

**HCG (Mauritius) Pvt. Ltd**

<b>Contents</b>	<b>Pages</b>
Corporate data	2
Commentary of the directors	3
Certificate from the secretary	4
Independent auditors' report	5 - 8
Statement of financial position	9
Statement of comprehensive income	10
Statement of changes in equity	11
Statement of cash flows	12
Notes to the financial statements	13 - 21

## HCG (Mauritius) Pvt. Ltd

### Corporate data

		<b>Date appointed</b>	<b>Date resigned</b>
<b>Directors</b>	Mr. Gangadhara Ganapati	29 August 2016	23 September 2020
<b>:</b>	Mr. Dinesh Madhavan	29 August 2016	27 August 2019
	Dr. Ajai Kumar Basavalinga	29 August 2016	-
	Mr. Sheik Mohamad Ally Shameem Kureemun	16 April 2018	-
	Mr. Fayaz Doobarry (Alternate Director to Mr. Sheik Mohamad Ally Shameem Kureemun)	29 October 2018	05 July 2019
	Mr Navin Nagawa (Alternate Director to Mr. Fayaz Doobarry)	29 October 2018	05 July 2019
	Mr Navin Nagawa	05 July 2019	-

**Administrator & secretary** : Rogers Capital Corporate Services Limited  
Rogers House No.5  
President John Kennedy Street  
Port Louis  
Republic of Mauritius

**Registered office** : C/o Rogers Capital Corporate Services Limited  
Rogers House No.5  
President John Kennedy Street  
Port Louis  
Republic of Mauritius

**Auditors** : Grant Thornton  
Ebene Tower  
52 Cybercity  
Ebene 72201  
Republic of Mauritius

**Banker** : Absa Bank (Mauritius) Limited  
Absa House  
68-68A, Cybercity  
Ebene 72201  
Republic of Mauritius

## **HCG (Mauritius) Pvt. Ltd**

### **Commentary of the directors For the year ended 31 March 2020**

The directors are pleased to present their report together with the audited financial statements of **HCG (Mauritius) Pvt. Ltd**, the “Company” for the year ended 31 March 2020.

### **Results**

The results for the year are as shown on page 10.

### **Principal Activities**

The principal activity is to act as an investment holding company.

### **Directors**

The present membership of the Board is set out on page 2.

### **Directors’ Responsibilities in respect of the Financial Statements**

Company law requires the directors to prepare financial statements for each financial year which present fairly the financial position, financial performance and cash flows. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether International Financial Reporting Standards for Small and Medium-sized Entities have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors have confirmed that they have complied with the above requirements in preparing the financial statements. The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements are prepared in accordance with International Financial Reporting Standards for Small and Medium-sized Entities and comply with the Mauritius Companies Act 2001. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

### **Auditors**

The auditors, **Grant Thornton**, have indicated their willingness to continue in office until the next Annual Meeting.

**Certificate from the Secretary under Section 166(d) of the Mauritius Companies Act 2001**

We certify, to the best of our knowledge and belief, that we have filed with the Registrar of Companies all such returns as are required of **HCG (Mauritius) Pvt. Ltd** under the Mauritius Companies Act 2001 in terms of section 166(d), during the year ended 31 March 2020.

---

***For Rogers Capital Corporate Services Limited***  
**Company Secretary**

**Registered Office:**

Rogers House No.5  
President John Kennedy Street  
Port Louis  
Republic Mauritius

**Date:**

## **Independent auditors' report To the members of HCG (Mauritius) Pvt. Ltd**

### **Report on the Audit of the Financial Statements**

#### **Opinion**

We have audited the financial statements of **HCG (Mauritius) Pvt. Ltd**, the “Company”, which comprise the statement of financial position as at 31 March 2020, and statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements on pages 9 to 21 give a true and fair view of the financial position of the Company as at 31 March 2020 and of their financial performance and their cash flows for the year then ended in accordance with International Financial Reporting Standards for Small and Medium-sized entities and the requirements of the Mauritius Companies Act 2001.

