

Date of Submission: 29 <sup>th</sup> May 2017	
To Secretary Listing Department BSE Limited Department of Corporate Services Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001 Scrip Code - 539551	To Secretary Listing Department National Stock Exchange of India Limited Exchange Plaza, Bandra Kurla Complex Mumbai - 400 050 Stock Code- NH

Dear Sir/Madam,

Sub:

1. Outcome of Board meeting held on 29<sup>th</sup> May, 2017 pursuant to Regulation 30 of the SEBI (LODR) Regulations, 2015, and
2. Financial Results for the quarter and year ended 31<sup>st</sup> March, 2017 pursuant to Regulation 33 of the SEBI (LODR) Regulations, 2015.

With reference to the captioned subject, we wish to inform you that:

1. The meeting of Board of Directors Commenced at 2.00 p.m and concluded at 7.30 p.m
2. The audited Financial Results (Standalone and Consolidated) for the **quarter and year ended 31<sup>st</sup> March, 2017** together with audit report has been reviewed by Audit, Risk and Compliance Committee and considered and approved by the Board of Directors.
3. Publication of results by releasing advertisement is being done as required under the SEBI (LODR) Regulations, 2015.

Kindly take the above said information on record as per the requirement of Listing Regulations.

Thanking You,

Yours faithfully

For NARAYANA HRUDAYALAYA LIMITED

  
Sridhar S.

Group Company Secretary, Legal and Compliance Officer

Encl: A/A

# B S R & Co. LLP

Chartered Accountants

Maruthi Info-Tech Centre  
11-12/1 Inner Ring Road  
Koramangala  
Bangalore 560 071 India

Telephone: + 91 80 3980 6000  
Fax: + 91 80 3980 6999

## Independent Auditor's Report on quarterly and annual standalone financial results of Narayana Hrudayalaya Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To  
The Board of Directors of Narayana Hrudayalaya Limited

We have audited the accompanying statement of annual standalone financial results ('the Statement') of Narayana Hrudayalaya Limited ('the Company') for the year ended 31 March 2017, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Regulations 2015'). Attention is drawn to the fact that the figures for the quarter ended 31 March 2017 and the corresponding quarter ended in the previous year as reported in the Statement are the balancing figures between audited figures in respect of the full financial year and the published unaudited year to date figures up to the end of third quarter of the relevant financial year. The figures upto the end of the third quarter of the relevant financial year have only been reviewed and not subjected to audit.

The figures for the corresponding quarter and year ended 31 March 2016 are based on the previously issued audited standalone financial results or annual standalone financial statements that were audited by us (vide our unmodified audit report dated 30 May 2016) as adjusted for differences in the accounting principles adopted by the Company on transition to Indian Accounting Standards, prescribed under section 133 of the Companies Act, 2013 ('Ind AS'), which have also been audited by us. These adjustments reconcile the net profit for the corresponding quarter and year ended 31 March 2016 and the equity as at the end of the corresponding period 31 March 2016 under the previously applicable Generally Accepted Accounting Principles with the total comprehensive income and equity as reported in the Statement under Ind AS.

The Statement has been prepared on the basis of the annual standalone Ind AS financial statements of the current year and reviewed quarterly standalone financial results upto the end of third quarter, which are the responsibility of the Company's Management. Our responsibility is to express an opinion on the Statement based on our audit of the annual standalone Ind AS financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Ind AS, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with SEBI Regulations, 2015.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement is free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by the Management. We believe that our audit provides a reasonable basis for our opinion.





B S R & Co. LLP

**Independent Auditor's Report on quarterly and annual standalone financial results of Narayana Hrudayalaya Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (continued)**

Based on our audit conducted as above, in our opinion and to the best of our information and according to the explanations given to us, the Statement:

- (i) is presented in accordance with the requirements of SEBI Regulations, 2015 and SEBI circular dated 5 July 2016 in this regard; and
- (ii) gives a true and fair view of the financial performance including other comprehensive income and other financial information for the year ended 31 March 2017.

*for B S R & Co. LLP*

*Chartered Accountants*

Firm Registration Number: 101248W/W-100022

*Amit Somani*

**Amit Somani**

Partner

Membership Number: 060154

Place: Bengaluru

Date: 29 May 2017

**Narayana Hrudayalaya Limited**

Registered office : No. 258/A, Bommasandra Industrial Area, Anekal Taluk, Bengaluru 560099, Karnataka, India  
Corporate Office : 2nd Floor, No. 261/A, Bommasandra Industrial Area, Hosur Road, Bengaluru 560099, Karnataka, India  
CIN : L85110KA2000PLC027497, Website: www.narayanahealth.org, Email: investorrelations@nhhospitals.org

