01 April, 2022	(0.34)	(0.34)
Balance as at 01 April 2022	-	-
Depreciation charge for the year	0.33	0.33
Disposals/Adjustments for the year	-	-
Balance as at 31 March 2023	0.33	0.33
Depreciation charge for the year	0.31	0.31
Disposals/Adjustments for the year	-	-
Balance as at 31 March 2024	0.64	0.64
Net Block		
Balance as at 1 April 2021	8.47	8.47
Balance as at 31 March 2022	8.13	8.13
Balance as at 31 March 2023	7.80	7.80
Balance as at 31 March 2024	7.49	7.49

*The Group has elected to continue with the carrying value of its Investment property recognised as of 01 April, 2022 (transition date) measured as per the Previous GAAP and used that carrying value as its deemed cost as on the transition date as per Para D7AA of Ind AS 101 'First-time Adoption of Indian Accounting Standards'.

Information regarding income and expenditure of Investment properties

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Rental income derived from investment properties	8.06	7.21	2.49
Direct operating expenses (including repairs and maintenance) generating rental income	(0.58)	(0.45)	(0.43)
Profit arising from investment properties before depreciation and indirect expenses	7.48	6.76	2.06
Less - Depreciation	(0.31)	(0.33)	(0.34)
Profit arising from investment properties before indirect expenses	7.16	6.43	1.72
Less - Indirect expenses	-	-	-
Profit from investment properties	7.16	6.43	1.72

- The Entity's investment properties consist of commercial properties in India given on lease for a period of 1-5 years.
- The Entity has no restrictions on the realisability of its investment properties and no contractual obligations to purchase, construct or develop investment properties or for repairs, maintenance and enhancements.



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
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7 Goodwill

The Group's subsidiary, Laxmi Dental Lab USA Inc., conducted an impairment assessment as of 31 March 2022. As a result, goodwill amounting to INR. 27.57 million, related to certain business divisions (Demar Dental Labs & Samuel Fields Dental Labs), was impaired on account of reduction in operations caused by the loss of its customers. Further, the Group carried out impairment of goodwill on consolidation of INR 66.30 million, due to recurring losses up to March 2022. Goodwill on consolidation was created on consolidation of acquired subsidiary Signature Smiles Dental Clinic Private Limited. The above impairment charge has been recognized as an exceptional item in the statement of profit and loss. Please refer to Note 38 for more details on exceptional items.



Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited),
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(All amounts are in INR million except per share data or as otherwise stated)

8 Intangible Assets

	Software	Total
Gross Block		
Balance as at 1 April 2021	1.15	1.15
Additions during the year	2.25	2.25
Disposals/ Adjustments during the year	(0.07)	(0.07)
Balance as at 31 March 2022	3.32	3.32
Impact on account of different transition date of 01 April, 2022	(0.49)	(0.49)
Balance as at 01 April 2022	2.83	2.83
Additions during the year	10.45	10.45
Disposals/ Adjustments during the year	(0.49)	(0.49)
Balance as at 31 March 2023	12.79	12.79
Additions during the year	7.80	7.80
Disposals/ Adjustments during the year	(0.00)	(0.00)
Balance as at 31 March 2024	20.59	20.59
Accumulated Amortisation		
As at 1 April 2021		
Amortisation charge for the year	0.49	0.49
Disposals/ Adjustments for the year	-	-
Balance as at 31 March 2022	0.49	0.49
Impact on account of different transition date of 01 April, 2022	(0.49)	(0.49)
Balance as at 01 April 2022	-	-
Amortisation charge for the year	1.38	1.38
Disposals/ Adjustments for the year	(0.00)	(0.00)
Balance as at 31 March 2023	1.38	1.38
Amortisation charge for the year	2.97	2.97
Disposals/ Adjustments for the year	-	-
Balance as at 31 March 2024	4.35	4.35
Net Block		
Balance as at 1 April 2021	1.15	1.15
Balance as at 31 March 2022	2.83	2.83
Balance as at 31 March 2023	11.41	11.41
Balance as at 31 March 2024	16.24	16.24

The Group has elected to continue with the carrying value of its Intangible Assets recognised as of April 1, 2022 (transition date) measured as per the Previous GAAP and used that carrying value as its deemed cost as on the transition date as per Para D7AA of Ind AS 101 'First-time Adoption of Indian Accounting Standards'.



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
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9 Investments in joint ventures and associates

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
	Amount	Amount	Amount
Investment in Associates:			
67,217 (31st March 2023: 67,217 and 31st March 2022: 65,850) equity shares of ECG Plus Technologies Private Limited (Face value INR 10 each)	5.05	5.05	1.55
Less: Provision for Impairment	(5.05)	(5.05)	(1.55)
	-	-	-
Investment in Joint Venture:			
Kids-e-Dental LLP(refer note no 45(b)(3))	96.35	7.48	1.46
Total	96.35	7.48	1.46



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
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(All amounts are in INR million except per share data or as otherwise stated)

10 Other Financial Assets

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Unsecured, considered good			
Loan and advances	5.97	6.25	6.32
Fixed deposits with maturity of more than 12 months	13.45	13.30	14.86
Security deposits	6.17	5.24	4.11
Total	25.59	24.79	25.29

11 Income tax assets (net)

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Advance income tax including Tax deducted at source, net of provision for tax	0.31	3.71	3.07
Total	0.31	3.71	3.07

12 Inventories

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Finished Goods- Trading (at cost or net realisable value, whichever is lower)			
Stock in transit (mainly at cost)	29.58	46.44	66.14
Raw material (mainly at cost)	8.40	2.59	9.14
Semi finished goods (mainly at cost)	155.05	148.98	169.65
Stock in Trade (at cost or net realisable value, whichever is lower)	14.56	12.65	-
Store and spares parts including packing material (mainly at cost)	33.43	27.02	45.53
Total	247.21	242.26	295.00

13 Trade Receivables

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Unsecured - Considered Good			
Trade Receivables	307.49	255.70	255.10
Less: Impairment allowance	(58.49)	(51.49)	(51.45)
Total	249.00	204.21	203.65

Ageing schedule of Trade receivables:

As at 31 March 2024	Outstanding from the due date of payment						Total
	Not due	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
Undisputed trade receivables - considered good	130.83	123.98	16.02	16.17	3.49	1.50	291.99
Undisputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed trade receivables - credit impaired	-	-	-	-	-	-	-
Disputed trade receivables - which have significant increase in credit risk	-	0.30	0.04	15.16	-	-	15.50
Disputed trade receivables - credit impaired	-	-	-	-	-	-	-
Less: Impairment allowance	-	-	-	-	-	-	(58.49)
Total	130.83	124.28	16.06	31.33	3.49	1.50	249.00

As at 31 March 2023	Outstanding from the due date of payment						Total
	Not due	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
Undisputed trade receivables - considered good	123.45	77.47	0.64	30.16	1.67	1.72	235.11
Undisputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed trade receivables - credit impaired	-	-	-	-	-	-	-
Disputed trade receivables - which have significant increase in credit risk	-	3.59	1.74	15.26	-	-	20.59
Disputed trade receivables - credit impaired	-	-	-	-	-	-	-
Less: Impairment allowance	-	-	-	-	-	-	(51.49)
Total	123.45	81.06	2.38	45.42	1.67	1.72	204.21

As at 31 March 2022	Outstanding from the due date of payment						Total
	Not due	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
Undisputed trade receivables - considered good	111.85	81.15	13.46	8.71	8.01	5.58	228.76
Undisputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed trade receivables - credit impaired	-	-	-	-	-	-	-
Disputed trade receivables - which have significant increase in credit risk	-	10.74	5.22	10.38	-	-	26.34
Disputed trade receivables - credit impaired	-	-	-	-	-	-	-
Less: Impairment allowance	-	-	-	-	-	-	(51.45)
Total	111.85	91.89	18.68	19.09	8.01	5.58	203.65



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14 Cash and cash equivalents

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Cash on hand	2.10	0.76	0.44
Balances with banks :			
- in Current accounts	4.88	8.82	9.74
- Fixed deposits with maturity of less than 3 months	-	-	0.33
Total	6.98	9.58	10.51

15 Other bank balances

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Deposits with original maturity for more than 3 months but less than 12 months	2.75	6.22	3.82
Total	2.75	6.22	3.82

16 Loans

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Unsecured, considered good:			
To Related parties			
Loans (Refer note 48)	0.36	0.12	3.37
To Others			
Loans to employees	2.17	1.21	2.93
Loans to others	-	1.90	-
Total	2.53	3.23	6.30

17 Other financial assets

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Unsecured, considered good			
Receivable for sale of land	-	-	31.00
Security Deposits	8.20	4.99	6.56
Rent receivable	0.02	-	0.04
Other Receivables	6.01	4.40	2.36
Total	14.23	9.39	39.96

18 Other current assets

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Unsecured, considered good			
Prepaid expenses	11.70	11.76	6.03
Advance to suppliers	31.22	15.10	18.11
Advance to staff	0.13	0.19	0.03
Advances to other parties	-	1.48	2.16
Balance with government authorities	75.46	28.08	7.32
Export Incentive	-	0.15	5.67
Total	118.50	56.76	39.32



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
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19 Equity share capital

Authorised Share Capital
Equity Shares

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
2,460,000 (March 31, 2023 : 2,460,000 & March 31, 2022 : 2,460,000) Equity shares of INR 10/- each	24.60	24.60	24.60
Total	24.60	24.60	24.60

Preference Shares

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
300,000 (March 31, 2023 : 300,000 & March 31, 2022 : 300,000) Compulsorily Convertible	120.00	120.00	120.00
Total	120.00	120.00	120.00
Total Authorized share capital	144.60	144.60	144.60

Issued, subscribed and fully paid up capital
Equity Shares

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
307,914 (March 31, 2023 : 307,914 & March 31, 2022 : 307,914) Equity Shares of INR 10/- each	3.08	3.08	3.08
Total	3.08	3.08	3.08

Equity component of convertible preference shares

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
290,597 (March 31, 2023 : 290,597 & March 31, 2022 : 290,597) Compulsorily Convertible Preference Shares of INR 400/- each	116.24	116.24	116.24
Total	116.24	116.24	116.24
paid up capital	119.32	119.32	119.32

A Equity Shares

(i) Reconciliation of equity shares outstanding at the beginning and at the end of the year

	As at 31 March 2024		As at 31 March 2023		As at 31 March 2022	
	Number of shares	Amount	Number of shares	Amount	Number of shares	Amount
Outstanding at the beginning of the year	307,914	3.08	307,914	3.08	307,914	3.08
Add: Issued during the year	-	-	-	-	-	-
Less: Shares bought back	-	-	-	-	-	-
Outstanding at the end of the year	307,914	3.08	307,914	3.08	307,914	3.08

(ii) Rights, preferences and restrictions attached to the equity shares:

The Company has only one class of equity shares having par value of Rs.10 per share. Each shareholder is entitled to one vote per share held. The company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

During the year ended 31st March 2024, the amount of per share dividend recognized as distributions to equity shareholders was Nil (previous year: Nil).

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.

(iii) Details of equity shares held by shareholders holding more than 5% of the aggregate equity shares in the Company

Name of shareholder	As at 31 March 2024		As at 31 March 2023		As at 31 March 2022	
	Number of shares	% of holding	Number of shares	% of holding	Number of shares	% of holding
Equity shares of INR 10 each fully paid up						
Mr. Rajesh Khakhar	105,457	34.25%	105,457	34.25%	105,457	34.25%
Mr. Sameer Merchant	101,117	32.84%	101,117	32.84%	66,457	21.58%
Ms. Jigna Khakhar	52,020	16.89%	52,020	16.89%	52,020	16.89%
Ms. Alka Merchant	-	0.00%	-	0.00%	34,660	11.26%
Total	258,594	83.98%	258,594	83.98%	258,594	83.98%

Note:

As per records of the Company, including its register of shareholders/ members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

(iv) Subsequent to 31 March 2024, the Board of Directors passed a resolution at its meeting held on 4 June 2024 approving the sub-division of each equity share of face value of INR 10 each fully paid up into face value of INR 2 each fully paid up. Also, the members in its Extra Ordinary General meeting dated 7 June 2024 have approved increase in the authorised equity share capital from INR 24.60 million divided into 2.46 million equity shares of INR 10 each to INR 130 million divided into 13 million equity shares of INR 10 each. Further, the Board of Directors have also passed a resolution and approved the issue of bonus equity shares in its meeting which was further approved by shareholder in the meeting held on 30 May 2024 in the ratio of 1 equity shares of INR 2 each for every 17 equity share of INR 2 each by capitalization of such sum standing to the credit of free reserves of the Group.

(v) The Company has not bought back any shares during the period of five years immediately preceding the current year end.



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19 Equity share capital
Authorised Share Capital

(vi) Details of Shares held by Promoters at the end of the year

	As at 31 March 2024		
	Number of shares	% of holding	% Change during the year
Mr. Rajesh Khakhar	105,457	34.25%	0.00%
Mr. Sameer Merchant	101,117	32.84%	0.00%
	206,574	67.09%	0.00%

	As at 31 March 2023		
	Number of shares	% of holding	% Change during the year
Mr. Rajesh Khakhar	105,457	34.25%	0.00%
Mr. Sameer Merchant	101,117	32.84%	52.15%
	206,574	67.09%	52.15%

	As at 31 March 2022		
	Number of shares	% of holding	% Change during the year
Mr. Rajesh Khakhar	105,457	34.25%	0.00%
Mr. Sameer Merchant	66,457	21.58%	0.00%
	171,914	55.83%	0.00%

B Preference shares

(i) Reconciliation of equity shares outstanding at the beginning and at the end of the year

	As at 31 March 2024		As at 31 March 2023		As at 31 March 2022	
	Number of shares	Amount	Number of shares	Amount	Number of shares	Amount
Outstanding at the beginning of the year	290,597	116.24	290,597	116.24	290,597	116.24
Outstanding at the end of the year	290,597	116.24	290,597	116.24	290,597	116.24

(ii) Rights, preferences and restrictions attached to the equity shares:

- Each shareholder is eligible to vote in the ratio of their shareholding. The holders of CCPS shall be entitled to vote on all such matters which affect their rights directly or indirectly.
- The Investor Shares shall rank senior to the preference shares and other instruments that are outstanding and which may be issued by the Company from time to time in all respects including but not limited to voting rights, dividends and liquidation/ liquidity preference and bonus issuances. The holders of Series A CCPS shall be entitled to all superior rights or other rights that may be given to any other investor, if any, in the future.
- The Series A CCPS shall carry a pre-determined cumulative dividend rate of 0.0001% (zero point zero zero zero one per cent) per annum. In addition to the same, if the holders of Equity Shares are paid dividend in excess of 0.0001% (zero point zero zero zero one per cent) per annum, the holders of the Series A CCPS shall be entitled to dividend at such higher rate.
- The holder of the Series A CCPS shall have the right to be first paid, in priority to the other Shareholders and all other classes of preference shareholders, any declared but accrued and unpaid dividends.
- The holders of Investor CCPS shall, at any time prior to 19 (nineteen) years from the date of issuance of the same, be entitled to call upon the Company to convert all or any of the Investor CCPS and if not converted earlier, shall automatically convert into Equity Shares at the fixed conversion rate (1:0.9147), (i) on latest permissible date prior to the issue of Shares to the public in connection with the occurrence of a Public Offer under Applicable Law, or (ii) on the day following the completion of 19 (nineteen) years from the date of issuance of the same.