#### **Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Information Other than the Financial Statements and Auditors' Report Thereon (“Other Information”)**

Management is responsible for the Other Information. The Other Information comprises mainly of information included under the Corporate Data and Commentary of the Directors sections, but does not include the financial statements and our auditors' report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the Other Information and, in doing so, consider whether the Other Information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this Other Information, we are required to report that fact. We have nothing to report in this regard.

## **Independent auditors' report (Contd) To the members of HCG (Mauritius) Pvt. Ltd.**

### **Report on the Audit of the Financial Statements (Contd)**

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

Management is responsible for the preparation of the financial statements in accordance with International Financial Reporting Standards for Small and Medium-sized Entities and the requirements of the Mauritius Companies Act 2001, and for such internal control as management determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the Company's financial reporting process.

#### **Auditors' Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with International Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

**Independent auditors' report (Contd)**  
**To the members of HCG (Mauritius) Pvt. Ltd.**

**Report on the Audit of the Financial Statements (Contd)**

**Auditors' Responsibilities for the Audit of the Financial Statements (Contd)**

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other 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.

**Report on Other Legal and Regulatory Requirements**

In accordance with the requirements of Mauritius Companies Act 2001, we report as follows:

- we have no relationship with, or any interests in, the Company and its associate other than in our capacity as auditors;
- we have obtained all the information and explanations we have required; and
- in our opinion, proper accounting records have been kept by the Company as far as it appears from our examination of those records.

**Independent auditors' report (Contd)**  
**To the members of HCG (Mauritius) Pvt. Ltd.**

**Other Matter**

Our report is made solely to the members of the Company as a body in accordance with Section 205 of the Mauritius Companies Act 2001. Our audit work has been undertaken so that we might state to the members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company's members as a body, for our audit work, for this report, or for the opinion we have formed.

Grant Thornton  
Chartered Accountants

K RAMCHURUN, FCCA  
Licensed by FRC

Date:

Ebene 72201, Republic of Mauritius

**HCG (Mauritius) Pvt. Ltd****Statement of financial position as at 31 March**

	Notes	2020 USD	2019 USD
<b>Assets</b>			
<b>Non-current</b>			
Investments in associate	5	<b>3,069,200</b>	3,533,804
<b>Current</b>			
Prepayments		-	1,750
Cash and cash equivalents	6	<b>1,174</b>	3,897
<b>Current assets</b>		<b>1,174</b>	5,647
<b>Total assets</b>		<b>3,070,374</b>	3,539,451
<b>Equity and liabilities</b>			
<b>Equity</b>			
Stated capital	7	<b>3,832,402</b>	3,832,402
Accumulated losses		<b>(904,462)</b>	(307,192)
Share application monies	8	<b>116,000</b>	-
<b>Total equity</b>		<b>3,043,940</b>	3,525,210
<b>Liabilities</b>			
<b>Current</b>			
Other payables	9	<b>26,434</b>	14,241
<b>Total equity and liabilities</b>		<b>3,070,374</b>	3,539,451

Approved by the Board of Directors on \_\_\_\_\_ and signed on its behalf by:

\_\_\_\_\_  
Director: Dr B. S. Ajaikumar

\_\_\_\_\_  
Director:

The notes on pages 13 to 21 form an integral part of these financial statements.

**HCG (Mauritius) Pvt. Ltd.**

# Statement of comprehensive income for the year ended 31 March

	Notes	2020 USD	2019 USD
Other income		-	4,399
Operating expenses	10	<b>16,666</b>	7,750
<b>Loss from operations</b>		<b>(16,666)</b>	(3,351)
Share of loss from equity accounted investment	5	<b>(580,604)</b>	(515,049)
<b>Loss before tax</b>		<b>(597,270)</b>	(518,400)
Tax expense	11	-	-
<b>Loss for the year</b>		<b>(597,270)</b>	(518,400)
<b>Other comprehensive income</b>			
<i>Item that will not be reclassified subsequently to profit or loss</i>		-	-
<i>Item that will be reclassified subsequently to profit or loss</i>		-	-
<b>Other comprehensive income for the year, net of tax</b>		-	-
<b>Total comprehensive loss for the year</b>		<b>(597,270)</b>	(518,400)

The notes on pages 13 to 21 form an integral part of these financial statements.

