

**Independent Auditor's Report on Standalone Annual Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

**To the Board of Directors of TAKE Solutions Limited**

**Qualified Opinion**

We have audited the accompanying statement of standalone annual financial results (hereinafter referred to as the "Statement") of TAKE Solutions Limited (hereinafter referred to as the "Company") for the year ended 31 March 2024, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

(i) presents the standalone annual financial results in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard, and

(ii) **except for the possible effects of the matters described in the Basis for Qualified Opinion section of our report** gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 ('the Act'), read with the Companies (Indian Accounting Standards) Rules, 2015, and other accounting principles generally accepted in India, of the standalone net loss and other comprehensive income and other financial information of the Company for the year ended 31 March 2024.

**Basis for Qualified Opinion**

- a) As stated in Note No. 5 to the statement, tax assets appearing in the standalone financial statements of the Company to an extent of ₹ 88.32 Million pertain to various assessment years relating to the financial periods ending upto March 31, 2021. In the absence of sufficient appropriate evidence to corroborate management's assessment of recoverability of these balances we are unable to comment on the carrying value of above receivables and the shortfall, if any, on the amount that would be ultimately realizable from the tax authorities considering the fact that the Company's contingent liabilities as at 31 March 2024 include

contingent liabilities aggregating to INR 113.30 Million pertaining to direct tax litigations pending before various forums relating to the above periods, for which the assessment on whether the outflow of resource embodying economic benefits is probable or not as per the requirements of Ind AS 37- "Provisions, Contingent Liabilities and Contingent Assets" is in progress. In the absence of sufficient appropriate audit evidence, we are unable to comment upon the appropriateness and classification of the aforesaid amounts as provision or contingent liabilities as at 31 March 2024 in accordance with Ind AS 37, "Provisions, Contingent Liabilities and Contingent Assets" and the consequential impact, if any, on the total liabilities and loss as at and for the year then ended.

- b) Considering the business operations of the Company are severely impacted as stated in Note No. 4 to the Statement, we are unable to comment on the usage/recoverability of indirect tax credit/receivables of INR 61.29 Million and the consequential impact, if any, on the total assets and loss as at and for the year then ended is not ascertainable.
- c) We draw your attention to Note No. 4 to the Statement, which indicates that the Company has incurred huge loss after tax of INR 2072.51 Million for the year ended March 31, 2024 on account of recognition of impairment loss on certain financial assets resulting in substantial reduction of networth of the Company as on March 31, 2024. Further, significant deterioration in the value of the assets used to generate cash flows was seen over the last two years as evidenced by lower volume of business. In addition, the Company has significant litigations under direct tax law and the outcome & impact of which is unascertainable. Furthermore, the Company has significant unpaid statutory dues. The cumulative effect of these factors and the possible impact of the matters stated in (a) & (b) above indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern and therefore the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. Despite the above factors, the Annual Standalone Financial Results have been prepared on a "going concern basis" and no adjustment has been made to the carrying value of assets and liabilities as the Company is exploring various funding options for expansion and also expects improvement in the overall level of operations in the Generics Development Capabilities vertical as evidenced by capital investment and other expansion plans undertaken during the reporting period in the said business. While the plans for the revival of business operations are in place, the consequential impact on the going concern assumption is not ascertainable at this stage and hence we are unable to comment on whether the preparation of annual standalone financial results on a going concern basis is appropriate and on the consequential impact, if any, on the annual standalone financial results.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Statement section of our report. We are independent of the



Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('the ICAI') together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our qualified opinion on the standalone annual financial results.

#### **Emphasis of Matter**

We draw your attention to Note No. 6 to Statement, regarding the exceptional items recognised in the annual standalone financial results.

Our opinion on the Statement is not modified in respect of this matter.

#### **Management's and Board of Directors' Responsibilities for the Statement**

This Statement has been prepared on the basis of the standalone annual financial statements. The Company's Management and Board of Directors is responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit/loss and other comprehensive income and other financial information of the Company in accordance with the recognition and measurement principles laid down in Ind AS prescribed under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India, and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Statement**

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Standards on Auditing, specified under section 143(10) of the Act, will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Statement.

As part of an audit in accordance with the Standards on Auditing, specified under section 143(10) of the Act, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Management and Board of Directors.
- Evaluate the appropriateness and reasonableness of the disclosures in the Statement made by the Management and Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related

disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Annual Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Standalone Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Standalone Financial Results.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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





**Other Matter**

The Statement includes the results for the quarter ended 31 March 2024, being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year-to-date figures up to the third quarter of the current financial year prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" which were subject to limited review by us.