(iii) Details of equity shares held by shareholders holding more than 5% of the aggregate equity shares in the Company

Name of shareholder	As at 31 March 2024		As at 31 March 2023		As at 31 March 2022	
	Number of shares	% of holding	Number of shares	% of holding	Number of shares	% of holding
Preference shares of INR 400 each fully paid up						
Orbimed Asia II Mauritius Investments Limited	290,597	100.00%	290,597	100.00%	290,597	100.00%
Total	290,597	100.00%	290,597	100.00%	290,597	100.00%

Note:

As per records of the Company, including its register of shareholders/ members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
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20 Other Equity

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Equity Component of Compulsory Convertible Preference Shares (refer note 19- B)	116.24	116.24	116.24
General Reserve	17.00	17.00	17.00
Securities Premium	521.88	521.88	521.88
Retained earnings	(232.04)	(480.53)	(449.99)
Foreign Currency Translation Reserve	(1.51)	0.25	2.44
Total	421.57	174.84	207.57

(A) General Reserve

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Balance at the beginning of the year	17.00	17.00	17.00
Add : Shares issued during the year	-	-	-
Less : Transaction costs on shares issued	-	-	-
Balance at the end of the year	17.00	17.00	17.00

(B) Securities Premium

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Balance at the beginning of the year	521.88	521.88	521.88
Add : Shares issued during the year	-	-	-
Less : Transaction costs on shares issued	-	-	-
Balance at the end of the year	521.88	521.88	521.88

(C) Retained Earnings

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Balance at the beginning of the year	(480.52)	(449.99)	(275.80)
Add : Impact on account of different transition date	-	6.20	-
Contribution	-	-	-
Withdrawal	-	-	-
Add : Profit/(loss) for the year	247.78	(39.73)	(183.65)
Add : Other comprehensive income recognised directly in retained earnings	0.70	2.98	9.46
Balance at the end of the year	(232.04)	(480.53)	(449.99)

(D) Foreign Currency Translation Reserve

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Balance at the beginning of the year	0.25	2.44	2.01
Add : Addition during the year	(1.76)	(2.19)	0.43
Balance at the end of the year	(1.51)	0.25	2.44

Nature and purpose of various items in other equity:

Equity component of compulsory convertible preference shares - The compulsory convertible preference shares have been classified as equity in accordance with Ind AS 32 'Financial Instruments: Presentation' (Refer note 19 (B)).

Retained Earnings - Retained earnings comprises of prior years and current year's undistributed earnings/accumulated losses after tax.

General reserve - There was no movement in general reserves.

General Reserve represents accumulated profits and is created by transfer of profits from Retained Earnings and it is not an item of Other Comprehensive Income and the same shall not be subsequently reclassified to Statement of Profit and Loss.

Securities premium - There was no movement in securities premium. Securities premium is used to record the premium on issue of shares. Security premium can to be utilized in accordance with Companies Act 2013.

Foreign Currency Translation Reserve - This reserves is used to record exchange differences arising on translation of financial statements of foreign subsidiary of Group ,i.e., Laxmi Dental Lab USA Inc.



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21 Borrowings

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
(A) Non-Current Borrowing			
(i) Secured			
(I) Term loans			
- From Banks	18.14	77.57	103.06
- From NBFC	88.06	-	-
Total	106.20	77.57	103.06
(ii) Unsecured			
(I) Term loans			
- From Banks	-	0.00	0.75
(II) From Related Parties	45.20	35.45	-
Total	45.20	35.45	0.75
Total of Non-Current Borrowing (A)	151.40	113.02	103.81
(B) Current Borrowing			
(i) Secured			
(I) Bank Overdraft	168.82	119.94	151.70
(ii) Term loans			
- Current maturities of long term borrowings (refer note 21.1)	31.41	39.79	36.24
(iii) Working capital demand loans	60.00	40.00	-
Total	260.23	199.73	187.94
(ii) Unsecured			
(i) Overdraft & Cash Credit	-	-	1.55
(ii) Term loans			
- Current maturities of long term borrowings (refer note 21.1)	-	-	3.03
(iii) From Related Parties	0.12	1.07	-
(iv) From others	8.50	-	-
Total	8.62	1.64	4.58
Total of Current Borrowing (B)	268.85	201.37	192.53
Total Borrowings (A+B)	420.25	314.39	296.34

Notes:

21.1 Current maturities of long term borrowings

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Secured			
(A) Term Loan			
- From Banks	17.78	39.79	36.24
- From NBFC	13.63	-	-
Total of Secured Term Loans (A)	31.41	39.79	36.24
Unsecured			
(A) Term Loan			
- From Banks	-	0.75	2.45
(B) From Related Parties	8.50	-	-
(C) From others	-	0.57	-
Total of Unsecured Term Loans (B)	8.50	1.31	2.45
Total (A+B)	39.91	41.10	38.69

21.2 Non-current Borrowings

Name of Lender	Type	Note	Term of Repayment	Rate of interest p.a.	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Indusind Bank - Term Loan	Secured	a(i)	24 monthly instalment of 0.87 millions each from 07 November 2016 to 07 October 2018, 85 monthly instalments (including 6 months moratorium period from 07 March 2020 to 07 August 2020) of 0.84 million each from 07 November 2018 to 07 November 2025 and 1 instalment of 0.54 millions on 07 December 2025.	10.75%	-	23.94	31.20
Indusind Bank - Term Loan	Secured	a(ii)	207 Monthly instalment of 0.24 millions each from 07 November 2021 to 07 November 2038 and 1 instalment of 0.05 on 07 December 2028.	Spread rate 4% Repo rate 4.75%	-	22.59	23.17
Indusind Bank - Term Loan	Secured	a(iii)	11 monthly instalment of 0.06 millions each from 07 November 2021 to 07 September 2022 and 36 monthly instalment of 0.26 millions each from 07 October 2022 to 07 September 2025.	Spread rate 1% * EBLR 7.75%	-	7.11	8.35
Tata Capital Financial Services Ltd - Term Loan	Secured	a(iv)	71 Monthly instalment of 2.09 millions each from 15 November 2023 to 15 September 2029 and 1 instalment of 2.13 millions on 15 October 2029.	11.35%	101.69	-	-
ICICI Bank - Term Loan	Secured	a(v)	60 Monthly instalment of 0.70 millions each from 30 September 2019 to 30 August 2024.	Spread rate 1.6% * MCLR 8.65%	7.05	15.46	23.88
Standard Chartered Term Loan	Secured	a(vi)	180 Monthly instalment of 0.15 millions each from 10 May 2022 to 10 April 2037.	Spread rate 3.25% Repo rate 4%	15.18	15.46	-
ICICI Yesadent LC - Term Loan	Secured	a(vii)	20 Quarterly instalment of 0.57 millions from 31 March 2021 to 31 December 2025.	15% - 65**	3.93	6.18	8.43
ICICI Bank Limited (Vehicle loan)	Secured	a(viii)	60 Monthly instalment of 0.03 millions each from 01 November 2021 to 01 October 2026.	7.60%	0.76	1.01	1.25



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
Annexure VI Notes Forming part of the Restated Consolidated Financial Information
(All amounts are in INR million except per share data or as otherwise stated)

Name of Lender	Type	Note	Term of Repayment	Rate of Interest p.a.	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
ICICI Bank Limited (Vehicle Loan)	Secured	a(v)	3 instalment moratorium, 61 Monthly instalment of 0.12 millions each from 15 March 2020 to 15 June 2025 and 1 instalment of 0.09 million on 15 July 2025.	9.00%	1.83	3.10	4.25
ICICI Bank limited (Vehicle loan)	Secured	a(vii)	60 Monthly instalment of 0.03 millions each from 07 May 2022 to 07 April 2027.	8.25%	0.89	1.13	-
Yes Bank (Vehicle loan)	Secured		42 monthly instalment of 0.01 million each from 15 November 2018 to 15 April 2022	10.75%	-	-	0.00
ICICI bank limited - Cash credit facility	Secured	f(i)	Loan repayable on demand	Spread rate 4% Repo rate 5.50%	137.16	112.89	144.70
ICICI Bank (OD)	Secured	d(iii)	Loan repayable on demand	6.50%	5.97	7.05	7.01
ICICI bank limited - Pawning Credit in Foreign Currency Loan	Secured	a(xii)	Loan repayable on demand	Spread rate 3.75% Repo rate 5.50%	-	-	2.28
ICICI Bank limited (Emergency Credit Line guarantee scheme)	Secured	b(i)	48 Monthly instalment of 1.26 millions each from 30 September 2021 to 30 August 2025.	Spread rate 0.55% EBLR 7.70% BLR 22.92%	6.29	21.39	36.50
Caprivi Finance Pvt. Ltd. (Working capital demand loan)	Secured	e(i)	12 Months	10.54%	20.00	-	-
ICICI bank limited (Working capital demand loan)	Secured	e(ii)	Loan repayable on demand	Spread rate 4% Repo rate 6.50%	40.00	40.00	-
ICICI Bank Ltd	Secured	d(ii)	Loan repayable on demand	Spread rate 4% Repo rate 6.5%	25.69	-	-
IDFC First Bank - Term Loan	Unsecured	c(i)	18 Monthly instalment of 0.24 millions each from 02 January 2022 to 02 June 2023.	16.00%	-	0.75	3.39
TATA Capital Financial Services Ltd. - Dropline over draft	Unsecured	g(i)	36 Months	15.50%	-	-	1.55
Loan from Fund Box (OD)	Unsecured		12 Weekly instalment of 3.01 millions each from 01 February 2024 to 01 May 2024.	14.74%	-	0.57	-
Amrish Desai	Unsecured	h(i)	Loan repayable on demand	10.50%	1.64	1.75	-
Rajesh Khakhar	Unsecured	h(ii)	Loan repayable on demand	10.50%	26.56	25.70	-
Hasmukh Bhakhar	Unsecured	h(iii)	Loan repayable on demand	10.50%	6.00	6.00	-
Sameer Merchant	Unsecured	h(iv)	Loan repayable on demand	10.50%	11.00	2.00	-
Sajaj finance	Unsecured		36 monthly instalment from 02 January 2022 to 02 December 2024	15.50%	-	-	0.00
Sameer Merchant	Unsecured	h(vii)	Loan repayable on demand	-	8.50	-	-
ICICI Bank (ECLGS)	Unsecured		4 (four) years from the June 5, 2020 of disbursement.	7.70%	0.12	0.32	0.39
Total					420.25	314.38	296.35

21.3 Non-current Borrowings

a. Secured Term Loans

- Term loan from bank as on 31 March 2023 amounting to INR 23.94 millions (31 March 2022: INR 31.20 millions) was taken from Indusind bank limited which is secured against the property of the Company situated at office no 103 on 1st floor, Wing C in the building known as Akruvi Arcade C.H.S. limited, Andheri(west), Mumbai-400053.
 - Term loan from bank as on 31 March 2023 amounting to INR 22.59 millions (31 March 2022: INR 23.17 millions) was taken from Indusind bank limited which is secured against the property of the Company situated at office no 103 on 1st floor, Wing C in the building known as Akruvi Arcade C.H.S. limited, Andheri(west), Mumbai-400053.
 - Term loan from bank as on 31 March 2023 amounting to INR 7.11 millions (31 March 2022: INR 8.25 millions) was taken from Indusind bank limited which is secured against the property of the Company situated at office no 103 on 1st floor, Wing C in the building known as Akruvi Arcade C.H.S. limited, Andheri(west), Mumbai-400053.
 - On 23 October 2023, the Company has repaid the entire outstanding term loans of Indusind Bank before maturity. Accordingly, the gain on extinguishment of financial liability has been recorded in profit and loss account.
 - Car loan from bank as on 31 March 2024 amounting to INR 0.76 millions (31 March 2023: INR 1.01 millions) was taken Vehicle Loan from ICICI bank limited. The loan is secured by hypothecation of the said vehicle.
 - Car loan from bank as on 31 March 2023 amounting to INR 1.83 millions (31 March 2022: INR 3.10 millions) was taken Vehicle Loan from ICICI bank limited. The loan is secured by hypothecation of the said vehicle.
 - Car loan from bank as on 31 March 2024 amounting to INR 0.89 millions (31 March 2023: INR 1.13 millions) was taken Vehicle Loan from ICICI bank limited. The loan is secured by hypothecation of the said vehicle.
 - Term loan from NBFC as on 31 March 2024 amounting to INR 101.69 millions was taken from Tata capital financial services limited which is secured against the following properties:
 - Industrial gala No 202 and part of Industrial gala No 203 on second floor in the building known as Shreyas Industrial Estate situated at Off link road, Andheri(west) Mumbai-400053 owned by Mr. Parth Rajesh Khakhar, Mr. Kunal Kamlesh Merchant and Mrs. Bhavi Sameer Merchant.
 - Part of Industrial gala No 203 on second floor in the building known as Shreyas Industrial Estate situated at Off link road, Andheri(west) Mumbai-400053 owned by Mr. Parth Rajesh Khakhar, Mr. Kunal Kamlesh Merchant and Mrs. Bhavi Sameer Merchant.
 - Office no 103 on 1st floor, Wing C in the building known as Akruvi Arcade C.H.S. limited, Andheri(west), Mumbai-400053.
 - Term loan from bank as on 31 March 2024 amounting to INR 7.05 millions (31 March 2023: INR 15.46 millions) was taken from ICICI bank which is secured against the following:
 - Survey No 18, Chodbunder, Bhayander (E), Thane, MAHARASHTRA, India, 401107
 - Current Assets of Company with the Personal Guarantee of 1) Jigna Khakhar, 2) Rajesh Khakhar, 3) Sameer Merchant
 - Term loan from bank as on 31 March 2023 amounting to INR 15.16 millions (31 March 2023: 15.46 millions) was taken from standard chartered bank against the security of property of Director situated at Flat No 88, Tarapore garden C/5, Off New Link Road, Chhivara, Andheri West Mumbai - 400053.
 - Term loan from bank as on 31 March 2024 amounting to INR 3.93 millions (31 March 2023: INR 6.18 millions) was taken from ICICI bank which is secured against the following:
 - Gala No 105/106/107 Shreyas Industrial Estate, off link road, Andheri West, Mumbai - 400053
 - 410/411, 4th floor, Akruvi arcade, Opp A.H Wadia School, Mumbai, Maharashtra, India, 400053
 - 61-609, 6th floor, Akruvi arcade, Opp A.H Wadia School, Mumbai, Maharashtra, India, 400053
 - Survey No 18, Chodbunder, Bhayander (E), Thane, MAHARASHTRA, India, 401107
 - Current Assets of Company with the Personal Guarantee of 1) Jigna Khakhar, 2) Rajesh Khakhar, 3) Sameer Merchant
 - Corporate Guarantee of ASY Properties LLP
 - Term loan from bank on 31 March 2022 amounting to INR 2.28 millions was taken from ICICI bank limited which is secured against the following:
 - Gala No 105/106/107 Shreyas Industrial Estate, off link road, Andheri West, Mumbai - 400053
 - 410/411, 4th floor, Akruvi arcade, Opp A.H Wadia School, Mumbai, Maharashtra, India, 400053
 - 61-609, 6th floor, Akruvi arcade, Opp A.H Wadia School, Mumbai, Maharashtra, India, 400053
 - Survey No 18, Chodbunder, Bhayander (E), Thane, MAHARASHTRA, India, 401107
 - Current Assets of Company with the Personal Guarantee of 1) Jigna Khakhar, 2) Rajesh Khakhar, 3) Sameer Merchant
 - Corporate Guarantee of ASY Properties LLP
- b. Secured Emergency credit line (ECLGS)
- ECLGS Term Loan as on 31 March 2024 amounting to INR 6.22 millions (31 March 2023: INR 21.39 millions) was taken from ICICI Bank Limited which is secured against the existing securities created in favor of ICICI bank limited.
- c. Unsecured Term Loans
- Term loan from bank as on 31 March 2023 amounting to INR 0.75 million (31 March 2022: INR 3.39 millions) taken from IDFC first Bank



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
Annexure VI Notes Forming part of the Restated Consolidated Financial Information
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21.4 Current Borrowings

d. Overdraft facility (Secured)

- (i) Overdraft from bank as on 31 March 2024 amounting to INR 25.96 millions was taken from ICICI bank against the security of property and current assets of the Company having exclusive charge of bank over the same.
(ii) Secured against hypothecation of the company's entire stock of raw materials, semi-finished and finished goods, consumable stores and such other movables including book-debts and receivables in favor of the Bank Unconditional and Irrevocable personal guarantee of Mr. Rajesh Khakhar and Mr. Sameer Merchant (KMPs)

e. Working Capital demand loan (Secured)

- (i) Working capital demand loan from NBFC as on 31 March 2024 amounting to INR 20 millions was taken from Capsave Finance Private limited secured against * NACH mandate and 3 * UDC for an amount equal to sanction amount, 10% cash collateral in form of non-interest bearing security deposit and personal guarantee of Mr. Rajesh Khakhar and Mr. Sameer Merchant.
(ii) Working capital demand loan from bank on 31 March 2024 amounting to INR 40 millions (31 March 2023: 40 millions) was taken from ICICI bank limited which is secured against the following:
-Gala No 105/106/107 Shreyas Industrial Estate, off link road, Andheri West, Mumbai - 400053
-410/411, 4th floor, Akrut arcade, Opp A H Wadia School, Mumbai, Maharashtra, India, 400053
-401-409, 6th floor, Akrut arcade, Opp A H Wadia School, Mumbai, Maharashtra, India, 400053
-Survey No 18, Ghodbunder, Bhayander (E), Thane, MAHARASHTRA, India, 401107
-Current Assets of Company with the Personal Guarantee of 1) Jigna Khakhar, 2) Rajesh Khakhar, 3) Sameer Merchant
-Corporate Guarantee of ASV Properties LLP

f. Cash Credit facility (Secured)

- (i) Cash Credit from bank as on 31 March 2024 amounting to INR 137.16 millions (31 March 2023: INR 112.89 millions and 31 March 2022 : INR 144.69 millions) was taken from ICICI bank limited which is secured against the following:
-Gala No 105/106/107 Shreyas Industrial Estate, off link road, Andheri West, Mumbai - 400053
-410/411, 4th floor, Akrut arcade, Opp A H Wadia School, Mumbai, Maharashtra, India, 400053
-401-409, 6th floor, Akrut arcade, Opp A H Wadia School, Mumbai, Maharashtra, India, 400053
-Survey No 18, Ghodbunder, Bhayander (E), Thane, MAHARASHTRA, India, 401107
-Current Assets of Company with the Personal Guarantee of 1) Jigna Khakhar, 2) Rajesh Khakhar, 3) Sameer Merchant
-Corporate Guarantee of ASV Properties LLP

g. Overdraft facility (Unsecured)

- (i) Overdraft from NBFC as on 31 March 2022 amounting to INR 1.55 millions taken from tata capital finance service limited.

h. Unsecured loan from related parties

- (i) Loan from director as on 31 March 2024 amounting to:
-Amrith Desai INR 1.54 millions (31 March 2023: INR 1.75 millions)
-Rajesh Khakhar INR 26.54 millions (31 March 2023: INR 25.70 millions)
-Hasmukh Khakhar INR 6.00 millions (31 March 2023: INR 6.00 millions)
-Sameer Merchant INR 11.00 millions (31 March 2023: INR 2.00 millions)
(ii) Loan from Kios-dental as on 31 March 2024 amounting to INR 1 million.
(iii) Loan from Sameer Merchant (director) as on 31 March 2024 amounting to INR 8.5 millions.