**HCG (Mauritius) Pvt. Ltd.**

# Statement of changes in equity for the year ended 31 March 2020

	Share capital USD	Accumulated losses USD	Share application monies USD	Total equity USD
<b>At 01 April 2019</b>	<b>3,832,402</b>	<b>(307,192)</b>	-	<b>3,525,210</b>
Funds from shareholders	-	-	<b>116,000</b>	<b>116,000</b>
<b>Transaction with shareholders</b>	-	-	<b>116,000</b>	<b>116,000</b>
Loss for the year	-	<b>(597,270)</b>	-	<b>(597,270)</b>
Other comprehensive income	-	-	-	-
<b>Total comprehensive loss for the year</b>	-	<b>(597,270)</b>	-	<b>(597,270)</b>
<b>At 31 March 2020</b>	<b>3,832,402</b>	<b>(904,462)</b>	<b>116,000</b>	<b>3,043,940</b>
At 01 April 2018	3,832,402	211,208	-	4,043,610
Loss for the year	-	(518,400)	-	(518,400)
Other comprehensive income	-	-	-	-
Total comprehensive loss for the year	-	(518,400)	-	(518,400)
At 31 March 2019	3,832,402	(307,192)	-	3,525,210

The notes on pages 13 to 21 form an integral part of these financial statements.

**HCG (Mauritius) Pvt. Ltd.**

# Statement of cash flows for the year ended 31 March

	2020 USD	2019 USD
<b>Operating activities</b>		
Loss before tax	(597,270)	(518,400)
<i>Adjustment:</i>		
Share of loss from equity accounted investment	580,604	515,049
<i>Net changes in working capital:</i>		
Change in prepayments	1,750	(703)
Change in other payables	12,193	(13,256)
<b>Net cash used in operating activities</b>	<b>(2,723)</b>	<b>(17,310)</b>
<b>Investing activities</b>		
Investment in associate	(116,000)	-
<b>Net cash used in investing activities</b>	<b>(116,000)</b>	<b>-</b>
<b>Financing activities</b>		
Share application monies	116,000	-
<b>Net cash from financing activities</b>	<b>116,000</b>	<b>-</b>
<b>Net change in cash and cash equivalents</b>	<b>(2,723)</b>	<b>(17,310)</b>
Cash and cash equivalents, beginning of year	3,897	21,107
<b>Cash and cash equivalents, end of year</b>	<b>1,174</b>	<b>3,897</b>
<b>Cash and cash equivalents made up of:</b>		
Cash at bank	1,174	3,897

The notes on pages 13 to 21 form an integral part of these financial statements

**HCG (Mauritius) Pvt. Ltd**

# Notes to the financial statements

For the year ended 31 March 2020

**1. General information and statement of compliance with International Financial Reporting Standards for Small and Medium-sized entities (IFRS for SMEs)**

HCG (Mauritius) Pvt. Ltd, “the ‘Company’” is a private limited company incorporated in the Republic of Mauritius under the Mauritius Companies Act 2001 on 22 May 2015 as a private company with liability limited by shares and holds a Category 1 Global Business Licence issued by the Financial Services Commission. The Company’s registered office is Rogers Capital Corporate Services Limited, 3rd Floor, Rogers House No. 5, President John Kennedy Street, Port Louis, Republic of Mauritius.

The principal activity of the Company is that of an investment holding company.

The financial statements have been prepared in accordance with International Financial Reporting Standards for Small and Medium-sized Entities (IFRS for SMEs) as issued by the International Accounting Standards Board (“IASB”).