**STATEMENT OF AUDITED STANDALONE ASSETS AND LIABILITIES AS AT 31 MARCH 2017**

		(₹ in lacs)	
Sl. No.	Particulars	As at 31 March 2017 (Audited)	As at 31 March 2016 (Audited)
<b>A.</b>	<b>ASSETS</b>		
<b>1.</b>	<b>Non-current assets</b>		
a)	Property, plant and equipment	67,986.84	64,705.12
b)	Capital work-in-progress	5,157.43	1,273.14
c)	Intangible assets	259.03	269.54
d)	Financial assets		
i)	Investments	35,399.60	33,358.85
ii)	Loans	3,845.70	3,230.93
iii)	Other financial assets	299.54	227.38
e)	Income tax assets (net)	1,297.20	2,904.13
f)	Other non-current assets	5,832.94	5,844.79
	<b>Sub-total- Non-current assets</b>	<b>120,078.28</b>	<b>111,813.88</b>
<b>2.</b>	<b>Current assets</b>		
a)	Inventories	4,343.82	4,391.17
b)	Financial assets		
i)	Trade receivables	13,761.59	13,795.60
ii)	Cash and cash equivalents	2,069.91	830.44
iii)	Bank balances other than (ii) above	745.80	988.99
iv)	Loans	1,779.75	553.22
v)	Other financial assets	3,848.71	2,172.93
c)	Other current assets	1,978.82	2,225.94
d)	Assets classified as held for sale	-	1,411.30
	<b>Sub-total- Current assets</b>	<b>28,528.40</b>	<b>26,369.59</b>
	<b>TOTAL- ASSETS</b>	<b>148,606.68</b>	<b>138,183.47</b>
<b>B.</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1.</b>	<b>Equity</b>		
a)	Equity share capital	20,436.08	20,436.08
b)	Other equity	85,411.10	75,271.64
	<b>Sub-total- Total equity (refer note 2b)</b>	<b>105,847.18</b>	<b>95,707.72</b>
<b>2.</b>	<b>Non-current liabilities</b>		
a)	Financial liabilities		
i)	Borrowings	9,570.32	9,537.49
ii)	Other financial liabilities	591.93	317.43
b)	Provisions	1,434.24	1,249.18
c)	Deferred tax liabilities (net)	2,296.51	2,146.97
d)	Other non-current liabilities	2,047.73	2,150.60
	<b>Sub-total- Non-current liabilities</b>	<b>15,940.73</b>	<b>15,401.67</b>
<b>3.</b>	<b>Current liabilities</b>		
a)	Financial liabilities		
i)	Borrowings	448.82	3,690.65
ii)	Trade payables	15,388.77	13,799.07
iii)	Other financial liabilities	7,847.76	6,147.73
b)	Other current liabilities	2,043.78	2,336.86
c)	Provisions	1,089.64	1,099.77
	<b>Sub-total- Current liabilities</b>	<b>26,818.77</b>	<b>27,074.08</b>
	<b>TOTAL- EQUITY AND LIABILITIES</b>	<b>148,606.68</b>	<b>138,183.47</b>



**Narayana Hrudayalaya Limited**

Registered office : No. 258/A, Bommasandra Industrial Area, Anekal Taluk, Bengaluru 560099, Karnataka, India  
Corporate office : 2nd Floor, No. 261/A, Bommasandra Industrial Area, Hosur Road, Bengaluru 560099, Karnataka, India  
CIN : L85110KA2000PLC027497, Website : [www.narayanahealth.org](http://www.narayanahealth.org), Email: [investorrelations@nhhospitals.org](mailto:investorrelations@nhhospitals.org)

**STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2017**

		Quarter ended			Year ended	
		( ₹ in lacs, except per share data)				
Sl. No.	Particulars	31-Mar-17	31-Dec-16	31-Mar-16	31-Mar-17	31-Mar-16
		(Audited) (Refer note 8)	(Unaudited)	(Audited) (Refer note 8)	(Audited)	(Audited)
1.	<b>Income</b>					
	(a) Revenue from operations	42,273.21	39,680.45	38,642.90	164,591.44	147,002.58
	(b) Other income	626.37	419.81	387.58	1,814.62	1,371.03
	<b>Total income</b>	<b>42,899.58</b>	<b>40,100.26</b>	<b>39,030.48</b>	<b>166,406.06</b>	<b>148,373.61</b>
2.	<b>Expenses</b>					
	(a) Purchases of medical consumables, drugs and surgical equipments	9,024.44	9,406.77	8,888.46	38,655.06	35,039.33
	(b) Changes in inventories of medical consumables, drugs and surgical equipments	520.61	(31.23)	466.45	47.35	435.12
	(c) Employee benefits expenses	8,101.22	8,353.25	7,923.84	32,982.97	30,633.10
	(d) Professional fees to doctors	8,636.07	8,035.86	7,460.93	32,741.68	28,411.30
	(e) Other expenses	10,463.58	9,048.09	9,137.54	38,925.79	35,465.40
	<b>Total expenses</b>	<b>36,745.92</b>	<b>34,812.74</b>	<b>33,877.22</b>	<b>143,352.85</b>	<b>129,984.25</b>
3.	<b>Earnings before depreciation and amortisation, finance costs and exceptional items (1-2) (EBITDA) (refer note 6)</b>	<b>6,153.66</b>	<b>5,287.52</b>	<b>5,153.26</b>	<b>23,053.21</b>	<b>18,389.36</b>
4.	Finance costs	381.53	237.11	375.10	1,180.82	1,982.85
5.	Depreciation and amortisation expense	1,830.54	1,709.87	1,792.94	6,820.57	6,675.11
6.	<b>Profit before tax and exceptional items (3-4-5)</b>	<b>3,941.59</b>	<b>3,340.54</b>	<b>2,985.22</b>	<b>15,051.82</b>	<b>9,731.40</b>
7.	Exceptional items (refer note 3)	-	319.08	959.86	319.08	1,084.59
8.	<b>Profit before tax (6-7)</b>	<b>3,941.59</b>	<b>3,021.46</b>	<b>2,025.36</b>	<b>14,732.74</b>	<b>8,646.81</b>
9.	<b>Tax expense</b>					
	(a) Current tax	1,414.25	1,090.10	847.63	5,091.94	3,513.59
	(b) Deferred tax charge/(credit)	82.70	(1.40)	(83.97)	129.91	(535.12)
	<b>Total tax expense</b>	<b>1,496.95</b>	<b>1,088.70</b>	<b>763.66</b>	<b>5,221.85</b>	<b>2,978.47</b>
10.	<b>Profit for the year/period (8-9) (refer note 2a)</b>	<b>2,444.64</b>	<b>1,932.76</b>	<b>1,261.70</b>	<b>9,510.89</b>	<b>5,668.34</b>
11.	<b>Other comprehensive income</b>					
	<i>Items that will not be reclassified subsequently to profit or loss</i>					
	(a) Re-measurement gains/(losses) on defined benefit plans	(30.57)	(18.52)	(123.50)	57.63	(87.38)
	(b) Income tax effect	10.90	6.41	42.74	(19.62)	30.24
	<b>Other comprehensive income, net of taxes (refer note 2a)</b>	<b>(19.67)</b>	<b>(12.11)</b>	<b>(80.76)</b>	<b>38.01</b>	<b>(57.14)</b>
12.	<b>Total comprehensive income (10+11) (refer note 2a)</b>	<b>2,424.97</b>	<b>1,920.65</b>	<b>1,180.94</b>	<b>9,548.90</b>	<b>5,611.20</b>
13.	Paid-up equity share capital (Face value of ₹ 10 each)	20,436.08	20,436.08	20,436.08	20,436.08	20,436.08
14.	Reserve excluding revaluation reserves i.e. 'Other Equity' as per balance sheet of previous accounting year (refer note 2b)	-	-	-	-	75,271.64
15.	<b>Earnings per share</b> (of ₹ 10 each) :	not annualised	not annualised	not annualised	annualised	annualised
	(a) Basic	1.21	0.95	0.62	4.70	2.83
	(b) Diluted (refer note 5)	1.20	0.95	0.62	4.69	2.83
	See accompanying notes to the financial results					





**Notes:**

1. The statement of audited standalone financial results ('the Statement') of Narayana Hrudayalaya Limited ('the Company') for the quarter and year ended 31 March 2017 has been reviewed by the Audit, Risk and Compliance Committee and approved by the Board of Directors on 29 May 2017.

The Statement has been audited by the Statutory Auditors and they have issued an unmodified audit opinion on the same. The audit report of the Statutory Auditors is being filed with National Stock Exchange of India Limited and BSE Limited and is also available on the Company's website.

2. The Statement has been prepared in accordance with Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 read with the relevant rules thereunder and in terms of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular dated 5 July 2016.
- (a) The Company has prepared a reconciliation of the net profit for the corresponding periods under the previously applicable Generally Accepted Accounting Principles ('Previous GAAP') with the total comprehensive income as reported in the Statement under Ind AS. The net profit reconciliation for the quarter and year ended 31 March 2016 are presented below:

(₹ in lacs)		
Particulars	Quarter ended 31-Mar-16	Year ended 31-Mar-16
Profit after tax (PAT) as per Previous GAAP	1,141.04	5,677.72
Impact due to expected credit loss provision on trade receivables	64.46	(101.25)
Employee benefits expense (share based payments and actuarial loss)	120.94	82.27
Impact due to fair valuation of security deposits	(16.19)	(64.78)
Income on recognition of government grant	40.65	162.62
Increase in depreciation due to recognition of government grant	(40.65)	(162.62)
Others	(1.30)	(1.69)
Tax impact on the above adjustments	(58.76)	30.03
Tax impact on the cost indexation of the land	11.51	46.04
<b>PAT as per Ind AS</b>	<b>1,261.70</b>	<b>5,668.34</b>
<b>Other comprehensive income:</b>		
Actuarial loss on defined benefit obligations - Gratuity, net of tax	(80.76)	(57.14)
<b>Total comprehensive income</b>	<b>1,180.94</b>	<b>5,611.20</b>

- (b) The Company has also prepared an equity reconciliation between the equity for the comparative period under Previous GAAP and the equity as reported in the statement of assets and liabilities under Ind AS. The equity reconciliation as at 31 March 2016 is presented below:

(₹ in lacs)	
Equity reconciliation	As at 31-Mar-16
Total equity under Previous GAAP	96,060.55
Adjustments on account of Ind AS:	
a) Impact due to expected credit loss provision on trade receivables, net of tax	(18.76)
b) Employee benefits expense (share based payments and actuarial loss), net of tax	5.10
c) Impact due to fair valuation of security deposits, net of tax	(151.63)
d) Income on recognition of government grant	380.79
e) Impact on property, plant and equipment including depreciation due to recognition of government grant	(380.79)
f) Impact due to rent straight lining and others	(135.65)
g) Impact of ESOP Trust consolidation	(204.00)
h) Deferred tax on cost indexation of land	152.11
Total adjustments	(352.83)
<b>Total equity as per Ind AS (paid up equity share capital + other equity)</b>	<b>95,707.72</b>



3. a) Exceptional item for the quarter ended 31 March 2016 represents loss on slump sale of Hyderabad unit aggregating ₹ 959.86 lacs which has been sold as per an agreement to sell entered into by the Company on 5 April 2016.