* PCFC - Pre - Shipment Credit In Foreign Currency
ECLGS - Emergency Credit Line Guarantee Scheme
NACH - National Automated Clearing House
UDC - Undated Cheque
EBLR - External Benchmark Lending Rate
MCLR - Marginal Cost of Funds Based Lending Rate
BLR - Base Lending Rate

** Range is at decreasing rate as per sanction letter.

22 Other financial liabilities

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Security Deposits	8.08	9.54	11.54
Total	8.08	9.54	11.54

23 Provisions

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Non-Current			
Provision for employee benefits (Refer note 43)			
- Gratuity	32.67	30.50	26.71
- Compensated absences	2.69	4.15	0.02
Total (A)	35.36	34.65	26.73
Current			
Provision for employee benefits (Refer note 43)			
- Gratuity	4.60	0.07	0.05
- Compensated absences	1.80	1.72	3.44
Total (B)	6.40	1.79	3.49
Total (A+B)	41.76	35.83	30.22

24 Trade Payables

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Total outstanding dues of Micro and Small Enterprises	25.19	16.33	21.10
Total outstanding dues of creditors other than Micro and Small Enterprises	132.88	208.75	245.33
Total	158.07	225.08	266.43

24.1 The information required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 (herein after referred to as "MSMED Act, 2006") has been determined to the extent such parties have been identified on the basis of information available with the Group. The same has been relied upon by the auditors. The amount of principal and interest outstanding during the year is given below :

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
a) The principal amount and the interest due			
- Principal amount due to micro and small enterprises	24.86	15.90	20.28
- Interest due on above	0.33	0.43	0.82
b) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year	-	-	-
c) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006	-	-	-
d) The amount of interest accrued and remaining unpaid at the end of each accounting year	0.33	0.43	0.82
e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006.	-	-	-



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24.2 Ageing schedule as at 31 March 2024

	Outstanding for following period from the date of payment						
	Unbilled	Not due	Less than a year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed -MSME	-	1.61	23.55	0.03	-	-	25.19
(ii) Undisputed -Others	16.15	31.06	82.73	2.15	0.35	0.44	132.88
(iii) Disputed dues- MSME	-	-	-	-	-	-	-
(iv) Disputed dues- Others	-	-	-	-	-	-	-
Total	16.15	32.67	106.28	2.18	0.35	0.44	158.07

Ageing schedule as at 31 March 2023

	Outstanding for following period from the date of payment						
	Unbilled	Not due	Less than a year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed -MSME	-	1.52	14.44	0.37	-	-	16.33
(ii) Undisputed -Others	8.04	27.93	144.01	1.21	13.32	14.25	208.75
(iii) Disputed dues- MSME	-	-	-	-	-	-	-
(iv) Disputed dues- Others	-	-	-	-	-	-	-
Total	8.04	29.45	158.45	1.58	13.32	14.25	225.08

Ageing schedule as at 31 March 2022

	Outstanding for following period from the date of payment						
	Unbilled	Not due	Less than a year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed -MSME	-	0.65	19.12	0.19	1.14	-	21.10
(ii) Undisputed -Others	26.75	25.04	142.87	32.13	17.69	0.65	245.33
(iii) Disputed dues- MSME	-	-	-	-	-	-	-
(iv) Disputed dues- Others	-	-	-	-	-	-	-
Total	26.75	25.69	161.99	32.32	19.03	0.65	266.43

25 Other financial liabilities

	As at		
	31 March 2024	31 March 2023	31 March 2022
Interest accrued but not due on borrowings	0.74	0.34	0.44
Employee benefit payable	57.77	45.88	39.65
Payable to joint venture (Refer note no 45)	40.80	4.51	-
Payable to Non-controlling interest (Refer note no 45)	7.62	4.80	1.35
Total	106.93	55.53	41.44

26 Other current liabilities

	As at		
	31 March 2024	31 March 2023	31 March 2022
Contract liabilities*	75.11	52.98	54.31
Statutory dues payable	32.51	8.99	7.24
Total	108.62	61.97	61.58

27 Current tax liabilities (net)

	As at		
	31 March 2024	31 March 2023	31 March 2022
Income tax liability (net of advance tax and tax deducted at source)	3.96	-	-
Total	3.96	-	-



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28 Leases

The Group has lease contracts for Office Premises used in its operations. Lease terms generally ranges between 1 and 5 years.

The Group assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

A Lease liabilities

Set out below are the carrying amounts of lease liabilities and the movement during the year:

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Balance at the beginning of the year	72.72	90.49	98.93
Additions during the year	42.51	15.86	14.10
Cash outflows:			
Principal payment of lease liabilities	(37.68)	(29.45)	(22.54)
Interest payment on lease liabilities	(7.98)	(8.65)	(9.41)
Non-cash adjustments:			
Disposals / Adjustments during the year	-	(4.17)	-
Interest accrued	7.98	8.65	9.41
Balance at the end of the year	77.55	72.72	90.49

B The following is the break-up of Lease Liability as at reporting date:

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Current	43.72	32.03	28.43
Non-current	33.80	40.69	62.06
Total	77.52	72.72	90.49

C The Undiscounted lease liabilities of continuing operations by maturity are as follows

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Less than one year	50.91	37.71	30.72
One to five years	35.02	43.48	69.96
After five years	-	-	-
Total	85.93	81.19	100.69

D Lease Expenses recognised in statement of Profit and Loss not included in the measurement of lease liabilities :

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Expense relating to short-term leases (included in other expenses) refer note 37	10.40	23.68	20.60
Total	10.40	23.68	20.60



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29 Revenue from operations

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Sales & services:			
- Dental Products and Related Services	1,850.48	1,531.96	1,273.55
- Dental Clinical Services	64.02	57.45	21.23
Sub Total	1,914.50	1,589.41	1,294.78
Other operating income:			
Government Grants:			
-Export Incentive	-	1.58	10.58
-Duty drawback	0.16	0.48	0.23
Covid-19 subsidy	-	-	25.40
Miscellaneous income	20.89	24.84	37.43
Sub Total	21.05	26.90	73.65
Total	1,935.55	1,616.31	1,368.43

A Disaggregation of revenue

In the following table, revenue is disaggregated by type of business and the geography.

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
(A) Based on nature of business:			
- Laboratory Offerings	1,239.59	1,055.10	932.13
- Aligners Solutions	538.44	350.63	229.71
- Dental Clinical Services	64.02	57.45	21.23
- Course Fees	12.56	17.83	8.31
- Technology Solutions	0.22	0.21	-
- Distribution Business	59.67	108.19	103.40
Total	1,914.50	1,589.41	1,294.78
(B) Based on geographical markets			
- India	1,291.58	1,088.20	754.61
- USA	371.68	295.34	367.23
- UK	137.48	115.96	81.15
- Others	113.76	89.91	91.79
Total	1,914.50	1,589.41	1,294.78

B Contract Balances

The following table provides information about receivables and contract liabilities from contracts with customers. There are no contract assets.

	Year ended 31 March 2024	Year ended 31 March 2023	For the year ended 31 March 2022
Trade Receivables (Refer note no 13)	249.00	204.21	203.65
Contract Liabilities (Refer note no 26)			
-Advance billings	41.75	32.22	38.79
-Payment in advance of goods	33.36	20.76	15.52

C Reconciliation of revenue recognised vis-à-vis contracted price

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Revenue as per contracted price	1,914.50	1,589.41	1,294.78
Adjustments	-	-	-
Total	1,914.50	1,589.41	1,294.78

30 Other Income

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Interest income	1.70	1.72	2.54
Rental income	8.06	7.21	2.49
Foreign exchange gain	5.71	12.90	5.40
Gain on sale of Property, Plant & Equipment	0.86	-	-
Others	0.76	0.30	1.84
Total	17.09	22.13	12.27



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31 Cost of raw materials consumed

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Opening inventory	152.45	173.72	153.71
Add: Purchases	474.57	285.40	326.56
	627.02	459.12	480.27
Less: Inventories written off	0.85	0.39	0.18
Less: Inventory at the end of the year	161.99	152.45	173.72
Total	464.18	306.28	306.37

32 Purchase of stock-in-trade

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Traded goods	38.35	100.70	100.58
Total	38.35	100.70	100.58

Purchase includes custom duty of INR 36.82 (FY 23 : INR 27.60; FY 22 : INR 27.61)

33 Changes in inventory of finished goods

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Decrease / (Increase) in Stocks			
Closing stock*	85.21	67.57	78.56
Less:- Opening stock	67.57	78.56	68.17
Total	(17.64)	10.99	(10.39)

*Closing stock include stock in transit INR 8.40 millions (FY 2022-23 INR 2.59 millions and FY 2021-22 INR 9.14 millions)

34 Employee benefits expense

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Salaries, wages, bonus and other benefits	647.74	595.89	480.09
Contribution to provident and other funds	25.64	21.70	18.13
Gratuity expense	7.80	6.76	8.07
Staff welfare expense	33.93	29.02	24.49
Total	715.11	653.37	530.78

35 Finance cost

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Interest on borrowings from banks	36.57	31.07	25.63
Interest on borrowings from others	0.02	0.17	0.11
Interest on borrowings from related parties	4.97	1.05	0.52
Interest on lease liabilities	7.99	8.65	9.41
Total	49.54	40.94	35.67

36 Depreciation and amortisation expenses

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Depreciation of property, plant and equipment (Refer note 4)	75.54	71.87	53.34
Amortisation of right-of-use assets (Refer note 5)	40.54	36.36	29.81
Depreciation of investment property (Refer note 6)	0.31	0.33	0.34
Amortisation of intangible assets (Refer note 8)	2.97	1.38	0.49
Total	119.36	109.94	83.99



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37 Other expenses

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Freight charges	36.97	29.01	50.17
Bank charges	5.90	3.71	5.13
Office expenses	9.71	8.15	6.22
Commission	9.94	3.89	3.88
Power and fuel expense	34.32	29.49	27.43
Credit card processing charges	5.04	5.44	2.18
Audit Fees	3.15	0.70	0.61
Business promotion expenses	93.97	99.78	26.48
Rent expenses	10.40	23.68	20.60
Insurance charges	4.44	3.31	3.23
Electricity and water	8.65	4.35	1.68
Telephone expenses	7.02	6.20	5.52
Insurance charges	0.13	0.12	0.11
Subscription fees	0.50	1.35	0.76
Software Expenses	7.97	6.57	4.34
Legal and professional charges	81.02	76.47	60.28
Travel and conveyance	40.94	37.17	33.39
Repair & maintenance	22.08	20.45	20.15
Inventory Written off	1.65	0.51	0.18
Printing & stationary	6.38	7.89	7.96
Subcontract charges	38.53	24.64	32.46
Dentist Professional - Contractual	-	8.24	3.65
Dental Laboratory Cost	0.40	0.39	-
Courier charges	24.65	20.39	18.96
Recruitment Charges	1.06	1.98	0.78
Rates and taxes	9.74	5.76	5.90
Impairment allowance of expected credit loss	15.70	12.73	19.19
Intangible/Property, plant and equipment written off	3.00	0.14	7.22
Security Charges	3.75	3.36	3.36
Miscellaneous expense	10.64	9.45	15.16
Total	497.65	455.33	386.96

37.1 Payment to Auditors

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
As Auditor			
Statutory Audit Fees	3.04	0.56	0.49
Tax Audit Fees	0.11	0.15	0.12
Total	3.15	0.70	0.61

38 Exceptional items

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Loss on dissolution of a subsidiary (refer Note a below)	0.85	-	-
Impairment of goodwill (refer note 7)	-	-	93.87
Impairment of Investment in Associate (refer note 45)	-	3.50	-
Total	0.85	3.50	93.87

- (a) The Group has received consideration INR 0.05 millions against the dissolution of subsidiary Techlab Consulting LLP accordingly, the Group has recognised the loss of INR 0.85. Techlab Consulting LLP has been dissolved as on 31 March 2024.



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39 Tax Expense

(A) Income tax expense:

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Current tax			
Continuing Operations	17.85	1.96	-
Adjustment of tax relating to earlier year			
Continuing Operations	(0.14)	0.04	14.51
Deferred tax			
Continuing Operations	(111.88)	(0.12)	9.20
Income tax expense reported in the statement of profit or loss	(94.17)	1.88	23.71

(B) Income tax gain charged to Other Comprehensive Income (OCI)

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Items that will not be reclassified to statement of profit or loss			
Remeasurement of net defined benefit liability	(0.78)	(0.06)	-
Income tax charged to OCI	(0.78)	(0.06)	-

(C) Reconciliation of estimated income tax to income tax expense

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Profit before tax	85.25	(42.60)	(147.08)
Enacted income tax rate applicable to the Company	27.82%	27.82%	27.82%
Income tax expense at above rate	23.72	(11.85)	(40.92)
Losses on which deferred taxes not recognised	-	(1.34)	24.66
Non-deductible expenses for tax purposes	1.97	-	-
Brought Forward Business loss set off	(10.26)	-	-
Brought Unabsorbed Depreciation set off	(3.63)	-	-
Deferred tax on Unabsorbed depreciation	(58.55)	-	-
Deferred tax relating to previous years	(42.35)	-	-
Losses on which deferred tax not recognised	-	-	0.56
Items subject to differential tax rate	(5.88)	0.11	1.13
Tax on distributed earning relating to subsidiaries and joint ventures	(0.03)	(0.04)	18.44
Tax effect of current year losses on which no deferred tax asset is recognized	3.70	13.25	6.74
Adjustment of tax related to earlier year (Current Tax)	(0.14)	0.04	14.51
Others	(2.48)	15.07	(1.43)
Income tax expense	(94.17)	1.87	23.70

(D) Deferred Tax Assets (net)

The Group has recognized deferred tax on temporary deductible difference which are probable to be available against future taxable profits.