**2. Transition to the IFRS for SMEs****2.1 Basis of transition to the IFRS for SMEs***Application of the IFRS for SMEs*

The Company’s financial statements for the year ended 31 March 2020 are its first annual financial statements prepared under accounting policies that comply with IFRS for SMEs.

The application of IFRS for SMEs did not have any impact on the opening balance at 01 April 2019.

**3. Summary of accounting policies****3.1 Overall considerations**

The financial statements have been prepared using the significant accounting policies and measurement bases summarised below.

**HCG (Mauritius) Pvt. Ltd**

# Notes to the financial statements

For the year ended 31 March 2020

## 3. Summary of accounting policies (Contd)

### 3.2 Investment in associate

An associate is an entity over which the Company has significant influence but not control, generally accompanying a shareholding of between 20% and 50% of the voting rights.

The existence of significant influence by an entity is usually evidenced in one or more of the following ways: (a) representation on the board of directors or equivalent governing body of the investee; (b) participation in policy-making processes, including participation in decisions about dividends or other distributions; (c) material transactions between the investor and the investee; (d) interchange of managerial personnel; or (e) provision of essential technical information.

Investment in associate is initially shown at cost in these separate financial statements in accordance with IAS 28, Investments in Associates and Joint Ventures. Where an indication of impairment exists, the recoverable amount of the investment is assessed. Where the carrying amount of an investment is greater than its estimated recoverable amount, it is written down immediately to its recoverable amount and the difference is charged to the statement of profit or loss and other comprehensive income.

On disposal of an investment, the difference between the net disposal proceeds and the carrying amount is charged or credited to the statement of comprehensive income.

The Company's share of post-acquisition profit or loss is recognised in the income statement, and its share of post-acquisition movements in other comprehensive income is recognised in other comprehensive income with a corresponding adjustment to the carrying amount of the investment. When the Company's share of losses in an associate equals or exceeds its interest in the associate, including any other unsecured receivables, the Company does not recognise further losses, unless it has incurred legal or constructive obligations or made payments on behalf of the associate.

### 3.3 Foreign currency translation

#### Functional and presentation currency

The financial statements are presented in currency United States Dollar (USD), which is also the functional currency of the parent company.

#### Foreign currency transactions and balances

Foreign currency transactions are translated into the functional currency of the Company, using the exchange rates prevailing at the dates of the transactions (spot exchange rate). Foreign exchange gains and losses resulting from the settlement of such transactions and from the re-measurement of monetary items denominated in foreign currency at year-end exchange rates are recognised in profit or loss.

Non-monetary items are not retranslated at year end and are measured at historical cost (translated using the exchange rates at the transaction date), except for non-monetary items measured at fair value which are translated using the exchange rates at the date when fair value was determined.

**HCG (Mauritius) Pvt. Ltd.**

# Notes to the financial statements

For the year ended 31 March 2020

### 3. Summary of accounting policies (Contd)

#### 3.4 Operating expenses

Operating expenses are recognised in profit or loss upon utilisation of the service or at the date of their origin.

#### 3.5 Related party

A related party is a person or company where that person or company has control or joint control of the reporting company, has significant influence over the reporting company or is a member of the key management personnel of the reporting company or of a parent of the reporting company.

#### 3.6 Financial instruments

##### **Financial assets**

##### *Cash and cash equivalents*

These financial assets are recognised initially at the transaction prices. Subsequently, they are measured at amortised cost using the effective interest method, less provision for impairment. Sales are made on normal credit terms and trade receivables do not bear interest.

Where there is objective evidence that the carrying amounts of receivables are not recoverable, an impairment loss is recognised in profit or loss.

##### **Financial liabilities**

The Company's financial liabilities include other payables. Financial liabilities are recognised initially at transaction prices.

After initial recognition, they are measured at amortised cost using the effective interest method. Trade and other payables are on normal credit terms and do not bear interest.