Exceptional item for the year ended 31 March 2016, in addition to above, also includes, additional provision for bonus aggregating ₹ 124.73 lacs for the period from 1 April 2014 to 31 March 2015 pursuant to the retrospective application of 'The Payment of Bonus (Amendment) Act, 2015' effective 1 April 2014.

b) Exceptional item for the quarter ended 31 December 2016 and year ended 31 March 2017 represents loss of ₹ 319.08 lacs on sale of its investment in wholly owned subsidiary "Asia Healthcare Development Limited" through a sale agreement dated 10 November 2016.

4. The Company's operating segment is 'Medical and Healthcare Services'. Since the Company has a single operating segment, disclosures pertaining to segments as per Regulation 33(1)(e) read with clause (L) of Part A of Schedule IV of the SEBI Regulations is not applicable.
5. Basic and diluted earnings per share for the year ended 31 March 2016 are considered same since the potential equity shares (Optionally Convertible Debentures) are anti-dilutive in nature.
6. As permitted by Schedule III of the Companies Act, 2013, the Company has elected to present earnings before interest, tax, depreciation and amortisation (EBITDA) as a separate line item on the face of the statement of profit and loss in the financial statements. The same classification is also followed while presenting the Statement pursuant to the requirement of the SEBI Regulations. The Company has included other income and excluded depreciation and amortisation expense, finance costs, exceptional items and tax expense for the EBITDA presentation.
7. Pursuant to the approval on 21 April 2017 by the Committee formed by the Board of Directors, the Company signed a Share Purchase Agreement and acquired 100% equity in New Rise Healthcare Private Limited, a wholly owned subsidiary of Panacea Biotech Limited for a consideration of INR 1,365 lacs payable in cash.
8. The figures for the quarters ended 31 March 2017 and 31 March 2016 are the balancing figure between audited figures in respect of the full financial years and the published unaudited year to date figures upto the end of the third quarter of the relevant financial year, which were subjected to limited review.
9. The previous year figures have been regrouped wherever necessary.

for and on behalf of the Board of Directors of  
**Narayana Hrudayalaya Limited**



*Ashutosh*

**Dr. Ashutosh Raghuvanshi**  
Managing Director

Place: Bengaluru  
Date : 29 May 2017

*Ashutosh*  
*Aish*  
*Dr*



# B S R & Co. LLP

Chartered Accountants

Maruthi Info-Tech Centre  
11-12/1 Inner Ring Road  
Koramangala  
Bangalore 560 071 India

Telephone: + 91 80 3980 6000  
Fax: + 91 80 3980 6999

## Independent Auditor's Report on quarterly and annual consolidated financial results of Narayana Hrudayalaya Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To  
The Board of Directors of Narayana Hrudayalaya Limited

We have audited the accompanying statement of annual consolidated financial results ('the Statement') of Narayana Hrudayalaya Limited ('the Company'), its subsidiaries and associates listed in the Annexure (collectively referred to as 'the Group'), for the year ended 31 March 2017, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Regulations, 2015'). Attention is drawn to the fact that the figures for the quarter ended 31 March 2017 and the corresponding quarter ended in the previous year as reported in the Statement are the balancing figures between audited figures in respect of the full financial year and the published unaudited year to date figures up to the end of third quarter of the relevant financial year. The figures upto the end of the third quarter of the relevant financial year have only been reviewed and not subjected to audit.

The figures for the corresponding quarter and year ended 31 March 2016 are based on the previously issued audited consolidated financial results or annual consolidated financial statements that were audited by us (vide our unmodified audit report dated 30 May 2016) as adjusted for differences in the accounting principles adopted by the Group on transition to Indian Accounting Standards, prescribed under section 133 of the Companies Act, 2013 ('Ind AS'), which have also been audited by us. These adjustments reconcile the net profit for the corresponding quarter and year ended 31 March 2016 and the equity as at the end of the corresponding period 31 March 2016 under the previously applicable Generally Accepted Accounting Principles with the total comprehensive income and equity as reported in the Statement under Ind AS.

The Statement has been prepared on the basis of the annual consolidated Ind AS financial statements of the current year and reviewed quarterly consolidated financial results upto the end of third quarter, which are the responsibility of the Company's Management. Our responsibility is to express an opinion on the Statement based on our audit of the annual consolidated Ind AS financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Ind AS, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with SEBI Regulations, 2015.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement is free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by the Management. We believe that our audit provides a reasonable basis for our opinion.