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Deferred tax assets	125.19	3.43	1.35
Deferred tax liability	12.57	1.90	-
Deferred tax assets (net)	112.62	1.53	1.35

(E) Movement in deferred tax assets/ (liabilities)

Particulars	As at 31 March 2023	(Charged) / Credited in Profit & Loss	Credited to OCI	As at 31 March 2024
(i) Deferred tax assets in relation to:				
Gratuity	0.26	10.03	(0.78)	9.52
Leave encashment	0.06	1.08	-	1.14
Lease Liability	2.06	11.71	-	13.78
Impairment allowance (ECL)	0.02	10.49	-	10.51
Borrowings	-	(0.41)	-	(0.41)
Unabsorbed depreciation	-	58.55	-	58.55
Difference in carrying amount of Property, Plant and Equipment as per books of account and tax books	0.98	24.45	-	25.42
Other intangible assets	-	(1.02)	-	(1.02)
Security deposits	0.05	0.31	-	0.36
MAT credit	-	7.36	-	7.36
Total of deferred tax assets	3.43	122.54	(0.78)	125.19
(ii) Deferred tax liabilities in relation to:				
Right-of-use assets	(1.90)	(10.67)	-	(12.57)
Total of deferred tax liabilities	(1.90)	(10.67)	-	(12.57)
Deferred tax asset (net)	1.52	111.88	(0.78)	112.62



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
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Particulars	As at 31 March 2022	As at 31 March 2022	(Charged) / Credited in Profit & Loss	Credited to OCI	As at 31 March 2023
(i) Deferred tax assets in relation to:					
Gratuity	0.23		(0.03)	0.06	0.26
Leave encashment	0.03		0.03	-	0.06
Revenue recognition	-		-	-	-
Lease Liability	0.29		1.78	-	2.06
Impairment allowance (ECL)	-		0.02	-	0.02
Employee Stock Compensation Expense	-		-	-	-
Borrowings	-		-	-	-
Security deposits	(0.01)		0.06	-	0.05
Excess provision made	-		-	-	-
Difference in carrying amount of Property, Plant and Equipment as per books of account and tax books	1.09		(0.12)	-	0.98
Total of deferred tax assets	1.63		1.74	0.06	3.43
(ii) Deferred tax liabilities in relation to:					
Right-of-use assets	(0.28)		(1.62)	-	(1.90)
Total of deferred tax liabilities	(0.28)		(1.62)	-	(1.90)
Deferred tax asset (net)	1.35		0.12	0.06	1.52

Particulars	As at 1 April 2021	As at 31 March 2022	(Charged) / Credited in Profit & Loss	Credited to OCI	As at 31 March 2022
(i) Deferred tax assets in relation to:					
Gratuity	-		0.23	-	0.23
Leave encashment	-		0.03	-	0.03
Lease Liability	-		0.29	-	0.29
Security deposits	-		(0.01)	-	(0.01)
Difference in carrying amount of Property, Plant and Equipment as per books of account and tax books	10.55		(9.45)	-	1.09
Total of deferred tax assets	10.55		(8.92)	-	1.63
(ii) Deferred tax liabilities in relation to:					
Right-of-use assets	-		(0.28)	-	(0.28)
Total of deferred tax liabilities	-		(0.28)	-	(0.28)
Deferred tax asset (net)	10.55		(9.20)	-	1.35




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40 Earnings per share (EPS)

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Basic earnings / (loss) per share			
Restated Profit / (Loss) for the year (from continued operations) (A)	263.78	(36.57)	(169.14)
Restated Loss for the year (from discontinued operations) (B)	(16.00)	(3.16)	(14.51)
Weighted Average Number of equity shares at the beginning of the year	573,719	573,719	573,719
Add: Split of shares subsequent to period end considered for calculation of earnings per share for current period and previous years (Note 1)	2,294,876	2,294,876	2,294,876
Add: Bonus shares issued subsequent to period end considered for calculation of earnings per share for current period and previous years (Note 2)	48,766,115	48,766,115	48,766,115
Weighted Average Number of equity shares at the end of the year (Note 3)(C)	51,634,710	51,634,710	51,634,710
Basic earnings / (loss) per share from continued operations in INR (D=A/C)	5.11	(0.71)	(3.28)
Basic loss per share from discontinued operations in INR (D=B/C)	(0.31)	(0.06)	(0.28)
Basic earnings / (loss) per share from continued operations and discontinued operations in INR (D=A+B/C)	4.80	(0.77)	(3.56)
Diluted earnings per share			
Restated Profit / (Loss) for the year (from continued operations) (A)	263.78	(36.57)	(169.14)
Restated Loss for the year (from discontinued operations) (B)	(16.00)	(3.16)	(14.51)
Weighted Average Number of equity shares at the end of the year (Note 1)(C)	51,634,710	51,634,710	51,634,710
Diluted earnings / (loss) per share from continued operations in INR (D=A/C)	5.11	(0.71)	(3.28)
Diluted loss per share from discontinued operations in INR (D=B/C)	(0.31)	(0.06)	(0.28)
Diluted earnings / (loss) per share from continued operations and discontinued operations in INR (D=A+B/C)	4.80	(0.77)	(3.56)

Note:

- Subsequent to 31 March 2024, the Board of Directors at their meeting held on 4 June 2024 approved the sub-division of each equity share of face value of INR 10 each fully paid up into face value of INR 2 each fully paid up.
- Further, the Board of Directors have also approved the issue of bonus equity shares in its meeting held on 4 June 2024 in the ratio of 1 equity shares of INR 2 each for every 17 equity share of INR 2 each by capitalization of such sum standing to the credit of free reserves of the Group.
- Weighted average number of equity shares includes 2,90,597 Compulsorily Convertible Preference Shares (CCPS) convertible in the ratio of 1:0.9147 i.e. 2,65,805 equity shares. Each CCPS is a compulsorily and fully convertible preference share, convertible into Equity Shares, as per the terms and conditions as laid out in agreement with CCPS holder. Therefore, CCPS were classified in accordance with Ind AS 32 as equity.



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41 Disclosure pursuant to Ind AS 105 "Non-current Assets Held for Sale and Discontinued Operations"

- a The Group's has a business division in USA, i.e., "Alvy Dental Supply" which is primarily engaged in the business of Dental Laboratories, Dental Consumables and Dental Machinery. The same has been classified as "Held for Sale" as per Ind AS 105. This business division was loss making and therefore management decided to sell this business division in November 2023. The management was actively seeking potential buyer since then. The Group entered into a Contract For Sale of Business dated 16 August, 2024 to sell this business division. As on 31 March, 2024, the assets and liabilities in this division are classified as "Held for Sale".

"Alvy Dental Supply" business division represents the separate major line of business of the Group as per Ind AS 105 - "Non-current assets held for sale and discontinued operations". Accordingly, it has been treated as discontinued operations and accounted for in accordance with the stipulations of Ind AS 105. The corresponding numbers in the Restated Consolidated Financial Information for the previous years have been presented as if these operations were discontinued in the prior years as well.

- b The Group has following assets and liabilities recognized as held for sale:

	As at 31 March 2024
Non-current	
Property, Plant and Equipment	0.79
Current assets	
Inventories	16.73
Financial Assets	
- Trade Receivables	19.35
- Cash and Cash Equivalents	1.89
- Loans	11.05
Assets classified as held for sale	49.81
Current liabilities	
Financial Liabilities	
Borrowings	3.63
Trade payables	10.35
Other current liabilities	1.14
Liabilities classified as held for sale	15.12

- c Loss from Discontinued Operations:

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Revenue from operations	86.75	105.50	103.79
Expenses other than finance costs	100.36	108.66	118.30
Finance costs	2.39	-	-
Loss before tax	(16.00)	(3.16)	(14.51)
Tax (expense)/credit	-	-	-
Loss after tax	(16.00)	(3.16)	(14.51)
Other Comprehensive loss		(3.16)	
Items that will be reclassified subsequently to profit & loss			
Exchange differences in translating the financial statements of foreign operations	(0.74)	(2.42)	(1.82)
Other comprehensive loss for the year (net of tax)	(0.74)	(2.42)	(1.82)
Total comprehensive loss for the year	(16.74)	(5.58)	(16.33)

- d Cash flows from Discontinued Operations

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Net cash inflow from operating activities	1.75	0.42	2.41
Net cash outflow from investing activities	(0.53)	(0.16)	(0.07)
Net cash inflow/(outflow) from financing activities	0.20	-	(2.23)
Net increase in cash generated from discontinued operations	1.42	0.26	0.11



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42 Non Controlling Interest of Bizdent Devices Private Limited

Pursuant to agreement dated 8 July 2021, the company entered into agreement with two investors to issue 10% shareholding (no of equity share 2,23,334) of Bizdent Devices Private Limited. This transaction resulted cash inflow from issue of shares of subsidiary to non-controlling interest amounting to INR 15 million (face value of INR 10 per share, issued at premium of INR 57.17).

43 Employee Benefits Obligations

(I) Defined contributions plans -Provident fund and others

The Group makes contribution towards employees' Provident Fund and other defined contribution plans. Under the schemes, the Group is required to contribute a specified percentage of payroll cost, as specified in the rules of the schemes, to these defined contribution schemes.

a) During the year the Group has recognized the following amounts in the Statement of profit and loss:

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Provident Fund (incl. admin charges)	18.66	15.70	12.93
Labour Welfare Fund	0.09	0.08	0.10
Total	18.75	15.78	13.03

(II) Derived Benefit plans

(A) Gratuity

The Group offers to its employees partially funded defined-benefit plan in the form of a gratuity scheme. Benefits under the unfunded defined-benefit plans are based on years of service and the employees' compensation (immediately before retirement). Benefits payable to eligible employees of the Group with respect to gratuity, a defined benefit plan is accounted for on the basis of an actuarial valuation as at the balance sheet date.

a) This plan typically exposes the Group to actuarial risks such as: interest rate risk, longevity risk and salary risk.

Interest Risk

A fall in the discount rate which is linked to the G.Sec. Rate will increase the present value of the liability requiring higher provision.

Mortality Risk

Since the benefits under the plan is not payable for life time and payable till retirement age only, plan does not have any longevity risk.

Salary Risk

The present value of the defined benefit plan liability is calculated by reference to the future salaries of members. As such, an increase in the salary of the members more than assumed level will increase the plan's liability.

Asset Liability Matching Risk

The plan faces the ALM risk as to the matching cash flow. entity has to manage pay-out based on pay as you go basis from own funds.

a) Statement of Assets and Liabilities:

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Changes in the Present Value of Obligation			
Present value of obligation as at the beginning of the year	34.24	31.28	32.69
Current service cost	5.58	4.94	6.29
Interest cost	2.61	2.25	2.22
Benefits paid	(0.49)	(0.94)	(0.42)
Re-measurement (or actuarial) (gain) / loss arising from:			
- change in demographic assumptions	(4.74)	0.00	-
- change in financial assumptions	6.79	(0.84)	(0.95)
- experience variance (i.e. actual experiences vs assumptions)	(3.08)	(2.45)	(8.55)
Present value of obligation as at the end of the year	40.91	34.24	31.28

Bifurcation of present value of obligation at the end of the year

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Classification of provisions			
Current	4.60	0.07	0.05
Non current	32.67	30.50	26.71
Amounts recognized in balance sheet	37.27	30.57	26.76

b) Statement of Profit and Loss:

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Expenses recognised in the Statement of Profit and Loss			
Current service cost	5.58	4.94	6.29
Net interest cost	2.34	1.93	1.92
Total expenses recognised in the Statement of Profit and Loss	7.92	6.87	8.22
(Gain)/Loss recognised in the Other Comprehensive Income			
Re-measurement (or actuarial) (gain) / loss arising from:			
- change in demographic assumptions	(4.74)	0.00	-
- change in financial assumptions	6.79	(0.84)	(0.95)
- experience variance (i.e. actual experiences vs assumptions)	(3.08)	(2.45)	(8.55)
- return on plan assets (excluding Interest)	(0.11)	0.23	0.04
Components of defined benefit income recognised in Other Comprehensive Income	(1.14)	(3.06)	(9.46)

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Change in Fair value of Plan Assets during the Period			
Fair value of Plan Assets, Beginning of Period	3.67	4.52	4.52



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Interest Income Plan Assets	0.27	0.32	0.30
Actuarial Gains/(Losses)	0.11	(0.23)	(0.04)
Benefits Paid from Fund	(0.41)	(0.94)	(0.25)
Fair value of Plan Assets, End of Period	<u>3.64</u>	<u>3.67</u>	<u>4.52</u>



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c) The principal assumptions used in determining gratuity for the Group's plans are shown below:

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Discount rate	7.09%	7.31% - 7.37%	6.98% - 7.48%
Salary growth rate	5% - 10%	7.00%	7.00%
Age of retirement	58 years	58 years	58 years
Attrition / Withdrawal rates, based on age: (per annum)	15% - 30%	10.00%	10.00%
Mortality (table)	IALM (2012-14) Ultimate	IALM (2012-14) Ultimate	IALM (2012-14) Ultimate

The discount rate assumed for current and previous year, is determined by reference to market yield at the Balance sheet date on government bonds. The estimate of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

d) Maturity Profile of Defined Benefit Obligation

	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2022
Projected benefits payable in future years from the date of reporting			
1st Following Year	8.53	3.38	3.39
2nd Following Year	6.75	3.25	2.82
3rd Following Year	6.19	3.13	2.90
4th Following Year	5.94	3.39	2.79
5th Following Year	4.82	3.98	3.01
Sum of 6 to 10 years	14.83	15.07	14.15
More than 10 years			

e) Sensitivity Analysis:

Significant actuarial assumptions for the determination of the defined benefit obligation (DBO) are discount rate, salary growth rate, attrition rate and mortality. The sensitivity analysis below have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The results of the sensitivity analysis is given below:

	Sensitivity Level	Year ended 31 March 2024		Year ended 31 March 2023	
		Decrease	Increase	Decrease	Increase
Discount rate	1% Increase/ Decrease	1.52	(1.38)	2.72	(2.51)
Salary growth rate	1% Increase/ Decrease	(1.58)	1.70	(2.66)	2.94
Withdrawal rate	1% Increase/ Decrease	0.13	(0.13)	(0.05)	0.03
Attrition rate	1% Increase/ Decrease	-	-	0.04	(0.04)

	Sensitivity Level	For the year ended 31 March 2022	
		Decrease	Increase
Discount rate	1% Increase/ Decrease	2.51	(2.18)
Salary growth rate	1% Increase/ Decrease	(2.27)	2.54
Withdrawal rate	1% Increase/ Decrease	0.01	(0.02)
Attrition rate	1% Increase/ Decrease	-	-

The sensitivity analysis have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

The sensitivity analysis presented above may not be representative of the actual change in the Defined Benefit Obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the Defined Benefit Obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same method as applied in calculating the Defined Benefit Obligation as recognised in the balance sheet. The sensitivity analysis presented above may not be representative of the actual change in the Defined Benefit Obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

There was no change in the methods and assumptions used in preparing the sensitivity analysis from prior years.

(B) Compensated absences

The obligation for compensated absences as at year end amounts to INR 4.46 million (31 March 2023: INR 5.24 million & 31 March 2022: INR 3.45 million).