Our opinion on the Statement is not modified in respect of this matter

**For Sundar Srini & Sridhar**

**Chartered Accountants**

Firm Registration No: 004201S



**V. Vijay Krishna**

**Partner**

**Membership No: 216910**

**UDIN: 24216910BKFDLG9088**

Place: Chennai

Date: May 30, 2024

**TAKE SOLUTIONS LTD**

CIN: L63090TN2000PLC046338

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**Statement of Standalone Audited Financial Results for the quarter and year ended March 31, 2024**

(₹ In Million except per share data)

Sl. No.	Particulars	Quarter Ended			Year Ended	
		Mar 31, 2024	Dec 31, 2023	Mar 31, 2023	Mar 31, 2024	Mar 31, 2023
		(Audited) - Refer Note No 10	(Unaudited)	(Audited) - Refer Note No 10	(Audited)	(Audited)
1	<b>Income</b>					
	Revenue from operations	-	-	147.93	54.21	562.25
	Other Income	(124.91)	7.12	74.88	(116.24)	90.65
	<b>Total Income</b>	<b>(124.91)</b>	<b>7.12</b>	<b>222.81</b>	<b>(62.03)</b>	<b>652.90</b>
2	<b>Expenses</b>					
	Cost of revenue	-	-	114.75	31.50	459.35
	Employee benefit expenses	4.28	4.75	2.42	20.11	27.75
	Finance cost	1.66	1.74	4.74	7.33	6.15
	Depreciation and amortisation	0.12	1.06	2.76	7.16	11.11
	Other expenses	75.09	10.29	3.61	97.84	47.15
	<b>Total Expenses</b>	<b>81.15</b>	<b>17.84</b>	<b>128.28</b>	<b>163.94</b>	<b>551.51</b>
3	<b>Profit/(Loss) before exceptional items and tax (1-2)</b>	<b>(206.06)</b>	<b>(10.72)</b>	<b>94.53</b>	<b>(225.97)</b>	<b>101.39</b>
4	<b>Exceptional items</b>					
	Loss on impairment	(1,802.84)	-	(54.42)	(1,806.46)	(54.42)
	<b>Profit/(Loss) before tax (3+4)</b>	<b>(2,008.90)</b>	<b>(10.72)</b>	<b>40.11</b>	<b>(2,032.43)</b>	<b>46.97</b>
5	<b>Tax expense / (Reversal)</b>					
	Current tax	-	-	3.99	-	9.23
	Shortfall / (excess) provision of earlier years	-	34.38	0.08	34.38	0.08
	Deferred tax	5.98	1.39	(5.19)	5.70	(5.19)
6	<b>Profit/(Loss) for the period (4-5)</b>	<b>(2,014.88)</b>	<b>(46.49)</b>	<b>41.23</b>	<b>(2,072.51)</b>	<b>42.85</b>
7	<b>Other Comprehensive Income</b>					
	a) i) Items that will not be reclassified to profit or loss	0.24	(0.05)	0.34	(1.44)	(0.59)
	ii) Income tax on items that will not be reclassified to profit or loss	(0.06)	0.01	0.15	0.36	0.15
	b) i) Items that will be reclassified to profit or loss	-	-	-	-	-
	ii) Income tax on items that will be reclassified to profit or loss	-	-	-	-	-
	<b>Total Other Comprehensive Income</b>	<b>0.18</b>	<b>(0.04)</b>	<b>0.49</b>	<b>(1.08)</b>	<b>(0.44)</b>
8	<b>Total Comprehensive Income (6+7)</b>	<b>(2,014.70)</b>	<b>(46.53)</b>	<b>41.72</b>	<b>(2,073.59)</b>	<b>42.41</b>
9	<b>Paid-up equity share capital (Face value ₹ 1/- each)</b>	<b>147.93</b>	<b>147.93</b>	<b>147.93</b>	<b>147.93</b>	<b>147.93</b>
10	<b>Earnings per share (of ₹ 1/- each) (not annualised)</b>					
	(a) Basic (in ₹)	(13.62)	(0.31)	0.28	(14.01)	0.29
	(b) Diluted (in ₹)	(13.62)	(0.31)	0.28	(14.01)	0.29