**Independent Auditor's Report on quarterly and annual consolidated financial results of Narayana Hrudayalaya Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (continued)**

We did not audit the financial results of four subsidiaries and three associates included in the Statement of the Group. These subsidiaries account for INR 18 lacs and INR 159 lacs of net loss, INR 6 lacs and INR 498 lacs of the total income for the quarter and year ended 31 March 2017, respectively and INR 10,025 lacs of total assets as at 31 March 2017. The Statement also includes the Group's share of net loss of INR 46 lacs and INR 591 lacs for the quarter and year ended 31 March 2017 in respect of two associates. The financial results of these subsidiaries and associates have been audited by the other auditors whose reports have been furnished to us by the Company's Management. Our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associates, is based solely on the reports of the other auditors.

The Statement additionally includes the Group's share of net loss of INR 135 lacs and INR 202 lacs for the quarter and year ended 31 March 2017 in respect of an associate. The financial results of this associate have not been audited and is based on the financial results provided by the Management of the Company. Our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of this associate is based solely on the Statement provided by the Management of the Company.

Based on our audit conducted as above, in our opinion and to the best of our information and according to the explanations given to us, the Statement:

- (i) is presented in accordance with the requirements of SEBI Regulations, 2015 and SEBI circular dated 5 July 2016 in this regard; and
- (ii) gives a true and fair view of the financial performance including other comprehensive income and other financial information for the year ended 31 March 2017.

*for B S R & Co. LLP*

*Chartered Accountants*

Firm Registration Number: 101248W/W-100022

*Amit Somani*

**Amit Somani**

Partner

Membership Number: 060154

Place: Bengaluru

Date: 29 May 2017

## Annexure to the Independent Auditor's Report

S. No	Entity	Subsidiary/ Associate	Country of incorporation
1	Narayana Hrudayalaya Surgical Hospital Private Limited	Subsidiary	India
2	Meridian Medical Research & Hospital Limited	Subsidiary	India
3	Narayana Health Institutions Private Limited	Subsidiary	India
4	Narayana Hospitals Private Limited	Subsidiary	India
5	Narayana Institute for Advanced Research Private Limited	Subsidiary	India
6	Narayana Vaishno Devi Specialty Hospitals Private Limited	Subsidiary	India
7	Asia Healthcare Development Limited (Upto 10 November 2016)	Subsidiary	India
8	Narayana Hrudayalaya Hospitals Malaysia Sdn. Bhd.	Subsidiary	Malaysia
9	Narayana Cayman Holdings Ltd.	Subsidiary	Cayman Islands
10	Narayana Holdings Private Limited	Subsidiary	Mauritius
11	ISO Healthcare Group	Associate	Mauritius
12	Health City Cayman Islands Ltd.	Associate	Cayman Islands
13	Cura Technologies Inc.	Associate	United States of America





Narayana Hrudayalaya Limited

Registered office : No. 258/A, Bommasandra Industrial Area, Anekal Taluk, Bengaluru 560099, Karnataka, India  
Corporate Office : 2nd Floor, No. 261/A, Bommasandra Industrial Area, Hosur Road, Bengaluru 560099, Karnataka, India  
CIN : L85110KA2000PLC027497, Website: www.narayanahealth.org, Email: investorrelations@nhhospitals.org

STATEMENT OF AUDITED CONSOLIDATED ASSETS AND LIABILITIES AS AT 31 MARCH 2017

		(₹ in lacs)	
Sl. No.	Particulars	As at 31 March 2017 (Audited)	As at 31 March 2016 (Audited)
<b>A.</b>	<b>ASSETS</b>		
1.	<b>Non- current assets</b>		
a)	Property, plant and equipment	102,094.57	99,265.57
b)	Capital work-in-progress	5,303.56	1,380.34
c)	Goodwill	5,814.74	5,902.06
d)	Other intangible assets	269.21	282.72
e)	Equity accounted investees	9,282.83	8,685.38
f)	Financial assets		
i)	Investments	325.40	30.01
ii)	Loans	2,025.61	1,491.15
iii)	Other financial assets	200.02	232.41
g)	Income tax assets (net)	1,987.47	3,445.67
h)	Other non-current assets	7,218.06	6,327.54
	<b>Sub-total- Non-current assets</b>	<b>134,521.47</b>	<b>127,042.85</b>
2.	<b>Current assets</b>		
a)	Inventories	5,235.97	4,974.72
b)	Financial assets		
i)	Trade receivables	15,691.01	15,183.15
ii)	Cash and cash equivalents	2,624.29	1,377.34
iii)	Bank balances other than (ii) above	787.75	1,029.54
iv)	Loans	300.72	580.38
v)	Other financial assets	3,527.08	1,634.54
c)	Income tax assets (net)	-	6.51
d)	Other current assets	1,991.18	2,397.96
e)	Assets held for sale	-	1,411.30
	<b>Sub-total- Current assets</b>	<b>30,158.00</b>	<b>28,595.44</b>
	<b>TOTAL- ASSETS</b>	<b>164,679.47</b>	<b>155,638.29</b>
<b>B.</b>	<b>EQUITY AND LIABILITIES</b>		
1.	<b>Equity</b>		
a)	Equity share capital	20,436.08	20,436.08
b)	Other equity	75,872.10	67,162.10
	<b>Sub-total- Total equity attributable to owners of the Company</b>	<b>96,308.18</b>	<b>87,598.18</b>
2.	<b>Non-controlling interests</b>	23.61	27.29
	<b>Sub-total- Total equity (refer note 2b)</b>	<b>96,331.79</b>	<b>87,625.47</b>
3.	<b>Non-current liabilities</b>		
a)	Financial liabilities		
i)	Borrowings	17,980.11	18,756.99
ii)	Other financial liabilities	591.93	317.43
b)	Provisions	1,508.36	1,298.72
c)	Deferred tax liabilities (net)	2,480.32	2,316.03
d)	Other non-current liabilities	13,531.35	13,847.30
	<b>Sub-total- Non-current liabilities</b>	<b>36,092.07</b>	<b>36,536.47</b>
4.	<b>Current liabilities</b>		
a)	Financial liabilities		
i)	Borrowings	902.22	4,457.92
ii)	Trade payables	18,854.60	16,103.45
iii)	Other financial liabilities	8,731.33	6,880.01
b)	Other current liabilities	2,540.81	2,816.97
c)	Provisions	1,222.32	1,182.44
d)	Income tax liabilities (net)	4.33	35.56
	<b>Sub-total- Current liabilities</b>	<b>32,255.61</b>	<b>31,476.35</b>
	<b>TOTAL- EQUITY AND LIABILITIES</b>	<b>164,679.47</b>	<b>155,638.29</b>