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44. Additional Information required under Schedule III to the Companies Act, 2013 of entities consolidated as Subsidiaries

Name of the entity in the group	Net assets (total assets minus total liabilities)		Share in profit or (loss)		Share in other comprehensive income		Share in total comprehensive income	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated other comprehensive income	Amount	As % of consolidated total comprehensive income	Amount
Parent								
Laxmi Dental Export Private Limited								
31 March 2024	119.29%	531.69	54.07%	136.41	(274.37%)	3.84	55.90%	140.26
31 March 2023	200.91%	391.42	(13.47%)	5.61	357.50%	2.91	(20.87%)	8.52
31 March 2022	164.21%	376.76	39.11%	(73.06)	94.52%	9.35	36.01%	(63.71)
Indian Subsidiaries								
Bizdent devices Private Limited								
31 March 2024	15.61%	69.60	19.78%	49.90	218.65%	(3.06)	18.67%	46.83
31 March 2023	9.01%	17.56	(5.33%)	2.22	6.99%	0.06	(5.57%)	2.27
31 March 2022	6.51%	14.93	2.49%	(4.66)	0.00%	-	2.63%	(4.66)
Rich Smile Design LLP								
31 March 2024	0.94%	4.18	(0.33%)	(0.84)	(1.23%)	0.02	(0.33%)	(0.82)
31 March 2023	2.85%	5.56	4.98%	(2.07)	0.61%	0.01	5.07%	(2.07)
31 March 2022	(0.32%)	(0.74)	0.72%	(1.34)	0.00%	-	0.76%	(1.34)
Signature Smiles Dental Clinic Pvt. Ltd.								
31 March 2024	(0.68%)	(3.05)	1.49%	3.77	6.79%	(0.10)	1.46%	3.67
31 March 2023	(3.68%)	(7.17)	0.54%	(0.22)	1.31%	0.01	0.52%	(0.21)
31 March 2022	(3.02%)	(6.93)	2.74%	(5.13)	0.99%	0.10	2.84%	(5.03)
Techlab Consulting LLP								
31 March 2024	0.00%	-	(0.45%)	(1.14)	0.00%	-	(0.46%)	(1.14)
31 March 2023	(0.05%)	(0.10)	2.38%	(0.99)	0.00%	-	2.43%	(0.99)
31 March 2022	0.00%	-	0.00%	-	0.00%	-	0.00%	-
Foreign Subsidiaries								
Laxmi Dental Lab USA Inc								
31 March 2024	(22.02%)	(98.14)	(11.62%)	(29.31)	125.67%	(1.76)	(12.39%)	(31.08)
31 March 2023	(34.55%)	(67.31)	121.13%	(50.43)	(267.68%)	(2.18)	128.88%	(52.61)
31 March 2022	(6.34%)	(14.54)	16.96%	(31.68)	4.37%	0.43	17.66%	(31.24)
Non-Controlling Interest in all subsidiaries								
31 March 2024	4.73%	21.07	1.79%	4.51	24.50%	(0.34)	1.66%	4.16
31 March 2023	8.67%	16.90	4.57%	(1.90)	1.26%	0.01	4.64%	(1.89)
31 March 2022	8.19%	18.79	1.68%	(3.14)	0.12%	0.01	1.77%	(3.13)
Eliminations & Consolidation adjustments								
31 March 2024	(17.87%)	(79.63)	35.28%	89.00	0.00%	-	35.47%	89.00
31 March 2023	(83.16%)	(162.02)	(14.80%)	6.16	0.00%	-	(15.09%)	6.16
31 March 2022	(69.23%)	(158.84)	36.29%	(67.79)	0.00%	-	38.32%	(67.79)
Total								
31 March 2024	100.00%	445.72	100.00%	252.29	100.00%	(1.40)	100.00%	250.89
31 March 2023	100.00%	194.83	100.00%	(41.63)	100.00%	0.81	100.00%	(40.82)
31 March 2022	100.00%	229.44	100.00%	(186.82)	100.00%	9.89	100.00%	(176.93)



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
Annexure VI (to be forming part of the Restated Consolidated Financial Information)
(All amounts are in INR million except per share data or as otherwise stated)

45 Disclosure pursuant to Ind AS 112 "Disclosure of interest in other entities":

Refer Note 1 - Company overview for the list of subsidiaries, associate and joint venture included in the Restated Consolidated Financial Statements and percentage of ownership interest / voting power

(a) Subsidiaries

Disclosures of subsidiaries having material noncontrolling interest:

(1) Summary of Balance Sheet

Particulars	Signature Smiles Dental Clinic Pvt. Ltd.			Bizdent Devices Pvt. Ltd.			Rich Smile Design LLP			
	31 March 2024	31 March 2023	31 March 2022	31 March 2024	31 March 2023	31 March 2022	31 March 2024	31 March 2023	31 March 2022	
Non-current assets	13.85	9.51	14.12	111.68	37.79	6.05	37.79	2.06	1.63	1.55
Current assets	5.39	4.74	9.75	105.30	46.92	33.52	4.25	6.52	4.45	4.45
Total assets	19.25	14.25	23.87	216.97	84.70	39.60	42.04	8.58	6.08	6.00
Non-current liabilities	5.01	1.16	3.43	17.92	7.48	0.55	0.18	0.15	0.08	0.08
Current liabilities	17.29	20.26	27.37	129.46	59.68	24.11	2.05	2.73	6.66	6.66
Total liabilities	22.30	21.42	30.80	147.38	67.16	24.66	2.23	2.88	6.74	6.74
Net assets	(3.05)	(7.17)	(6.93)	69.59	17.55	14.93	4.18	5.56	(0.74)	(0.74)
Accumulated noncontrolling interest	(9.61)	(9.20)	(9.22)	(20.06)	(15.83)	(14.61)	2.56	2.09	0.66	0.66

(2) Summarised Restated Consolidated Statement of Profit and Loss

Particulars	Signature Smiles Dental Clinic Pvt. Ltd.			Bizdent Devices Pvt. Ltd.			Rich Smile Design LLP		
	31 March 2024	31 March 2023	31 March 2022	31 March 2024	31 March 2023	31 March 2022	31 March 2024	31 March 2023	31 March 2022
Revenue	64.02	57.45	25.68	375.77	186.99	49.53	14.59	20.10	8.46
Profit for the year	4.24	(0.25)	(5.76)	55.44	2.46	(5.18)	(1.27)	(3.14)	(2.04)
Other Comprehensive Income	(0.11)	0.01	0.11	(3.40)	0.06	-	0.03	0.01	-
Total Comprehensive Income	4.13	(0.24)	(5.65)	52.04	2.53	(5.18)	(1.24)	(3.13)	(2.04)
Profit / (loss) allocated to non-controlling interest	0.45	(0.03)	(0.62)	5.20	0.25	(0.52)	(0.42)	(1.07)	(0.69)

(3) Summarised Restated Consolidated Statement of Cash Flows

Particulars	Signature Smiles Dental Clinic Pvt. Ltd.			Bizdent Devices Pvt. Ltd.			Rich Smile Design LLP		
	31 March 2024	31 March 2023	31 March 2022	31 March 2024	31 March 2023	31 March 2022	31 March 2024	31 March 2023	31 March 2022
Cash flows from operating activities	11.36	13.30	(3.11)	41.30	29.75	(14.48)	1.49	(8.34)	0.92
Cash flows from investing activities	(0.74)	0.14	0.72	(66.17)	(25.17)	15.80	(1.21)	(1.09)	(1.62)
Cash flows from financing activities	(10.63)	(13.83)	2.40	(1.93)	(4.31)	(0.36)	(0.26)	9.31	1.30
Net increase/(decrease) in cash and cash equivalents	(0.01)	(0.39)	0.01	(26.79)	0.27	0.97	0.02	(0.13)	0.59

(b) Associate and Joint Venture

(1) Summarised Balance Sheet

Particulars	Associate - ECG Plus Technologies Private Limited *			Joint Venture - Kids E Dental		
	31-Mar-24	31-Mar-23	31-Mar-22	31-Mar-24	31-Mar-23	31-Mar-22
Current Assets	0.93	0.79	0.60	70.76	24.27	37.65
Current Liability	3.74	2.61	2.58	25.99	41.97	39.63
Net Current Assets	(2.81)	(1.82)	(1.98)	44.77	(17.70)	(1.98)
Non-current Assets	0.48	0.70	0.16	51.42	26.09	4.11
Non-current Liabilities	3.02	1.27	6.95	4.22	4.54	0.35
Net Non-current Assets	(2.54)	(0.58)	(6.80)	47.20	21.55	3.76
Net Assets	(5.35)	(2.40)	(8.78)	91.97	3.84	1.78
Group's share in %	41.70%	41.70%	41.70%	60.00%	60.00%	60.00%
Group's share	0.00	0.00	0.00	55.18	2.31	1.07



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
Annexure VI Notes Forming part of the Restated Consolidated Financial Information
(All amounts are in INR million except per share data or as otherwise stated)

(2) Summarised Statement of Profit & Loss

Particulars	Associate - ECG Plus Technologies Private Limited *			Joint Venture - Kids E Dental		
	31-Mar-24	31-Mar-23	31-Mar-22	31-Mar-24	31-Mar-23	31-Mar-22
Revenue from contract with customer	8.43	5.91	4.96	265.86	79.18	22.38
Cost of raw material and component consum	0.12	0.97	0.67	29.96	3.91	6.39
Other expenses	11.24	11.57	6.94	86.71	58.50	12.77
Finance cost	0.01	-	0.45	0.72	0.25	0.01
Profit before tax	(2.94)	(6.62)	(3.09)	148.47	16.60	3.22
Income tax	-	-	-	0.34	6.57	1.29
Profit for the year	(2.94)	(6.62)	(3.09)	148.13	10.04	1.92
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income	(2.94)	(6.62)	(3.09)	148.13	10.04	1.92
Group's share in %	41.70%	41.70%	41.70%	60.00%	60.00%	60.00%
Group's share	-	-	-	88.88	6.02	1.15

(3) Carrying amount of Investments in Joint ventures/associates:

Particulars	Associate - ECG Plus Technologies Private Limited *			Joint Venture - Kids E Dental		
	31-Mar-24	31-Mar-23	31-Mar-22	31-Mar-24	31-Mar-23	31-Mar-22
Opening Balance	-	-	-	7.48	1.45	0.30
Group's share in Profit & Loss	-	-	-	88.88	6.02	1.15
Closing Balance	-	-	-	96.35	7.48	1.45

* The Group has impaired the investment in Associate - ECG Plus Technologies Private Limited



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
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 (All amounts are in INR million except per share data or as otherwise stated)

46 Fair Value Measurement

A The Carrying Value of Financial Assets by Categories is as follows:

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Financial assets valued at amortized cost			
Loan and advances	5.97	6.25	6.32
Fixed deposits with maturity of more than 12 months	13.45	13.30	14.86
Security deposits	6.17	5.24	4.11
Advance to staff	0.13	0.19	0.03
Advances to other parties	-	1.48	2.16
Receivable for sale of land	-	-	31.00
Security Deposits	8.20	4.99	6.56
Trade receivables	249.00	204.21	203.65
Rent receivable	0.02	-	0.04
Other receivables	6.01	4.40	2.36
Loans	2.53	3.23	6.30
Other bank balances	2.75	6.22	3.82
Cash and cash equivalents	6.98	9.58	10.51
Total	301.22	259.10	291.73

B The Carrying Value of Financial Liabilities by Categories is as follows:

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Financial Assets measured at amortized cost			
Borrowings	420.24	314.39	296.34
Lease liabilities	77.53	72.72	90.49
Security Deposits	8.08	9.54	11.54
Trade Payables	158.07	225.08	266.43
Other Financial liabilities	106.93	55.53	41.44
Total financial liabilities measured at amortised cost	770.86	677.26	706.22

As per Ind AS 107 "Financial Instrument: Disclosure", fair value disclosures are not required when the carrying amounts reasonably approximate the fair value. Accordingly fair value disclosures have not been made for the financial instruments.




Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
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 (All amounts are in INR million except per share data or as otherwise stated)

47 Contingent Liabilities and Commitments

A Contingent Liabilities

(a) Description on matters considered as contingent liabilities:

Particulars	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
In respect of:			
Corporate Guarantees (Note 47.1)	6.00	1.07	1.07
Total	6.00	1.07	1.07

Note

47.1 Details of corporate guarantees issued by the Group and liability outstanding against corporate guarantees as on 31 March 2024

Facility Availed By	Purpose of corporate guarantee	Guarantee given to	Corporate Guarantee amount	Liability Outstanding against Corporate Guarantees Issued
Bhavi Merchant	Cash Credit	Tata Capital financial services limited	6.00	6.00

47.2 Tax litigation

On 7 April 2023, the Group received a notice under Section 148A of the Income Tax Act, 1961, from the Deputy Commissioner of Income Tax, Mumbai, regarding transactions by Illusion Dental Laboratory Private Limited, which merged with the Group on 1 April 2017. The notice highlighted that the Transferor Group continued transactions in its own name post-merger, raising concerns about the taxability of these transactions for the assessment year 2019-20. As a result, the tax authorities are reopening the assessment proceedings, but no demand notice has yet been issued to the Group.

B Commitments

There is no such Commitment existing as on 31 March 2024, 31 March 2023 and 31 March 2022.



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48 Financial risk management

In the course of its business, the Group is exposed primarily to liquidity risk, interest rate fluctuation risk, credit risk and foreign exchange fluctuation risk.

A Liquidity Risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Group's approach to managing liquidity risk is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under normal and stressed conditions, without incurring unacceptable losses or risking damage to its reputation. Typically, the Group ensures that it has sufficient cash on demand to meet expected operational expenses and service financial obligations.

(i) Maturities of financial liabilities

The table below summarises the maturity profile of the Group's financial liabilities based on contractual payments at each reporting date:

As at 31 March 2024					
	On demand	Upto 1 year	1 to 5 years	More than 5 years	Total
Non-current					
Borrowings	-	-	138.33	13.07	151.40
Lease liabilities	-	-	33.80	-	33.80
Other financial liabilities	-	-	8.08	-	8.08
Current					
Borrowings	177.32	91.53	-	-	268.85
Lease Liabilities	-	43.72	-	-	43.72
Trade payables	-	158.07	-	-	158.07
Other financial liabilities	-	106.93	-	-	106.93
Total	177.32	400.26	180.21	13.07	770.86
As at 31 March 2023					
	On demand	Upto 1 year	1 to 5 years	More than 5 years	Total
Non-current					
Borrowings	-	-	99.46	13.56	113.02
Lease liabilities	-	-	40.69	-	40.69
Other financial liabilities	-	-	9.54	-	9.54
Current					
Borrowings	119.94	81.43	-	-	201.37
Lease Liabilities	-	32.03	-	-	32.03
Trade payables	-	225.08	-	-	225.08
Other financial liabilities	-	55.53	-	-	55.53
Total	119.94	394.08	149.68	13.56	677.26
As at 31 March 2022					
	On demand	Upto 1 year	1 to 5 years	More than 5 years	Total
Non-current					
Borrowings	-	-	84.95	18.86	103.81
Lease liabilities	-	-	62.06	-	62.06
Other financial liabilities	-	-	11.54	-	11.54
Current					
Borrowings	151.70	40.83	-	-	192.53
Lease Liabilities	-	28.43	-	-	28.43
Trade payables	-	266.43	-	-	266.43
Other financial liabilities	-	41.44	-	-	41.44
Total	151.70	377.12	158.54	18.86	706.22

B Interest Rate Risk

The Group's exposure to interest rate risk arises from borrowings which have a floating rate of interest, which is MCLR. The risk is managed by the Group by maintaining an appropriate mix of fixed and floating rate borrowings. The costs of floating rate borrowings may be affected by the fluctuations in the interest rates. The Group manages its interest rate risk by having a balanced portfolio of fixed and variable rate loans and borrowings.

Exposure to interest rate risk

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Variable rate borrowings	359.14	266.20	276.74
Fixed rate borrowings	61.10	48.18	19.60

Interest rate sensitivity analysis

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings. With all other variables held constant, the Group's profit before tax is affected through the impact on floating rate borrowings, as follows:

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Sensitivity			
1% increase in MCLR	(3.59)	(2.66)	(2.77)
1% decrease in MCLR	3.59	2.66	2.77



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C Credit Risk

Credit risk arises from the possibility that customers may not be able to settle their obligations as agreed. Trade receivables are typically unsecured and are derived from revenue earned from customers located in India. Credit risk is managed through periodic assessment of the financial reliability of customers, taking into account the financial condition, current economic trends, analysis of historical bad debts and ageing of trade receivables. Other financial instruments that are subject to credit risk includes cash and cash equivalents, bank deposits, loans and security deposits.

The maximum exposure to credit risk at the reporting date is primarily from trade receivables which amounted to Rs 257.16, Rs 204.20 and Rs. 203.65 millions as at 31 March 2024, 31 March 2023 and 31 March 2022 respectively. The Group provides loss allowance using the ECL model on trade receivables by following simplified approach. An impairment analysis is performed at each reporting date on an individual customer basis.

The credit risk on cash and cash equivalents and bank deposits is limited because the counterparties are banks with high credit ratings.

The maximum exposure to credit risk is equal to the carrying value of the financial assets. The objective of managing counterparty credit risk is to prevent losses in financial assets. The Group assesses the credit quality of the counterparties, taking into account their financial position, past experience and other factors.

The Group does a credibility check on the landlords before taking any property on lease and hasn't had a single instance of non-refund of security deposit on vacating the leased property. The Group also in some cases ensure that the notice period rentals are adjusted against the security deposits and only differential, if any, is paid out thereby further mitigating the non-realization risk.