**Note:****1. Statement of Audited Standalone Assets and Liabilities**

		(₹ In Million)	
Particulars		As at Mar 31, 2024	As at Mar 31, 2023
<b>ASSETS</b>			
<b>Non-current assets</b>			
(a) Property, plant and equipment		0.91	9.55
(b) Right-of-use assets		-	11.63
(c) Other intangible assets		0.16	0.01
(d) Financial Assets			
Investment in subsidiaries		1,018.68	2,425.62
Other financial assets		1.64	7.22
(e) Deferred tax assets (net)		-	5.34
(f) Income tax assets (net)		102.31	136.11
<b>Total Non-Current Assets</b>	<b>(A)</b>	<b>1,123.70</b>	<b>2,595.48</b>
<b>Current assets</b>			
(a) Financial assets			
(i) Trade receivables		-	-
(ii) Cash and cash equivalents		4.97	62.23
(iii) Bank balances other than (ii) above		0.99	3.10
(iv) Loans		-	-
(v) Other financial assets		-	463.42
(b) Other current assets		62.11	62.75
<b>Total Current Assets</b>	<b>(B)</b>	<b>68.07</b>	<b>591.50</b>
<b>Total Assets</b>	<b>(A) + (B)</b>	<b>1,191.77</b>	<b>3,186.98</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity share capital		147.93	147.93
(b) Other equity		806.23	2,879.82
<b>Total Equity</b>	<b>(C)</b>	<b>954.16</b>	<b>3,027.75</b>
<b>Non-current liabilities</b>			
(a) Financial liabilities			
(i) Lease liabilities		-	3.76
(ii) Other financial liabilities		-	0.45
(b) Provisions		2.80	1.45
<b>Total Non-Current Liabilities</b>	<b>(D)</b>	<b>2.80</b>	<b>5.66</b>
<b>Current liabilities</b>			
(a) Financial liabilities			
(i) Lease liabilities		-	14.39
(ii) Trade Payables			
-Total outstanding dues of Micro Enterprises and Small Enterprises		0.92	0.93
-Total outstanding dues of Creditors other than Micro Enterprises and Small Enterprises		4.13	44.59
(iii) Other financial liabilities		184.90	48.54
(b) Other current liabilities		44.67	44.68
(c) Provisions		0.19	0.44
<b>Total Current Liabilities</b>	<b>(E)</b>	<b>234.81</b>	<b>153.57</b>
<b>Total Equity and Liabilities</b>	<b>(C) + (D) + (E)</b>	<b>1,191.77</b>	<b>3,186.98</b>



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## 2. Statement of Audited Standalone Cash flows

Particulars	₹ In Million)	
	Year ended	
	Mar 31, 2024	Mar 31, 2023
<b>A) CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>PROFIT/ (LOSS) BEFORE TAX</b>	(2,032.43)	46.97
<b>Adjustments for</b>		
Depreciation & Amortisation	7.16	11.11
Finance Cost	7.33	6.15
Interest income	(1.08)	(26.82)
Unwinding of liability for financial guarantee contracts	(0.45)	(1.31)
Bad debts and provision for expected credit losses	-	2.46
ECL on financial guarantee contracts	71.57	-
De-recognition of ROU and write back of Lease Liabilities	(6.28)	-
Loss on impairment - Others	1,806.46	54.42
Share of (profit) / loss from LLP	125.34	0.05
Loss on remeasurement of lease liability	-	0.13
Loss on discarding of assets	6.56	-
Provisions writtenback	-	(60.71)
<b>Operating Profit before working Capital Changes</b>	<b>(15.82)</b>	<b>32.45</b>
(Increase)/Decrease in trade receivables	-	40.58
(Increase)/Decrease in other financial assets	77.43	77.92
(Increase)/Decrease in other assets	0.64	128.56
Increase/ (Decrease) in trade payables	(40.47)	0.77
Increase/ (Decrease) in other financial liabilities	(59.82)	13.21
Increase/ (Decrease) in other liabilities	(0.01)	27.72
Increase/ (Decrease) in provisions	(0.34)	(8.01)
<b>Cash flow from/ (used in) Operations</b>	<b>(38.39)</b>	<b>313.20</b>
Direct taxes paid, net	(6.38)	(44.27)
<b>NET CASH FROM/(USED IN) OPERATING ACTIVITIES</b>	<b>(44.77)</b>	<b>268.93</b>
<b>B) CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Property, Plant and Equipment	(1.21)	-
Proceeds from sale of Plant and Equipment	1.07	-
Proceeds from sale of investments in a subsidiary	-	296.97
Investment in subsidiaries	(12.12)	(519.98)
Reduction / (Increase) of bank deposits	2.11	(0.70)
<b>NET CASH FROM /(USED IN) INVESTING ACTIVITIES</b>	<b>(10.15)</b>	<b>(223.71)</b>
<b>C) CASH FLOW FROM FINANCING ACTIVITIES</b>		
Repayment of lease liability including interest	(1.61)	(7.67)
Dividend of earlier years paid / transferred	(0.73)	(0.68)
<b>NET CASH FROM/(USED IN) FINANCING ACTIVITIES</b>	<b>(2.34)</b>	<b>(8.35)</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash equivalents</b>	<b>(57.26)</b>	<b>36.87</b>
Add: Cash and Cash equivalents as at the beginning of the year	62.23	25.36
<b>Cash &amp; Cash equivalents as at the end of the year</b>	<b>4.97</b>	<b>62.23</b>