**Narayana Hrudayalaya Limited**

Registered office : No. 258/A, Bommasandra Industrial Area, Anekal Taluk, Bengaluru 560099, Karnataka, India  
Corporate office : 2nd Floor, No. 261/A, Bommasandra Industrial Area, Hosur Road, Bengaluru 560099, Karnataka, India  
CIN : L85110KA2000PLC027497, Website: www.narayanahealth.org, Email: investorrelations@nhhospitals.org

**STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2017**

Sl. No.	Particulars	(₹ in lacs, except per share data)				
		Quarter ended			Year ended	
		31-Mar-17 (Audited) (Refer note 9)	31-Dec-16 (Unaudited)	31-Mar-16 (Audited) (Refer note 9)	31-Mar-17 (Audited)	31-Mar-16 (Audited)
1.	<b>Income</b>					
	(a) Revenue from operations	48,352.69	45,526.95	42,759.10	187,816.49	161,384.57
	(b) Other income	572.77	389.11	416.92	1,748.24	1,468.90
	<b>Total income</b>	<b>48,925.46</b>	<b>45,916.06</b>	<b>43,176.02</b>	<b>189,564.73</b>	<b>162,853.47</b>
2.	<b>Expenses</b>					
	(a) Purchase of medical consumables, drugs and surgical equipments	10,391.82	10,543.59	9,802.20	43,887.90	38,563.01
	(b) Changes in inventories of medical consumables, drugs and surgical equipments	449.04	139.86	452.00	(298.09)	147.71
	(c) Employee benefit expenses	9,240.56	9,525.31	8,668.09	37,521.05	33,383.63
	(d) Professional fees to doctors	10,167.12	9,497.02	8,474.12	38,557.35	32,090.21
	(e) Other expenses	12,090.92	10,564.36	10,442.35	45,262.74	39,741.77
	<b>Total expenses</b>	<b>42,339.46</b>	<b>40,270.14</b>	<b>37,838.76</b>	<b>164,930.95</b>	<b>143,926.33</b>
3.	<b>Earnings before depreciation and amortisation, finance costs and exceptional items (1-2) (EBITDA) (refer note 8)</b>	<b>6,586.00</b>	<b>5,645.92</b>	<b>5,337.26</b>	<b>24,633.78</b>	<b>18,927.14</b>
4.	Depreciation and amortisation expense	2,122.76	2,003.65	2,119.56	7,992.08	7,611.56
5.	Finance costs	556.75	548.89	643.19	2,180.34	2,944.07
6.	<b>Profit before exceptional items (3-4-5)</b>	<b>3,906.49</b>	<b>3,093.38</b>	<b>2,574.51</b>	<b>14,461.36</b>	<b>8,371.51</b>
7.	Exceptional items (refer note 3)	-	134.03	959.86	134.03	1,101.15
8.	<b>Profit before share of loss of equity accounted investees and income tax (6-7)</b>	<b>3,906.49</b>	<b>2,959.35</b>	<b>1,614.65</b>	<b>14,327.33</b>	<b>7,270.36</b>
9.	Share of loss of equity accounted investees	180.50	167.20	346.72	793.41	2,174.97
10.	<b>Profit before tax (8-9)</b>	<b>3,725.99</b>	<b>2,792.15</b>	<b>1,267.93</b>	<b>13,533.92</b>	<b>5,095.39</b>
11.	Tax expense					
	Current tax	1,414.25	1,090.10	854.10	5,091.94	3,513.59
	Deferred tax charge/(credit)	86.58	2.69	(86.22)	144.67	(500.09)
	<b>Total tax expense</b>	<b>1,500.83</b>	<b>1,092.79</b>	<b>767.88</b>	<b>5,236.61</b>	<b>3,013.50</b>
12.	<b>Profit for the year (10-11) (refer note 2a)</b>	<b>2,225.16</b>	<b>1,699.36</b>	<b>500.05</b>	<b>8,297.31</b>	<b>2,081.89</b>
13.	<b>Other comprehensive income</b>					
	<i>Items that will not be reclassified subsequently to profit or loss</i>					
	(a) Re-measurement gains/(losses) on defined benefit plans	(27.19)	(38.19)	(142.21)	23.07	(121.02)
	(b) Income tax effect	10.90	6.41	49.21	(19.62)	41.89
	<b>Other comprehensive income, net of taxes</b>	<b>(16.29)</b>	<b>(31.78)</b>	<b>(93.00)</b>	<b>3.45</b>	<b>(79.13)</b>
14.	<b>Total comprehensive income (12+13) (refer note 2a)</b>	<b>2,208.87</b>	<b>1,667.58</b>	<b>407.05</b>	<b>8,300.76</b>	<b>2,002.76</b>
15.	<b>Profit attributable to:</b>					
	Owners of the company	2,226.86	1,702.17	503.01	8,305.21	2,123.21
	Non-controlling interests	(1.70)	(2.81)	(2.96)	(7.90)	(41.32)