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
Balance at the beginning of the year	51.49	51.45	38.24
Charged to profit and loss account	15.70	12.73	19.18
Written off against bad debt	(5.33)	(13.51)	(6.70)
Exchange rate difference	0.29	1.21	0.73
Balance at the end of the year	58.49	51.49	51.45

D Foreign currency risk

The Group has limited international transactions and thus its exposure to foreign exchange risk arising from its operating activities is low. Foreign exchange risk arises from future commercial transactions and recognised assets and liabilities denominated in a currency that is not the Group's functional currency. To mitigate the Group's exposure to foreign currency risk, non-INR Cash Flows are monitored in accordance with the Group's risk management policies.

Foreign currency risk exposure:

	As at 31 March 2024						
	USD	EUR	AED	Swiss Frank	CHF	SGD	GBP
Financial Assets							
Trade Receivables	2.70	0.05	0.01	-	-	-	-
Financial Liability							
Trade payable	0.38	0.40	-	-	0.01	-	0.00
Total	3.08	0.46	0.01	-	0.01	-	0.00

	As at 31 March 2023						
	USD	EUR	AED	Swiss Frank	CHF	SGD	GBP
Financial Assets							
Trade Receivables	1.99	0.03	0.01	-	-	-	-
Financial Liability							
Trade payable	0.41	0.93	-	-	0.00	-	-
Total	2.40	0.96	0.01	-	0.00	-	-

	As at 31 March 2022						
	USD	EUR	AED	Swiss Frank	CHF	SGD	GBP
Financial Assets							
Trade Receivables	1.75	0.03	-	0.00	-	-	-
Financial Liability							
Trade payable	0.33	1.06	-	-	0.00	0.00	-
Total	2.08	1.08	-	0.00	0.00	0.00	-



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
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49 Related Party Disclosure

The list of related parties as identified by the Management is as under:-

(i) Subsidiaries

Laxmi Dental Lab USA INC
Signature Smiles Dental Clinic Pvt. Ltd.
Bizdent Devices Pvt. Ltd.
Rich Smile Design LLP
Tech lab consulting LLP
Diverse Dental Lab LLC (Subsidiary of Laxmi Dental Lab USA Inc)
Illusion Dental Lab USA Inc. (Subsidiary of Laxmi Dental Lab USA Inc)

(ii) Associate entity

ECG Plus Technologies Pvt. Ltd.

(iii) Joint Venture

Kids E Dental LLP

(iv) Key Management Personnel (KMP)

Mr. Rajesh Khakhar - Whole time Director & Chairman
Mr. Sameer Merchant - CEO and Managing Director
Mrs. Jigna R. Khakhar - Director (upto 20-Apr-2024)
Mr. Amrish Desai - Director (upto 27-Apr-2024)
Mr. Parag Bhimjiyani - Director (upto 20-Apr-2024)
Mr. Hasmukh Khakhar - Director (upto 20-Apr-2024)
Mrs. Anjana Grewal (From 20-Jul-2024) - Independent Director
Mr. Devesh G Chawla (From 20-Jul-2024) - Independent Director
Mr. Rajesh S Dalal (From 20-Jul-2024) - Independent Director
Mr. Dharmesh Dattani - Chief Finance Officer
Mr. Kartik Shah - Company Secretary and Compliance Officer (Upto 19-Jul-24)
Mrs. Nupur Joshi - Company Secretary and Compliance Officer (From 20-Jul-24)

(v) Relatives of KMP

Mrs. Rupal Bhimjiyani
Mr. Kunal Merchant
Mr. Parth Khakhar
Mrs. Varsha Khakhar
Mrs. Bhavna Dattani
Mrs. Sonal Desai
Mrs. Devika Khakhar
Mrs. Neepa Dattani
Mr. Prithvi Khakhar
Mr. Sanjay Khakhar
Mr. Manan Khakhar
Ms. Siddhi Khakhar
Ms. Shubh Sanjay Khakhar
Mrs. Bhavi Merchant
Mr. Rishi Amrish Desai

(vi) Entities in which KMP / relatives of KMP can exercise significant influence

ASY Properties LLP
Siddhileela Properties
Laxmi Dental International Pvt. Ltd.

a) Key Management Person Compensation

	For the year ended 31 March 2024	For the year ended 31 March 2023	For the year ended 31 March 2022
Managerial remuneration			
Mr. Rajesh Khakhar	4.50	3.26	4.05
Mr. Sameer Merchant	4.50	3.56	4.05
Mr. Amrish Desai (upto 27-Apr-2024)	10.90	2.99	2.59
Mr. Hasmukh Khakhar (upto 20-Apr-2024)	1.38	1.20	1.24
Mr. Parag Bhimjiyani (upto 20-Apr-2024)	8.24	7.45	2.70
Mrs. Jigna R. Khakhar (upto 20-Apr-2024)	4.92	3.66	4.43
Mr. Dharmesh Dattani	3.90	3.46	2.80
Total Managerial Remuneration	38.35	25.57	21.85



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
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b) Transactions with related parties

	For the year ended 31 March 2024	For the year ended 31 March 2023	For the year ended 31 March 2022
Salary Expense			
Relatives of Directors and KMP			
Mr. Parth Khakhar	2.81	3.48	3.53
Mr. Pritvi Khakhar	0.00	1.75	0.94
Mr. Sanjay Khakhar	1.20	1.00	1.08
Mr. Manan Khakhar	1.49	1.09	0.84
Mrs. Bhavi Merchant	4.70	3.40	3.51
Mrs. Bhavna Dattani	1.62	1.17	0.63
Mrs. Devika Khakhar	1.57	0.85	0.86
Mrs. Neepa Dattani	1.68	1.37	1.14
Mrs. Rupal Bhimjiyani	4.63	3.31	2.06
Mrs. Sonal Desai	2.32	1.95	1.57
Ms. Shubh Sanjay Khakhar	0.44	0.15	0.00
Ms. Varsha Khakhar	0.36	0.31	0.32
Mr. Rishi Amrish Desai	0.05	0.37	0.38
Ms. Siddhi Khakhar	1.58	3.65	2.40
Ms. Kunal Merchant	11.18	9.42	11.19
Rent Paid			
Key Managerial Personnel			
Mr. Rajesh Khakhar	0.66	0.67	0.59
Relatives of Key Managerial Personnel			
Mrs. Rupal Bhimjiyani	-	-	0.18
Entities in which KMP / relatives of KMP can exercise significant influence			
ASY Properties LLP	0.50	6.00	6.00
Sales			
Jointly controlled Entity			
Kids E Dental LLP	47.79	29.65	10.13
Purchase			
Jointly controlled Entity			
Kids E Dental LLP	0.04	-	-
Interest Income			
Associate			
ECG Plus Technologies Pvt. Ltd.	-	-	0.36
Rental Income			
Jointly controlled Entity			
Kids E Dental LLP	0.06	0.06	0.04
Interest Paid			
Key Managerial Personnel			
Mr. Rajesh Khakhar	3.53	0.71	-
Mr. Sameer Merchant	0.62	0.01	-
Mr. Amrish Desai	0.18	0.18	-
Mr. Hasmukh Khakhar	0.63	0.15	-
Share of Profit/(Loss) in LLP			
Jointly controlled Entity			
Kids E Dental LLP	90.67	8.55	0.87
Withdrawal Partners' Current Account			
Kids E Dental LLP	36.00	4.80	-
Loans Given during the Year			
Associate			
ECG Plus Technologies Pvt. Ltd.	-	-	0.65
Loans Repayment received during the Year			
Associate			
ECG Plus Technologies Pvt. Ltd.	-	4.06	0.10
Directors & Key Managerial Personnel			
Mr. Rajesh Khakhar	12.94	1.00	-
Mr. Sameer Merchant	3.00	-	-
Mr. Amrish Desai	0.11	0.25	-



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
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Loans Received during the Year

Directors & Key Managerial Personnel

Mr. Rajesh Khakhar	13.80	26.70	-
Mr. Sameer Merchant	20.50	2.00	-
Mr. Amrish Desai	-	2.00	-
Mr. Hasmukh Khakhar	-	6.00	-

Professional Fees

Associate

ECG plus Technologies Pvt. Ltd.	-	0.04	0.04
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Software Charges

Associate

ECGplus Technologies Pvt. Ltd.	0.05	-	-
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c) Outstanding balances of related parties

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
<u>Account Receivables</u>			
Entities in which KMP / relatives of KMP can exercise significant influence			
Kids E Dental LLP	1.91	1.88	-
<u>Other Payable</u>			
Jointly controlled Entity			
Kids E Dental LLP	-	-	0.54
<u>Other Current Assets</u>			
Entities in which KMP / relatives of KMP can exercise significant influence			
ASY Properties LLP	-	-	31.00
<u>Unsecured loan (Liability)</u>			
Directors & Key Managerial Personnel			
Mr. Rajesh Khakhar	26.56	25.70	-
Mr. Sameer Merchant	19.50	2.00	-
Mr. Amrish Desai	1.64	1.75	-
Mr. Hasmukh Khakhar	6.00	6.00	-
<u>Other receivable</u>			
Jointly controlled Entity			
Kids E Dental LLP	59.29	4.62	0.87
<u>Control Account (Receivable)</u>			
Jointly controlled Entity			
Kids E Dental LLP	-	0.29	-
<u>Investment</u>			
Jointly controlled Entity			
Kids E Dental LLP	0.30	0.30	0.30
<u>Loans Given</u>			
Associate			
ECG Plus Technologies Pvt. Ltd.	0.31	0.31	4.37
<u>Managerial Remuneration Payable</u>			
Mr. Rajesh Khakhar - Whole time Director & Chairmen	0.38	0.38	0.38
Mr. Sameer Merchant - CEO and Managing Director	0.38	0.38	0.38
Mrs. Jigna R. Khakhar - Director (upto 20-Apr-2024)	0.41	0.41	0.41
Mr. Amrish Desai - Director (upto 27-Apr-2024)	-	0.32	0.24
Mr. Parag Bhimjiyani - Director (upto 20-Apr-2024)	-	-	-
Mr. Hasmukh Khakhar - Director (upto 20-Apr-2024)	0.12	0.12	0.12
Mr. Dharmesh Dattani - Chief Finance Officer	0.33	0.30	0.25



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
Annexure VI Notes Forming part of the Restated Consolidated Financial Information
(All amounts are in INR million except per share data or as otherwise stated)

Salary Expense Payable

Relatives of Directors and KMP

Mr. Parth Khakhar	0.12	0.40	0.36
Mr. Prithvi Khakhar	-	-	0.10
Mr. Sanjay Khakhar	0.10	0.10	0.10
Mr. Manan Khakhar	0.15	0.12	0.08
Mrs. Bhavi Merchant	0.40	0.35	0.30
Mrs. Bhavna Dattani	0.14	0.15	0.05
Mrs. Devika Khakhar	0.14	0.08	0.08
Mrs. Neepta Dattani	0.14	0.15	0.10
Mrs. Rupal Bhimjiyani	-	-	-
Mrs. Sonal Desai	-	0.21	0.15
Mr. Shubh Sanjay Khakhar	0.05	0.03	-
Ms. Varsha Khakhar	0.03	0.03	0.03
Mr. Rishi Amrishi Desai	0.03	0.04	0.04
Ms. Siddhi Khakhar	0.14	0.39	0.28

Corporate guarantees Amount

Provided to Relatives of Directors and KMP

Bhavi Merchant	6.00	-	-
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Personal Guarantee provided by Directors & KMP

Joint Guarantee provided by Rajesh Khakkar and Sameer Merchant	249.90	235.90	195.90
Rajesh Khakkar	4.52	-	-

Advance from customers

Related Party

Kids-e-Dental LLP	0.72	-	-
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Loans & advances Given by Foreign Subsidiary

Kunal Merchant	4.71	4.64	4.55
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d) Transactions with related parties: (these balances got eliminated in Restated Consolidated Financial Information)

	For the year ended 31 March 2024	For the year ended 31 March 2023	For the year ended 31 March 2022
In books of Laxmi Dental Limited			
Rent Income			
Subsidiary			
Rich Smile Design LLP	0.12	0.12	-
Interest Income			
Subsidiary			
Signature Smiles Dental Clinic Pvt. Ltd.	0.28	0.60	0.58
Other Income			
Subsidiary			
Laxmi Dental Lab USA INC	9.38	9.31	9.22
Signature Smiles Dental Clinic Pvt. Ltd.	-	0.73	-
Bizdent Devices Pvt. Ltd.	24.01	39.09	7.47
Rich Smile Design LLP	2.40	3.75	1.68
Sales			
Subsidiary			
Laxmi Dental Lab USA INC	110.28	107.65	96.54
Signature Smiles Dental Clinic Pvt. Ltd.	5.25	4.26	2.35
Bizdent Devices Pvt. Ltd.	60.22	45.99	14.58
Rich Smile Design LLP	2.64	4.16	1.93
Purchases			
Subsidiary			
Laxmi Dental Lab USA INC	30.67	23.95	38.69
Bizdent Devices Pvt. Ltd.	17.49	7.78	0.91
Rich Smile Design LLP	0.07	0.01	0.12
Other Expenses			
Subsidiary			
Bizdent Devices Pvt. Ltd.	0.17	3.23	-

In Books of Bizdent Devices Pvt. Ltd.



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
 Annure VI Notes Forming part of the Restated Consolidated Financial Information
 (All amounts are in INR million except per share data or as otherwise stated)

Other Income

Holding Company			
Laxmi Dental Limited	0.17	3.23	-
Fellow Subsidiary			
Rich Smile Design LLP	-	0.53	-

Sales

Holding Company			
Laxmi Dental Limited	17.49	7.78	0.91
Fellow Subsidiary			
Signature Smiles Dental Clinic Pvt. Ltd.	0.95	0.87	0.43
Rich Smile Design LLP	0.05	0.03	-

Purchases

Holding Company			
Laxmi Dental Limited	60.22	45.99	14.58
Fellow Subsidiary			
Laxmi Dental Lab USA INC	2.21	1.33	-

Other Expenses

Holding Company			
Laxmi Dental Limited	24.01	39.09	7.47

In Books of Rich Smile Design LLP

Sales

Holding Company			
Laxmi Dental Limited	0.07	0.01	0.12
Fellow Subsidiary			
Signature Smiles Dental Clinic Pvt. Ltd.	1.97	2.26	0.03

Purchases

Holding Company			
Laxmi Dental Limited	2.64	4.16	1.93
Fellow Subsidiary			
Bizdent Devices Pvt. Ltd.	0.05	0.03	-

Other Expenses

Holding Company			
Laxmi Dental Limited	2.40	3.75	1.68

Fellow Subsidiary
 Bizdent Devices Pvt. Ltd.

	-	0.53	-
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Rent Expense

Holding Company			
Laxmi Dental Limited	0.12	0.12	-

In Books of Signature Smiles Dental Clinic Pvt. Ltd.

Interest Expense

Holding Company			
Laxmi Dental Limited	0.28	0.60	0.58

Other Expenses

Holding Company			
Laxmi Dental Limited	5.25	4.99	2.35

Fellow Subsidiary
 Rich Smile Design LLP
 Bizdent Devices Pvt. Ltd.