##### **Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

#### 3.7 Income taxes

Tax expense recognised in the statement of comprehensive income comprises the sum of deferred tax and current tax not recognised in other comprehensive income or directly in equity.

Current income tax assets and/or liabilities comprise those obligations to, or claims from, fiscal authorities relating to the current or prior reporting periods, that are unpaid at the reporting date. Current tax is payable on taxable profit, which differs from profit or loss in the financial statements.

**HCG (Mauritius) Pvt. Ltd.**

# Notes to the financial statements

For the year ended 31 March 2020

**3. Summary of accounting policies (Contd)****3.7 Income taxes (Contd)**

Calculation of current tax is based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting date.

Deferred income taxes are calculated using the liability method on temporary differences between the carrying amounts of assets and liabilities and their tax bases.

**3.8 Cash and cash equivalents**

Cash and cash equivalents comprise of cash at bank. Cash equivalents are short term, highly liquid investments maturing within 90 days from the date of acquisition that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

**3.9 Equity, reserves, and dividend payments**

Share capital represents the value of shares that have been issued.

Accumulated losses include all the current and prior years' results.

Share application monies represent funds received from the shareholder and for which shares have not yet been allotted at the reporting date.

**3.11 Provisions**

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation and the amount can be estimated reliably.

Provisions are measured at the estimated expenditure required to settle the present obligation based on the most reliable evidence available at the reporting date, including the risks and uncertainties associated with the present obligation. The increase in the provision due to passage of time is recognised as interest expense in the statement of comprehensive income.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole.

**3.12 Comparatives**

Where necessary, comparative figures have been adjusted to conform to changes in presentation in the current year.

**HCG (Mauritius) Pvt. Ltd.**

# Notes to the financial statements

For the year ended 31 March 2020

### 3. Summary of accounting policies (Contd)

#### 3.13 Significant management judgement in applying accounting policies and estimation uncertainty

When preparing the financial statements, management undertakes a number of judgements, estimates and assumptions about the recognition and measurement of assets, liabilities, income and expenses.

##### **Significant management judgements**

The following are significant management judgements in applying the accounting policies of the Company that have the most significant effect on the financial statements.

##### *Determination of functional currency*

The determination of the functional currency of the Company is critical since recording of transactions and exchange differences arising therefrom are dependent on the functional currency selected. The directors have considered those factors and have determined that the functional currency of the Company is the USD.

##### *Investment in associate*

The directors have assessed the level of influence that the Company has on Healthcare Global (Africa) Private Limited and determined that it does not have control but instead exercise significant influence even with its 76.72% shareholding due to its power to only participate in the financial and operating policy decisions of the investee company. Consequently, this investment has been classified as an associate in accordance with IAS 28, Investment in associates and Joint Ventures.

##### *Impact of COVID-19*

In January 2020, the World Health Organization has declared the outbreak of a novel coronavirus (COVID-19) as a “Public Health Emergency of International Concern,” which continues to spread throughout the world and has adversely impacted global commercial activity and contributed to significant declines and volatility in financial markets.

The directors have considered the potential adverse impact of the COVID-19 pandemic on the Company’s business activities and concluded that the pandemic did not have a significant impact on the Company’s activities at the reporting date. Given the nature of the outbreak and ongoing development, there is a high degree of uncertainty and it is not possible at this time to predict the nature of the overall impact on the Company subsequent to the reporting date.

##### **Estimation uncertainty**

Information about estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses is provided below. Actual results may be substantially different.

##### *Impairment of investment in associate*

The Company follows the guidance of IAS 36, Impairment of Assets to determine when a non-financial asset is impaired. In making this judgement, the Company evaluates, among other factors, the duration and extent to which the fair value of an investment is less than its cost; and the financial health of and short-term

business outlook for the investee, including factors such as industry and sector performance, changes in technology and operational and financing cash flow.