	<b>Profit for the period/ year</b>	<b>2,225.16</b>	<b>1,699.36</b>	<b>500.05</b>	<b>8,297.31</b>	<b>2,081.89</b>
16.	<b>Other comprehensive income attributable to:</b>					
	Owners of the company	(16.30)	(32.00)	(93.13)	3.75	(79.67)
	Non-controlling interests	0.01	0.22	0.13	(0.30)	0.54
	<b>Other comprehensive income for the year</b>	<b>(16.29)</b>	<b>(31.78)</b>	<b>(93.00)</b>	<b>3.45</b>	<b>(79.13)</b>
17.	<b>Total comprehensive income attributable to:</b>					
	Owners of the company	2,210.56	1,670.17	409.88	8,308.96	2,043.54
	Non-controlling interests	(1.69)	(2.59)	(2.83)	(8.20)	(40.78)
	<b>Total comprehensive income for the year (15+16)</b>	<b>2,208.87</b>	<b>1,667.58</b>	<b>407.05</b>	<b>8,300.76</b>	<b>2,002.76</b>
18.	<b>Paid-up equity share capital</b> (Face value of ₹ 10 each)	<b>20,436.08</b>	<b>20,436.08</b>	<b>20,436.08</b>	<b>20,436.08</b>	<b>20,436.08</b>
19.	<b>Reserves excluding revaluation reserves i.e. 'Other Equity' as per balance sheet of previous accounting year</b>		-	-	-	67,162.10
20.	<b>Earnings per share</b> (of ₹ 10 each):	not annualised	not annualised	not annualised	annualised	annualised
	(a) Basic	1.10	0.84	0.25	4.10	1.06
	(b) Diluted (refer note 5)	1.10	0.84	0.25	4.09	1.06
	See accompanying notes to the financial results					





**Notes:**

- 1 The statement of audited consolidated financial results ('the Statement') of Narayana Hrudayalaya Limited ('the Company'), its subsidiaries and associates (collectively referred to as 'the Group') for the quarter and year ended 31 March 2017 has been reviewed by the Audit, Risk and Compliance Committee and approved by the Board of Directors on 29 May 2017.

The Statement has been audited by Statutory Auditors and they have issued an unmodified audit opinion on the same. The audit report of the Statutory Auditors is being filed with National Stock Exchange of India Limited and BSE Limited and is also available on the company's website.

- 2 The Statement has been prepared in accordance with Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 read with the relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 and SEBI Circular dated 5 July 2016.

(a) The Group has prepared a reconciliation of the net profit for the corresponding periods under the previously applicable Generally Accepted Accounting Principles ('Previous GAAP') with the total comprehensive income as reported in the Statement under Ind AS. The net profit reconciliation for the quarter and year ended 31 March 2016 are presented below:

(₹ in lacs)		
Particulars	Quarter ended 31-Mar-16	Previous year ended 31-Mar-16
<b>Profit after tax (PAT) as per Previous GAAP</b>	<b>320.17</b>	<b>1,912.72</b>
Impact of expected credit loss provision on trade receivables	53.58	(148.27)
Employee benefits expenses (share based payments and actuarial loss)	139.63	115.85
Impact due to fair valuation of security deposits	(4.40)	(16.89)
Income on recognition of government grant	93.93	375.71
Increase in depreciation due to recognition of government grant	(40.65)	(162.62)
Others	(1.31)	(1.68)
Tax impact on the above adjustments	(69.58)	1.82
Tax impact on the cost indexation of the land	11.51	46.03
Profit attributable to non-controlling interests	(2.83)	(40.78)
<b>PAT as per Ind AS</b>	<b>500.05</b>	<b>2,081.89</b>
<b>Other comprehensive income:</b>		
Actuarial loss on defined benefit obligation - Gratuity, net of tax	(93.00)	(79.13)
<b>Total comprehensive income</b>	<b>407.05</b>	<b>2,002.76</b>