	1.97	2.26	0.02
	0.95	0.87	0.43

In Books of Laxmi Dental Lab USA INC

Sales

Holding Company			
Laxmi Dental Limited	30.67	23.95	38.69



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
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(All amounts are in INR million except per share data or as otherwise stated)

Fellow Subsidiary			
Bizdent Devices Pvt. Ltd.	2.21	1.33	-
Purchases			
Holding Company			
Laxmi Dental Limited	12.41	19.52	-
Other Expenses			
Holding Company			
Laxmi Dental Limited	107.24	97.44	105.75

e) Amounts due (to)/ from related parties: (these balances got eliminated in Restated Consolidated Summary information)

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
In books of Laxmi Dental Limited			
Accounts Payable			
Subsidiary			
Laxmi Dental Lab USA INC	-	3.49	2.09
Bizdent Devices Pvt. Ltd.	2.92	1.12	8.17
Rich Smile Design LLP	-	0.00	-
Accounts Receivable			
Subsidiary			
Laxmi Dental Lab USA INC	159.90	135.07	90.15
Signature Smiles Dental Clinic Pvt. Ltd.	0.33	0.25	0.24
Bizdent Devices Pvt. Ltd.	18.70	24.75	11.32
Rich Smile Design LLP	0.74	0.38	4.54
Loan given to related party			
Subsidiary			
Signature Smiles Dental Clinic Pvt. Ltd.	-	3.93	11.99
Advance to supplier			
Subsidiary			
Laxmi Dental Lab USA INC	1.82		
In Books of Bizdent Devices Pvt. Ltd.			
Accounts Payable			
Holding Company			
Laxmi Dental Limited	18.70	24.75	11.32
Fellow Subsidiary			
Rich Smile Design LLP	-	0.19	0.03
Accounts Receivable			
Holding Company			
Laxmi Dental Limited	0.64	0.45	0.06
Fellow Subsidiary			
Signature Smiles Dental Clinic Pvt. Ltd.	0.10	0.03	0.08
Rich Smile Design LLP	0.05	0.36	-
Advance to supplier			
Holding Company			
Laxmi Dental Limited	2.29	0.67	8.11
In Books of Rich Smile Design LLP			
Accounts Payable			
Holding Company			
Laxmi Dental Limited	0.79	0.38	4.54
Fellow Subsidiary			
Bizdent Devices Pvt. Ltd.	-	0.36	-
Accounts Receivable			
Holding Company			
Laxmi Dental Limited		0.00	



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
 Annexure VI Notes Forming part of the Restated Consolidated Financial Information
 (All amounts are in INR million except per share data or as otherwise stated)

Fellow Subsidiary			
Signature Smiles Dental Clinic Pvt. Ltd.	0.00	0.19	0.01
Bizdent Devices Pvt. Ltd.	-	0.19	0.03
In Books of Signature Smiles Dental Clinic Pvt. Ltd.			
<u>Accounts Payable</u>			
Holding Company			
Laxmi Dental Limited	0.35	0.25	0.26
Fellow Subsidiary			
Rich Smile Design LLP	-	0.20	-
Bizdent Devices Pvt. Ltd.	0.08	0.03	0.07
<u>Loan taken from related party</u>			
Holding Company			
Laxmi Dental Limited	-	3.93	11.99
In Books of Laxmi Dental Lab USA INC			
<u>Accounts Payable</u>			
Holding Company			
Laxmi Dental Limited	159.90	135.07	90.15
<u>Advance from customer</u>			
Holding Company			
Laxmi Dental Limited	1.82		
<u>Accounts Receivable</u>			
Holding Company			
Laxmi Dental Limited	-	3.48	2.09



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Annexure VI Notes Forming part of the Restated Consolidated Financial Information
(All amounts are in INR million except per share data or as otherwise stated)

50 Disclosures pursuant to securities and exchange board of India (Listing obligations and disclosure requirements) Regulations, 2015 and section 186 of the Companies Act 2013:

Loans to related parties (refer note 49)

	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
ECG Plus Technologies Pvt. Ltd			
Balance including accrued interest as at the year end	0.31	0.31	4.37
Maximum amount outstanding at anytime during the year	0.31	3.87	4.37
Loan Interest Rate	-	-	8%

(ECG Plus Technologies Pvt. Ltd has utilized this loan for working capital purpose.
The loan was repayable on demand and at 8% Interest rate p.a upto 31-Mar-2022)



51 Segment information

A The Group has the following reportable segments:

Laboratory Business : This segment comprises of Dental Prosthesis such as metal free crowns & bridges, Porcelain Fused to Metal ("PFM") Crowns and Bridges Dentures.
Aligners Business : This segment comprises of Dental Aligners, Retainers, Raw Materials for Aligners, Sport Guards, Night Guards, Sleep Apnea Devices.
Other Business : This segment comprises of Dental distribution products used in Dental Laboratory, Dental Clinical Services and Dental Educational Courses.

B Identification of segments:

The chief operational decision maker (CODM) monitors the operating results of its Business Segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the standalone financial statements. Operating segments have been identified on the basis of the nature of products / services and have been identified as per the quantitative criteria specified in the Ind AS 108.

C Segment revenue and results

The expenses and incomes which are not directly attributable to any business segment are shown as unallowable expenditure (net of unallocated income).

D Segment assets and liabilities:

The CODM does not monitor operating assets used by the operating segment. Therefore, disclosures of segment assets, liabilities and capital expenditure have not been given.

E Inter segment transfer:

Inter segment prices are normally negotiated amongst segments with reference to the costs, market price and business risks. Profit or loss on inter segment transfers are eliminated at the Group level.

Summary of the segmental information as at and for the year ended 31 March 2024 is as follows:

	Laboratory Business	Aligners Business	Other Business	Eliminations/ Unallocable	Total
Revenue					
External Revenue	1,239.59	538.44	136.48	-	1,914.50
Add: Inter segment revenue	153.38	45.99	32.40	(231.78)	-
Total Revenue from sales and services	1,392.97	584.43	168.88	(231.78)	1,914.50
Segment results before exceptional items	76.19	119.77	5.01	36.93	237.90
Add: Other income	-	-	-	-	17.09
Less: Depreciation and amortisation	-	-	-	-	119.36
Less: finance cost	-	-	-	-	49.54
Profit after finance cost but before exceptional items and tax					86.09
Exceptional items (net)					0.85
Profit before tax					85.24
Add: Tax credit / (expense)					94.17
Add: Share in profit after tax of joint venture (net)					88.88
Net profit for the year from continuing operations					268.29
Profit/(loss) after Tax from discontinued operations					(16.00)
Profit for the year					252.29
Other information:					
Non-cash items other than depreciation and amortisation	13.83	0.80	(0.12)	-	14.51

Summary of the segmental information as at and for the year ended 31 March 2023 is as follows:

	Laboratory Business	Aligners Business	Other Business	Eliminations/ Unallocable	Total
Revenue					
External Revenue	1,055.10	350.63	183.68	-	1,589.41
Add: Inter segment revenue	145.24	26.85	26.21	(198.29)	-
Total Revenue from sales and services	1,200.34	377.47	209.89	(198.29)	1,589.41
Segment results before exceptional items	(13.33)	46.97	(2.65)	58.65	89.64
Add: Other income					22.13
Less: Depreciation and amortisation					109.94
Less: finance cost					40.94
Profit after finance cost but before exceptional items and tax					(39.11)
Exceptional items (net)					3.50
Profit before tax and share of profit of joint venture					(42.61)
Add: Tax credit / (expense)					(1.88)
Add: Share of profit of joint venture					6.02
Net profit for the year from continuing operations					(38.47)
Profit/(loss) after Tax from discontinued operations					(3.16)
Profit for the year					(41.63)
Other information:					
Non-cash items other than depreciation and amortisation	11.85	0.00	(0.18)	-	11.67



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
 Annexure VI Notes Forming part of the Restated Consolidated Financial Information
 (All amounts are in INR million except per share data or as otherwise stated)

Summary of the segmental information as at and for the year ended 31 March 2022 is as follows:

	Laboratory Business	Aligners Business	Other Business	Eliminations/ Unallocable	Total
Revenue					
External Revenue	932.13	229.71	132.94	-	1,294.78
Add: Inter segment revenue	115.39	1.34	38.83	(155.57)	-
Total Revenue from sales and services	1,047.53	231.05	171.77	(155.57)	1,294.78
Segment results before exceptional items	(15.26)	44.65	5.57	19.17	54.13
Add: Other income					12.27
Less: Depreciation and amortisation					83.99
Less: finance cost					35.67
Profit after finance cost but before exceptional items and tax					(53.25)
Exceptional items (net)					93.87
Profit before tax and share of profit of joint venture					(147.12)
Add: Tax expense					(23.71)
Add: Share of profit of joint venture					(1.45)
Net profit for the year from continuing operations					(172.28)
Profit(loss) after Tax from discontinued operations					(14.51)
Profit for the year					(186.79)
Other information:					
Non-cash items other than depreciation and amortisation	18.44	(0.01)	(0.14)	-	18.29



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
Annexure VI Notes Forming part of the Restated Consolidated Financial Information
(All amounts are in INR million except per share data or as otherwise stated)

52 Capital management policies and procedures

For the purpose of the Group's capital management, capital includes issued equity capital, securities premium and all other equity reserves attributable to the equity holders. The primary objective of the Group's capital management is to maintain a strong capital base to ensure sustained growth in business and to maximize the shareholders value and to ensure the Group's ability to continue as a going concern. The capital management focuses to maintain an optimal structure that balances growth and maximizes shareholder value.

The Group has not distributed any dividend to its shareholders. The Group monitors gearing ratio i.e. total debt in proportion to its overall financing structure, i.e. equity and debt. Total debt comprises of non-current borrowing and current borrowing from Banks and NBFCs. The Group manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets.

The amount managed as capital by the Group are summarized as follows:

Particulars	As at	As at	As at
	31 March 2024	31 March 2023	31 March 2022
Total Equity (i)	445.72	194.82	229.44
Total borrowings	420.25	314.39	296.34
Less: Cash and bank balances (including deposits with banks)	(9.73)	(15.80)	(14.33)
Total debt (ii)	410.52	298.59	282.00
Overall financing (fii)= (i)+(ii)	856.23	493.41	511.44
Gearing ratio (ii)/(fii)	47.94%	60.52%	55.14%

No changes were made in the objectives, policies or processes for managing capital during the year ended 31 March 24, 31 March 2023 and 31 March 2022.



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
Annexure VI Notes Forming part of the Restated Consolidated Financial Information
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53 Ratios

Ratio Variance Analysis for the year ended 31 March, 2024

Ratios	Numerator	Denominator	31-Mar-24	31-Mar-23	31-Mar-22
			Ratio	Ratio	Ratio
(a) Current Ratio (times)	Current Assets	Current Liabilities	0.90	0.92	1.01
(b) Debt-Equity Ratio (times)	Total debt	Total equity	0.94	1.61	1.29
(c) Debt Service Coverage Ratio (times)	Earning for debt service	Debt Service	2.06	1.01	-0.33
(d) Return on Equity Ratio (%)	Profit after tax less pref. Dividend	Average total equity	78.77%	-19.62%	-60.47%
(e) Inventory Turnover Ratio (times)	Cost of Goods Sold	Average Inventory	0.08	0.42	0.34
(f) Trade Receivables Turnover Ratio (times)	Credit Sales	Average Trade Receivables	8.54	7.93	7.90
(g) Trade Payables Turnover Ratio (times)	Credit Purchases	Average Trade Payables	0.20	0.41	0.41
(h) Net Capital Turnover Ratio (times)	Revenue from operations	Average Working Capital	-33.37	-79.11	293.65
(i) Net Profit Ratio (%)	Net profit after tax	Revenue from operations	13.03%	-2.58%	-13.65%
(j) Return on Capital Employed (%)	EBIT	Capital employed	15.56%	-0.33%	-21.20%

Ratio	% Variance in ratio between 31 March 2024 and 31 March 2023	Reason for variance in excess of 25%
Current Ratio (times)	(2.19%)	Variance less than 25%
Debt-Equity Ratio (times)	(41.57%)	Total Equity has increased by 246.67mn due to better profitability. This has resulted in improvement of ratio
Debt Service Coverage Ratio (times)	102.96%	Increase in Earnings for Debt Service from 56.98mn to 421.32mn has improved this ratio. Company's strategy to bring growth and achieve profitability in all business segment has led to this improvement
Return on Equity Ratio (%)	(501.56%)	IN FY23 company was in loss and in FY 24 it has turned positive resulting in change in this ratio
Inventory Turnover Ratio (times)	(79.65%)	Due to significant decrease in cost of material consumed in FY 24.
Trade Receivables Turnover Ratio (times)	7.77%	Variance less than 25%
Trade Payables Turnover Ratio (times)	(51.15%)	Longer time for making payment to creditors
Net Capital Turnover Ratio (times)	(57.82%)	Result of Efficient usage of Working capital. Growth in Current liabilities is higher than Current Assets
Net Profit Ratio (%)	(606.01%)	Improvement in Margins with Growth in Sales and PAN India penetration of business
Return on Capital Employed (%)	(4,840.72%)	Company has turned profitable during the year with increase in revenue and better cost management. Share of Profit from Kids-e has added 88.88mn additional



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Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
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Ratio	% Variance in ratio between 31 March 2023 and 31 March 2022	Reason for variance in excess of 25%
Current Ratio (times)	(8.60%)	Variance less than 25%
Debt-Equity Ratio (times)	24.95%	Reduction in Equity is due to loss incurred during FY23 and consequent increase in ratio
Debt Service Coverage Ratio (times)	(411.61%)	Revenue has increased from 1343 in FY22 to 1616 in FY 23, resulting in improved earnings for debt service
Return on Equity Ratio (%)	(67.56%)	Mainly attributable to reduction in loss in FY23 as compared to FY22
Inventory Turnover Ratio (times)	21.13%	Variance less than 25%
Trade Receivables Turnover Ratio (times)	0.31%	Variance less than 25%
Trade Payables Turnover Ratio (times)	(1.01%)	Variance less than 25%
Net Capital Turnover Ratio (times)	(126.94%)	Result of Efficient usage of Working capital. Growth in Current liabilities is higher than Current Assets
Net Profit Ratio (%)	(81.13%)	Loss during the year has reduced in line with increase in Revenue
Return on Capital Employed (%)	(98.45%)	Company has turned profitable during the year with increase in revenue and better cost management. Share of Profit from Kids-e has added 6.02 mn additional




Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
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54 Additional regulatory information

i. Title deeds of Immovable Properties not held in name of the Company

Immovable properties held by a the Company or its subsidiaries are in the name of the Company or its subsidiaries. Immovable properties where the Company or its subsidiaries is the lessee, the lease agreements are duly executed in favour of the lessee.

ii. Details of loans given, investment made and guarantee given covered u/s 186(4) of the Companies Act, 2013

Loans given by the Company

Sno.	Name of the Company	Rate of Interest	Due date	Secured/Unsecured	Purpose of loan	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022
1	ECG Plus Technologies Pvt. Ltd. - Loan	8.00% p.a	Repayable on demand	Unsecured	For Business / Operation Purpose	0.31	0.31	4.37

iii. Utilisation of Borrowed funds

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 person(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries).

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

iv. Revaluation of property, plant and equipment (including right-of-use assets) and intangible assets

The Company has not revalued its property, Plant and Equipment (including Right of use Assets) and intangible assets, thus valuation by a registered valuer as defined under rule 2 of the Companies (Registered Valuers and Valuation) Rules, 2017 is not applicable.

v. Details of benami property held

The Company does not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.

vi. Wilful Defaulter

The Company has not defaulted nor been declared wilful defaulter by any bank or financial institution or other lender.

vii. Quarterly Returns

The Company has availed loans from banks on the basis of security of current assets. The Company files statement of current assets with the bank on periodical basis. Reconciliation of quarterly returns or statements of current assets filed with banks or financial institutions

Quarter	Name of the Bank	Particulars	As per books	Amount as reported in the Quarterly Return/Statement	Discrepancy	Reason for Material Discrepancy
Jun-23	ICICI BANK LTD	Stock	201.09	219.89	(18.80)	
Sep-23	ICICI BANK LTD	Stock	216.57	246.57	(30.00)	
Dec-23	ICICI BANK LTD	Stock	229.05	229.04	0.01	
March-24	ICICI BANK LTD	Stock	227.12	254.44	(27.32)	
Jun-23	ICICI BANK LTD	Receivable	313.19	357.84	(44.65)	
Sep-23	ICICI BANK LTD	Receivable	295.07	305.40	(10.33)	
Dec-23	ICICI BANK LTD	Receivable	293.87	320.12	(26.25)	Refer Note 1
March-24	ICICI BANK LTD	Receivable	335.18	356.21	(21.03)	
Jun-23	ICICI BANK LTD	Payable	91.16	90.73	0.43	
Sep-23	ICICI BANK LTD	Payable	67.76	72.84	(5.09)	
Dec-23	ICICI BANK LTD	Payable	55.37	61.77	(6.40)	
March-24	ICICI BANK LTD	Payable	104.26	75.93	28.33	

Note 1:

The reason for reconciliation between quarterly returns or statements of current assets filed with banks are as follows:

1) Inventories:

- Adjustments arising from the application of sales cut-off procedures.
- Provision for slow moving, non-moving

2) Trade Receivables:

- Loss allowance made for trade receivables
- Adjustments to trade receivables due to period-end cut-off procedures
- Remeasurement of balances due to foreign exchange rate fluctuations,
- Offsetting advance from customers against trade receivables

3) Trade Payables:

- Offsetting advance to suppliers against trade payable

viii. Relationship with struck off companies

The Company does not have any transactions with the Companies struck off under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956.

ix. Registration of charges or satisfaction with Registrar of Companies (ROC)

The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

x. Compliance with number of layers of companies

The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.

xi. Compliance with approved Scheme(s) of Arrangements

The Company has not entered into any scheme of arrangements as approved by the competent authority in terms of Section 230 to 237 of the Companies Act, 2013, thus, the disclosures relating to compliance with approved scheme of arrangements is not applicable to the Company.

xii. Undisclosed income

The Company does not have any undisclosed income which is not recorded in the books of account that has been surrendered or disclosed as income during the year (previous year) in the tax assessments under the Income Tax Act, 1961.