**HCG (Mauritius) Pvt. Ltd.****Notes to the financial statements**

For the year ended 31 March 2020

**4. Fair value measurement****4.1 Fair value measurement of financial instruments**

The Company's financial assets and financial liabilities are measured at their carrying amounts, which approximate their values.

**4.2 Fair value measurement of non-financial instruments**

The Company's non-financial asset consist of only prepayments, for which fair value measurement is not applicable since these are not measured at fair value on a recurring or non-recurring basis in the statement of financial position. At the reporting date, the Company did not have any non-financial liabilities.

**5. Investments in associate**

<b>Unquoted and at carrying value</b>	<b>2020</b>	<b>2019</b>
	<b>USD</b>	<b>USD</b>
At 01 April	<b>3,533,804</b>	4,048,853
Additional investment made during the year (Note 5.1(i))	<b>116,000</b>	-
Share of loss in associate	<b>(580,604)</b>	(515,049)
<b>At 31 March</b>	<b>3,069,200</b>	3,533,804

- (i) During the financial year ended 31 March 2019, the Company has reassessed its level of influence that it has in Healthcare Global (Africa) Private Limited with its 76.72% holding and concluded that this investment should be reclassified from investment in subsidiary to investment in associate since the Company no longer has control over the investee but instead exercises significant influence with its representation on the board of directors and participation in policy-making processes. Consequently, the investment in Healthcare Global (Africa) Private Limited is classified as "Investments in associate" in accordance with IAS 28, Investments in Associates and Joint Ventures.

**5.1 Details pertaining to the unquoted investments are as follows:**

	<b>Country of incorporation</b>	<b>Type of investments</b>	<b>Number of shares held</b>	<b>Carrying amount</b>	<b>Carrying amount</b>
				<b>2020</b>	<b>2019</b>
				<b>USD</b>	<b>USD</b>
Healthcare Global (Africa) Private Limited	Republic of Mauritius	Ordinary Shares	<b>160,659</b>	185,431	185,431
Healthcare Global (Africa) Private Limited	Republic of Mauritius	Preferred A Shares	<b>115,820</b>	2,767,769	3,348,373
Healthcare Global (Africa) Private Limited	Republic of Mauritius	Share application monies	<b>116,000</b>	116,000	-

- (i) Pursuant to the board minutes dated 12 May 2020, the Company made an additional investment of USD 116,000 as share application monies in Healthcare Global (Africa) Pvt. Ltd.

**HCG (Mauritius) Pvt. Ltd.****Notes to the financial statements**

For the year ended 31 March 2020

**5. Investment in associate (Contd)**

- (ii) The directors have assessed the recoverable amount of the investments in Healthcare Global (Africa) Private Limited and confirmed that the carrying amount of these investments have not suffered any impairment in value at the reporting date.

**Healthcare Global (Africa) Private Limited**

Summarised consolidated financial information in respect of the Company's associate is set out below.

	<b>2020</b>	<b>2019</b>
	<b>USD</b>	<b>USD</b>
Assets	<b>6,627,893</b>	7,080,711
Liabilities	<b>(1,904,893)</b>	(1,838,887)
Revenues	<b>1,676,475</b>	1,526,511
Expenses	<b>(2,479,299)</b>	(2,269,019)
Total comprehensive income attributable to owners	<b>(756,687)</b>	(671,247)
Total comprehensive income attributable to non-controlling interest	<b>(46,138)</b>	(71,261)
Loss attributable to the investee company (76.72%)	<b>(580,604)</b>	(515,049)

**6. Cash and cash equivalents**

	<b>2020</b>	<b>2019</b>
	<b>USD</b>	<b>USD</b>
Cash at bank in USD	<b>1,174</b>	3,897

**7. Stated capital**

	<b>31 March 2020</b>	
	<b>Number</b>	<b>USD</b>
<b>Issued and fully paid up:</b>		
Balance at start and at 31 March	<b>3,832,402</b>	<b>3,832,402</b>
<b>31 March 2019</b>		
	<b>Number</b>	<b>USD</b>
Balance at start and at 31 March	3,832,402	3,832,402

The Company has only one class of ordinary shares which entitle the holder to participate in the dividends and the proceeds on winding up of the Company in proportion to the number of and amounts paid on the shares held.