- (b) The Group has also prepared an equity reconciliation between the equity for the comparative period under Previous GAAP and the equity as reported in the statement of assets and liabilities under Ind AS. The equity reconciliation as on 31 March 2016 is presented below:

(₹ in lacs)	
Equity reconciliation	As at 31-Mar-16
<b>Total equity under Previous GAAP (including non-controlling interest)</b>	<b>88,709.74</b>
Adjustments on account of Ind AS:	
a) Impact due to goodwill reversal on acquisition of non-controlling interest related control	(1,598.18)
b) Impact due to fair valuation of security deposits, net of tax	(119.89)
c) Income on recognition of government grant	1,256.28
d) Impact on property, plant and equipment including depreciation due to recognition of government grant	(380.79)
e) Employee benefit expenses (share based payments and actuarial loss), net of tax	5.16
f) Impact due to expected credit loss provision on trade receivables, net of tax	(58.27)
g) Impact due to rent straight lining and others	(136.69)
h) Deferred tax on cost indexation of land	152.11
i) Impact of ESOP Trust consolidation	(204.00)
Total adjustments	(1,084.27)
<b>Total equity as per Ind AS (paid up equity share capital + other equity + non-controlling interest)</b>	<b>87,625.47</b>




- 3 a) Exceptional item for the quarter and year ended 31 March 2016 represents loss on slump sale of Hyderabad unit aggregating ₹ 959.86 lacs which has been sold as per an agreement to sell entered into by the Company on 5 April 2016.

Exceptional item for the year ended 31 March 2016, in addition to above, also includes, additional provision for bonus aggregating ₹ 141.29 lacs for the period from 1 April 2014 to 31 March 2015 pursuant to the retrospective application of 'The Payment of Bonus (Amendment) Act, 2015' effective 1 April 2014.

b) Exceptional item for the quarter ended 31 December 2016 and year ended 31 March 2017 represents loss of ₹ 134.03 lacs on sale of its investment in a wholly owned subsidiary "Asia Healthcare Development Limited" through a sale agreement dated 10 November 2016.

- 4 The Group's operating segment is 'Medical and Healthcare Services'. Since the Group has a single operating segment, disclosures pertaining to segments as per Regulation 33(1)(e) read with clause (L) of Part A of Schedule IV of the SEBI Regulations is not applicable.
- 5 Basic and diluted earnings per share for the year ended 31 March 2016 is considered same since the potential equity shares (optionally convertible debenture) are anti-dilutive in nature.
- 6 Pursuant to the approval on 21 April 2017 by the Committee formed by the Board of Directors, the Company signed a Share Purchase Agreement and acquired 100% equity in New Rise Healthcare Private Limited, a wholly owned subsidiary of Panacea Biotech Limited for a consideration of INR 1,365 lacs payable in cash
- 7 Pursuant to the approval of the Committee of the Board in their meeting held on 31 March 2017, NHSHPL has entered into Health Care Service agreement with Dharamshila Cancer Foundation and Research Centre for managing their hospital situated in Delhi.
- 8 As permitted by Schedule III of the Companies Act, 2013, the Group has elected to present earnings before interest, tax, depreciation and amortisation (EBITDA) as a separate line item on the face of the statement of profit and loss in the consolidated financial statements. The same classification is also followed while presenting the Statement pursuant to the requirement of the SEBI Regulations. The Group has included other income and excluded depreciation and amortisation expense, finance costs, exceptional items, tax expenses, share of loss of equity accounted investees, non-controlling interests for the EBITDA presentation.
- 9 The figures for the quarters ended 31 March 2017 and 31 March 2016 are the balancing figure between audited figures in respect of the full financial years and the published unaudited year to date figures upto the end of the third quarter of the relevant financial year, which were subjected to limited review.
- 10 The previous year figures have been regrouped wherever necessary

for and on behalf of the Board of Directors of  
Narayana Hrudayalaya Limited

  
Dr. Ashutosh Raghuvanshi  
Managing Director

Place: Bengaluru  
Date: 29 May 2017







Date of Submission: 29<sup>th</sup> May 2017

To Secretary Listing Department BSE Limited Department of Corporate Services Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001 Scrip Code - 539551	To Secretary Listing Department National Stock Exchange of India Limited Exchange Plaza, Bandra Kurla Complex Mumbai - 400 050 Stock Code- NH
---	---

Dear Sir/Madam,

**Sub: Declaration under Regulation 33(3)(d) of the SEBI (LODR) Regulations, 2015**

With reference to the captioned subject, we hereby declare and confirm that the "Audit Report" issued by M/s BSR & Co LLP, being Firm Registration Number 101248W/W-100022, on the "Annual Audited Financial Results" (Standalone and Consolidated) for the year ended 31<sup>st</sup> March 2017 are unmodified.

Kindly take the above said information on record as per the requirement of Listing Regulations.

Thanking You,

Yours faithfully

**For NARAYANA HRUDAYALAYA LIMITED**  
Sridhar S.

Group Company Secretary, Legal and Compliance Officer