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xiii **Details of Crypto Currency or Virtual Currency**

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

55 **Events occurred after Balance Sheet Date**

i **Conversion of the Company from Private Limited to Public Limited**

Pursuant to resolution passed by the shareholders in the Extraordinary General Meeting dated June 18, 2024, the Company has been converted from Private Limited Company into a Public Limited Company and the name of the Company was changed to 'Laxmi Dental Limited' from 'Laxmi Dental Exports Private Limited'.

ii **Sale of business division**

The Group's business division in USA, i.e., "Alvy Dental Supply" which is primarily engaged in the business of Dental Laboratories, Dental Consumables and Dental Machinery. The Group entered into a Contract for Sale of Business dated 16 August, 2024 to sell this business division.

iii **ESOP scheme 2024**

The Board of Directors authorized the "Laxmi Dental Stock Option Scheme, 2024 ("ESOP Scheme 2024") on August 9, 2024, and the Shareholders adopted it on August 16, 2024. The Scheme officially came into effect on August 16, 2024. Under this Scheme, the total number of equity shares that may be allocated through options granted by the company is capped at 1% of the diluted paid-up equity shares.

As on the date of the Financials Statement, the Company has not granted any options under the ESOP Scheme.

iv **Sale of property**

The Group vide agreement dt: 07 May 2024 sold the property situated at 105/106/107, Shreyas Industrial Estate to M/s Siddhileela Properties for total consideration of INR 101 millions.

56 Previous year figures have been regrouped/ reclassified to confirm presentation as per Ind AS and as required by Schedule III of the Act.

57 The amounts in '0.00' represents the figures below INR 10,000.

58 The Group used Labguru Software for the purpose of maintaining books of accounts for the financial year 31 March 2024, the software did not have a feature of recording audit

59 These financial statements have been approved for issue by the board of directors at its meeting held on 05 September 2024.



Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
Annexure VII - Statement of Adjustments to Restated Consolidated Financial Information
(All amounts are in INR million except per share data or as otherwise stated)

A Statement of restatement adjustments

For periods up to and including the year ended 31 March 2023, the Group prepared its financial statements in accordance with accounting standards referred to in paragraph 7 of the Companies (Accounts) Rules, 2014 (Previous GAAP) notified under section 133 of the Companies Act, 2013. The Restated Consolidated Financial Information have been compiled from the Audited Consolidated Financial Statements of the Group as at and for the year ended 31 March 2024 and the Audited Special Purpose Consolidated Ind AS Financial Statements of the Group as at and for the year ended 31 March 2023 & 31 March 2022 (refer basis of preparation para under Note 2.1).

In preparing these financial statements, the Group's opening balance sheet was prepared as at 01 April 2022, the Group's date of transition to Ind AS. This note explains the principal adjustments made by the Group in restating its IGAAP financial statements, including the balance sheet as at 01 April 2022 and the financial statements as at and for the year ended 31 March 2023 and how the transition from IGAAP to Ind AS has affected the Group's financial position, financial performance and cash flows.

There is no difference between Restated Consolidated Financial Information, Audited Consolidated Financial Statements and Audited Special Purpose Consolidated Ind AS Financial Statements of the Group as referred above. Reconciliations between the Restated Consolidated Financial Information and Audited Financial Statements (IGAAP) of the Group are set out in the following tables and notes.

In preparing the Restated Consolidated Financial Information, the Group has applied the below mentioned exemptions:

A.1 Ind AS optional exemptions

Ind AS 101, First-time Adoption of Indian Accounting Standards, allows first-time adopters certain exemptions from the retrospective application of certain requirements under Ind AS. The Group has accordingly applied the following exemptions:

(i) Deemed Cost - Property, plant & equipment, Investment property and Intangible assets

Ind AS 101 permits a first-time adopter to elect to continue with the carrying amount of its property, plant & equipment, investment property and intangible assets as recognized in the financial statement as at the date of transition to Ind AS, measured as per previous GAAP and used that as its deemed cost as at the date of transition after making necessary adjustment for decommissioning liabilities. Accordingly, the Group has elected to measure all of its property, plant & equipment, investment property and intangible assets at their previous GAAP carrying amount as at transition date. For the purpose of Restated Consolidated Financial Information for the years ended March 31, 2024, March 31, 2023 and March 31, 2022, the Group has provided the depreciation and amortisation based on the estimated useful life of respective years.

(ii) Fair value measurement of financial assets or financial liabilities at initial recognition

Ind AS 101 provides the option to apply the requirements in paragraph B5.1.2A (b) of Ind AS 109 prospectively to transactions entered into on or after the date of transition to Ind AS. The Group elected to apply the Ind AS 109 prospectively to financial assets and financial liabilities after its transition date.

(iii) Leases

The Group has applied the modified retrospective approach in applying Ind AS 116.

(iv) Business combination

Ind AS 101 provides the option to apply Ind AS 103 prospectively from the transition date or from a specific date prior to the transition date. This provides relief from full retrospective application that would require restatement of all business combinations prior to the transition date. The Group elected to apply Ind AS 103 prospectively to business combinations occurring after its transition date. Business combinations occurring prior to the transition date have not been restated.

A.2 Ind AS mandatory exceptions

(i) Estimates

On assessment of the estimates made under the previous GAAP financial statements, the Group has concluded that there is no necessity to revise the estimates under Ind AS, as there is no objective evidence of an error in those estimates. However, estimates that were required under Ind AS but not required under previous GAAP are made by the Group for the relevant reporting dates reflecting conditions existing as at that date. Key estimates considered in preparation of financial statements that were not required under the previous GAAP are listed below:

- Determination of the discounted value for financial instruments carried at amortized cost.
- Determination of impairment allowance (ECL) on trade receivables.

(ii) Classification and measurement of financial assets

Ind AS 101 requires an entity to assess classification of financial assets and liabilities on the basis of facts and circumstances existing as at the date of transition. Further, the standard permits measurement of financial assets and liabilities accounted at amortized cost based on facts and circumstances existing at the date of transition if retrospective application is impracticable. Accordingly, the Group has determined the classification of financial assets and liabilities based on facts and circumstances that exist on the date of transition. Measurement of financial assets and liabilities accounted at amortized cost has been done retrospectively except where the same is impracticable.



Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
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B Reconciliations between the Restated Consolidated Financial Information and Audited Financial Statements (IGAAP) of the Group

- (a) Reconciliation of total Equity as at 1 April 2021, 31 March 2022 and as at 31 March 2023
(b) Reconciliation of total comprehensive income for the year ended 31 March 2023
(c) Impact of Ind AS adoption on the statement of cash flows for the year ended 31 March 2023

(i) **Reconciliation of total equity as at 31 March 2023, 31 March 2022 and 01 April 2021**

	As at 31 March 2023	As at 31 March 2022	As at 01 April 2021
Total equity (shareholder's funds) as per Indian GAAP	287.67	366.64	444.63
Minority interest	9.58	4.79	(0.13)
Adjusted Equity under previous GAAP	297.25	371.43	444.50
Adjustments:			
Adjustment to revenue due to change in timing of revenue recognition (Ind AS 115)	(11.51)	(2.85)	(0.64)
Impact on account of adoption of Ind AS 109			
- Impairment loss	(62.25)	(14.13)	-
- Others	1.14	(0.16)	0.20
Impact on account of adoption of Ind AS 116	(6.09)	(6.20)	(0.08)
Impact on account of equity method of accounting	(1.37)	0.29	-
Deferred Tax on Ind AS Adjustments	0.22	0.03	-
Adjustments to rectify errors in previous GAAP	(22.58)	(118.96)	(55.57)
Total equity (shareholder's funds) as per Ind AS	194.82	229.44	388.41

(ii) **Restatement adjustments on account of transition to Ind AS w.e.f 1 April 2021**

The below table provides reconciliation of impact on account of transition date considered as 1 April 2021 being different from statutory transition date of 1 April 2022. (Refer note 2.1 - Basis of preparation and presentation)

	Amount
Other Equity balance as at 31 March 2022	223.24
Adjustment on account of transition as per IND AS 101	
Adjustment on account of transition to Ind AS 116	6.20
Deferred tax on Ind AS adjustments	-
Other Equity balance as at 1 April 2022	229.44

(ii) **Reconciliation of total comprehensive income**

	Year ended 31 March 2023	Year ended 31 March 2022
Loss After Tax As Per Indian GAAP	(79.32)	(87.00)
Adjustments:		
Adjustment to revenue due to change in timing of revenue recognition (Ind AS 115)	(8.90)	(1.95)
Impact on account of adoption of Ind AS 109		
- Impairment loss	(17.59)	(14.36)
- Others	(0.21)	0.19
Impact on account of adoption of Ind AS 116	(5.96)	(6.43)
Impact on account of equity method of accounting	(2.53)	(2.53)
Deferred Tax on Ind AS Adjustments	0.19	0.03
Adjustment on account of remeasurement of defined employee benefit plans as per Ind AS 19	(2.88)	(9.61)
Adjustments to rectify errors in previous GAAP	75.57	12.79
Total Adjustments	37.68	(99.78)
Profit After Tax As Per Ind As	(41.64)	(186.79)
Other Comprehensive Income		
Remeasurement Loss of net defined benefit plan	2.91	9.35
Others	(2.10)	0.54
Other Comprehensive Income as per Ind AS	0.81	9.89
Total Comprehensive Income for the year as per Consolidated Financial Statements and Restated Consolc	(40.83)	(176.90)

(iii) **Impact of Ind AS adoption on the statement of cash flows for the year ended 31 March 2023**

	Previous GAAP	Adjustment on Transition to Ind AS	Ind AS
Net cash flow from operating activities	27.21	103.89	131.11
Net cash flow used in investing activities	(28.50)	(49.01)	(74.17)
Net cash flow used in financing activities	(0.23)	(18.88)	(14.42)
Net increase/(decrease) in cash and cash equivalents	(1.52)	36.00	42.52
Cash and cash equivalents as at 1 April 2022	14.32	(146.25)	(131.93)
Cash and cash equivalents as at 31 March 2023	15.65	(112.83)	(97.18)



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Notes To First-Time Adoption:

(i) Revenue from contract with customer (Ind AS 115)

Under Previous GAAP, the Group accounted for revenue once the goods are shipped from the Group's premises. As per Ind AS 115, revenue is recognized when (or as) the Group satisfies a performance obligation by transferring a promised good or service (i.e. an asset) to a customer. An asset is transferred when (or as) the customer obtains control of that asset.

(ii) Impairment allowance for expected credit losses

Under Previous GAAP, the Group applied the incurred loss model for creating provision for doubtful debts. Under Ind AS, impairment loss has been determined as per Expected Credit Loss (ECL) model. The difference between the provision amount as per previous GAAP and Ind AS (i.e. ECL) has been recognized in retained earnings on date of transition and subsequently in the restated consolidated statement of profit and loss.

(iii) Security Deposit

Under previous GAAP, interest free security deposits under lease agreement (that are refundable in cash on completion of the term as per the contract) are recorded at their transaction value. Under Ind AS, such financial assets are required to be recognised initially at their fair value and subsequently at amortised cost. Difference between the fair value and transaction value of the security deposit has been recognised as Right of Use Asset. The unwinding of security deposit happens by recognition of a notional interest income in Statement of Profit and Loss at effective interest rate. The Right of Use Asset gets amortised on a straight line basis over the lease.

(iv) Leases (Ind AS 116)

Under Previous GAAP, a lease is classified as a finance lease or an operating lease. Operating lease payments are recognised as an operating expense in the statement of profit or loss on a straight-line basis over the lease term. Under Ind AS 116, a lessee applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets and recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets. At the date of transition to Ind AS, the Group applied the modified retrospective approach and measured lease liabilities at the present value of the remaining lease payments, discounted using the lessee's incremental borrowing rate at the date of transition to Ind AS. Right-of-use assets were measured at the amount equal to the lease liabilities.

(v) Defined benefit liabilities

Under Ind AS, remeasurements on defined benefit plans i.e. actuarial gains and losses and the return on plan assets, excluding amounts included in the net interest expense on the net defined benefit liability are recognised in other comprehensive income instead of profit and loss. Under the previous GAAP, these remeasurements were forming part of the profit and loss for the year. There is no impact on total equity.

(vi) Investment in joint venture

Investment in joint venture is recognized using equity method of accounting in restated consolidated financial information as per Ind AS 28. However under previous GAAP, joint venture was consolidated. Impact has been given to de-consolidate the joint venture previously consolidated and record the investment using equity method of accounting.

(vii) Tax impact on adjustments

Retained earnings and statement of profit and loss has been adjusted consequent to the Ind AS transition adjustments with corresponding impact to deferred tax, wherever applicable.

(viii) Adjustments to rectify errors in previous GAAP

The Group has made certain errors in the adoption of accounting policies majorly related to measurement of depreciation, inventory, goodwill, employee benefit expenses, etc. Upon transition to Ind AS, the Group has rectified these errors.



Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)
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(All amounts are in INR million except per share data or as otherwise stated)

C Non adjusting events

1 There are no audit qualifications in auditor's report for the financial year ended 31 March 2024, 31 March 2023 and 31 March 2022.

2 Emphasis of matters (EOM) which do not require any adjustments in the restated consolidated financial information are as follows:

For the financial year ended 31 March, 2024

As at 31 March 2024, the Company had trade receivable outstanding from one of its related parties amounting to INR 151.34 million (31 March 2023 : INR 128.39 million) including foreign currency receivable amounting to INR 64.97 million (31 March 2023 : INR 43.12 million) outstanding for a period of more than nine months. This has resulted in non-compliances of various regulations, circulars and notifications issued under the Foreign Exchange Management Act, 1999 ("FEMA Regulations"), which require the receivables to be settled within 9 months. However, subsequent to March 31, 2024 the Company has collected entire balance outstanding for a period more than 9 months as on March 31, 2024. The aforesaid amount has been eliminated as a consolidation adjustment at the Group level since the amount receivable was from a Foreign Subsidiary of the Holding Company.

For the financial year ended 31 March, 2023

As at 31 March 2023, the Company had trade receivable outstanding from one of its related parties amounting to INR 128.39 million including foreign currency receivable amounting to INR 43.12 million outstanding for a period of more than nine months. This has resulted in non-compliances of various regulations, circulars and notifications issued under the Foreign Exchange Management Act, 1999 ("FEMA Regulations"), which require the receivables to be settled within 9 months. However, subsequent to March 31, 2023 the Company has collected entire balance outstanding for a period more than 9 months as on March 31, 2023. The aforesaid amount has been eliminated as a consolidation adjustment at the Group level since the amount receivable was from a Foreign Subsidiary of the Holding Company.

As per our report of even date attached

For M S K A & Associates

Chartered Accountants

ICAI Firm Registration No: 105047W



Nitin Tiwari
Partner
Membership No: 118894

Place: Mumbai
Date: 05 September 2024



For and on behalf of the Board of Directors of

Laxmi Dental Limited (formerly known as Laxmi Dental Export Private Limited)

CIN:U51507MH2004PLC147394



Sameer Merchant
Director
DIN-00679893

Place: Mumbai
Date: 05 September 2024



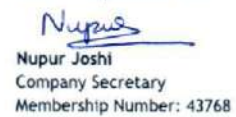
Dharmesh Dattani
Chief Financial Officer

Place: Mumbai
Date: 05 September 2024



Rajesh V Khakhar
Director
DIN-00679903

Place: Mumbai
Date: 05 September 2024



Nupur Joshi
Company Secretary
Membership Number: 43768

Place: Mumbai
Date: 05 September 2024