**HCG (Mauritius) Pvt. Ltd.****Notes to the financial statements**

For the year ended 31 March 2020

**8. Share application monies**

Share application monies represent payments received amounting to USD 116,000 made for equity shares in HCG (MAURITIUS) PVT. LTD by Healthcare Global Enterprises Ltd for which allotment of shares is still pending.

**9. Other payables**

	<b>2020</b>	<b>2019</b>
	<b>USD</b>	<b>USD</b>
Accruals	<b>18,934</b>	14,241
Payable to a related party (note 9(i))	<b>7,500</b>	-
	<b>26,434</b>	14,241

- (i) The amount due to Healthcare Global (Africa) Pvt Ltd is unsecured, interest free and repayable on demand.

**10. Operating expenses**

	<b>2020</b>	<b>2019</b>
	<b>USD</b>	<b>USD</b>
Professional fees	<b>7,387</b>	4,728
Audit fees	<b>5,027</b>	-
License fees	<b>3,213</b>	1,753
Bank charges	<b>1,039</b>	1,170
Others	-	100
	<b>16,666</b>	7,750

**11. Taxation**

Under current laws and regulations, the Company is liable to pay income tax on its net income at a rate of 15%. The Company is, however, entitled to a tax credit equivalent to the higher of actual foreign tax suffered and 80% of Mauritius tax payable in respect of its foreign source income, thus reducing its maximum effective tax rate to 3%. Capital gains from sales of units and securities are exempt from income tax in the Republic of Mauritius.

No Mauritian capital gains tax is payable on profits arising from sale of securities, and any dividends and redemption proceeds paid by the Company to its shareholder will be exempt in the Republic of Mauritius from any withholding tax.

At 31 March 2020, the Company had no income tax liability due to tax losses carried forward of USD 89,057 and which will be offset against future taxable profits.

**HCG (Mauritius) Pvt. Ltd.**

# Notes to the financial statements

For the year ended 31 March 2020

**11. Taxation (Contd)**

	<b>The Company</b>	<b>The Group</b>
	<b>2020</b>	<b>2019</b>
<b>Statement of comprehensive income</b>	<b>USD</b>	<b>USD</b>
Tax expense	-	-

**Deferred taxation**

Deferred income tax is calculated on all temporary differences under the liability method at the rate of 3%. At 31 March 2020, no deferred tax asset has been recognised in respect of the tax losses carried forward as it is not probable that future taxable profits will be available against which the unused tax losses can be utilised.

**12. Related party transactions**

Related parties include subsidiaries, directors, the Executive Board, the Managing Board, close family members and enterprises which are controlled by these individuals as well as certain persons performing similar functions and key management personnel.

During the year ended 31 March 2020, the Company had transactions with the following related party. The nature and volume of transactions and the balance with the related party are as follows:

<b>Name of related party</b>	<b>Nature of relationship</b>	<b>Nature of transaction</b>	<b>Volume of transaction</b>	<b>Credit balance at 31 March 2020</b>	<b>Credit balance at 31 March 2019</b>
			<b>USD</b>	<b>USD</b>	<b>USD</b>
Healthcare Global (Africa) Pvt. Ltd	Shareholder	Payables	<b>7,500</b>	<b>(7,500)</b>	-
Healthcare Global Enterprises Ltd	Shareholder	Share application monies	<b>116,000</b>	<b>(116,000)</b>	-

- (i) The terms and conditions for payables are disclosed in notes 9.

**13. Events after the reporting period**

There have been no events after the reporting date which would require disclosure or adjustment to the 31 March 2020 financial statements.