**Explanatory notes to the statement of standalone audited financial results for the quarter and year ended March 31, 2024**

- 3 The Standalone Financial Results have been prepared in accordance with the applicable Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 (the "Act") read with relevant Rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations'). The Standalone Financial Results for the quarter and year ended March 31, 2024 have been reviewed and recommended by the Audit Committee and approved by the Board of Directors of the company in their respective meetings held on May 30, 2024. The statutory auditors of the Company have expressed a modified opinion on the standalone audited financial results for the year ended March 31, 2024.
- 4 The Company has incurred huge loss after tax of INR 2072.51 Million for the year ended March 31, 2024 on account of recognition of impairment loss on certain financial assets resulting in substantial reduction in networth of the Company as on March 31, 2024 and there has been significant reduction in the volume of business. Furthermore, the Company has significant unpaid statutory dues. The cumulative effect of these factors may indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. However, the Annual Standalone Financial Results have been prepared on a "going concern basis" and no adjustment has been made to the carrying value of assets and liabilities as the Company is exploring various funding options for expansion and also expects substantial improvement in the overall level of operations in the Generics Development Capabilities vertical as evidenced by capital investment and other expansion plans undertaken during the reporting period in the said business.
- 5 According to the management, Tax Assets to an extent of ₹ 88.32 Million recognised in the standalone financial statements pertain to various assessment years relating to the financial periods ending upto March 31, 2021, are fully recoverable upon completion of the assessment / disposal of the appeals pending in various forums. The refunds are withheld/under process on account of disputes pending before various forums and no impairment is considered necessary and further the Management expects a favourable outcome on the pending tax litigations.
- 6 Exceptional items for the quarter and year ended March 31, 2024 includes impairment loss recognised on investments to an extent of ₹ 1415.45 Million and ₹ 1419.07 Million respectively (quarter ended Dec 31, 2023 ₹ Nil/-, quarter ended March 31, 2023 ₹ 54.42 Million and FY March 31, 2023 - ₹ 54.42 Million). Exceptional items for the quarter and year ended March 31, 2024 further includes impairment loss recognised on certain other financial assets to an extent of ₹ 387.39 Million and ₹ 387.39 Million respectively (quarter ended Dec 31, 2023 ₹ Nil/-, quarter ended March 31, 2023 ₹ Nil/- and FY March 31, 2023 - ₹ Nil/-)
- 7 (a) Other Income for the quarter and year ended March 31, 2024 includes gain arising out of termination of lease and write back of certain associated liabilities to an extent of ₹ Nil/- and ₹ 6.28 Million respectively ( quarter ended Dec 31, 2023 ₹ 6.28 Million, quarter ended March 31, 2023 ₹ Nil/- FY March 31, 2023 - ₹ Nil/-). Other Income for the quarter and year ended March 31, 2024 also includes share of loss from Navitas LLP of ₹ 125.34 Million and ₹ 125.34 Million respectively ( quarter ended Dec 31, 2023 ₹ Nil/-, quarter ended March 31, 2023 ₹ Nil/- FY March 31, 2023 - ₹ 0.05 Million)  
(b) Other expenses for the quarter and year ended March 31, 2024 includes recognition of ECL of ₹ 71.57 Million and ₹ 71.57 Million respectively ( quarter ended Dec 31, 2023 ₹ Nil/-, quarter ended March 31, 2023 ₹ Nil/- FY March 31, 2023 - ₹ Nil/-) on the financial guarantee contract provided for the loan taken by the subsidiary.
- 8 Since the Company operates in a single segment viz Life Sciences and Support Services, disclosures under Ind AS 108, 'Segment Reporting' are not required.
- 9 During the quarter ended March 31, 2024, employees have not exercised any equity share options under Employee Stock Option Scheme of the Company.
- 10 The figures for the quarter ended March 31, 2024 and March 31, 2023 are the balancing figures between audited figures in respect of the full financial year and the limited reviewed year to date figures up to the quarters ended December 31, 2023 and December 31, 2022.
- 11 The Standalone Financial Results for the quarter and year ended March 31, 2024 are available on the Company's website ([www.takesolutions.com](http://www.takesolutions.com)) and the website of BSE ([www.bseindia.com](http://www.bseindia.com)) and NSE ([www.nseindia.com](http://www.nseindia.com))
- 12 Figures for earlier periods have been regrouped, wherever necessary.

Place : Chennai  
Date : May 30, 2024



For and on behalf of the Board of Directors

*Srinivasan H.R.*

Srinivasan H.R.  
Chairman for the meeting dated May 30, 2024

