

Kaushal Dave & Associates

Chartered Accountants

Certificate for the Working Capital Requirement

To

The Board of Directors

Anlon Healthcare Limited

101/102 – Silvercoin Complex,

Opp. Crystal Mall, Kalawad Road,

Rajkot, Gujarat,

India – 360005.

And

Interactive Financial Services Limited

Office No. 508,

Fifth Floor, Priviera,

Nehru Nagar, Ahmedabad - 380 015

Gujarat India.

(Interactive Financial Services Limited is referred to as the “Book Running Lead Manager”/“BRLM”)

Dear Sirs,

Re: Proposed public issue of equity shares of face value of Rs. 10/- each (the “Equity Shares”) of Anlon Healthcare Limited (the “Company”) (the “Issue”)

Sub: Certificate for the Working Capital Requirement

We, Kaushal Dave & Associates, Statutory Auditors of the Company certified the Basis of estimation of working capital requirement and estimated working capital requirement

Particulars	Fiscal 2022	Fiscal 2023	Fiscal 2024	As at three months period ending June 30, 2024	Fiscal 2025	Fiscal 2026
	Audited	Audited	Audited	Audited	Provisio nal	Provisio nal
Raw material	478.26	739.59	1,171.70	1,553.30	946.50	1,319.25
Semi-finished Goods	584.98	1,258.79	997.13	967.26	1,498.50	2,068.88
Finished goods	1,594.19	676.62	1,977.13	1,178.41	3,365.33	4,690.67
Packing materials	11.54	21.62	25.38	28.72	50.00	50.00
Trade receivables	1,686.13	4,177.82	3,670.26	6,748.23	4,206.67	5,863.33
Trade receivables for more than 2 years	344.14	202.75	202.79	193.22	202.00	202
Cash and bank balances (without Margin Money Deposit)	154.23	62.36	227.45	202.64	250	207.37
Other current Financial assets- investments	175.33	390.74	84.51	85.45	100.00	125.00
Loans and advances	23.36	34.55	139.04	147.38	150	175.00
Other current financial assets	38.99	44.79	55.81	76.88	60	70.00
Other current assets	682.66	971.17	1,519.17	1,297.20	2,000	2,500.00
Total	5,773.81	8,580.8	10,070.7	12,478.69	12,829	17,271.5

Less :

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Particulars	Fiscal 2022	Fiscal 2023	Fiscal 2024	As at three months period ending June 30, 2024	Fiscal 2025	Fiscal 2026
Trade payables	1,150.24	1,967.95	1,323.40	2884.50	3,155.00	4,397.50
Trade payables for more than 3 years	85.46	564.7	675.82	677.10	676.00	676
other current Liabilities	304.89	412.51	96.56	246.40	100	150
Current maturity of long-term debts	206.06	393.69	668.52	609.76	700	700
Provisions	49.6	195.22	217.31	327.40	400	550
Total liabilities	2,083.87	3,534.07	2,981.61	4,745.15	5031	6,473.5
Net working capital	3,689.94	5,046.73	7,088.76	7,733.54	7,798.00	10,798.0 0
Less: bank borrowings	805.61	821.06	2031.8	2000	2100	2100
Balance	2,884.33	4,225.67	5,056.96	5,733.54	5,698.00	8,698.00
Long term and short-term borrowings	2,884.33	3,914.72	4,190.15	4,165.03	4,100.00	4100
Financed through capital internal cash accruals		310.95	866.81	1,568.51	1,000	1,000
Fund from IPO					598.00	3,598.00

Assumptions for working capital requirements.

Particulars	No. of Days outstanding or holding level as on			F.Y. 2024-25 (current year)	F.Y. 2025-26 (Estimated)	Justification for Holding
	F.Y. 2021- 22	F.Y. 2022-23	F.Y. 2023- 24			
Raw Material	30	25	73	30	30	Current year estimate for 2024-25 and estimated for the FY 2025-26 are on the basis of the Past holding period of 2021-22 and 2022-23. In the year the 2023-24 the Company, on the basis of observation and recommendations issued by Brazilian health Regulatory Agency (ANVISA, Brazil) regarding our manufacturing facility for the purpose of approval of the plant for production of API product namely, Loxoprofen Sodium Dihydrate, our Company had to comply with such recommendations in the our Manufacturing Facility and in order to comply with such recommendations and observation, our Manufacturing Facility was non-operational for almost 4 months. On account of that the material was not used in the production. The turnover of the Company had been reduced almost 50% in comparison to FY

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Particulars	No. of Days outstanding or holding level as on			F.Y. 2024-25 (current year)	F.Y. 2025-26 (Estimated)	Justification for Holding
	F.Y. 2021-22	F.Y. 2022-23	F.Y. 2023-24			
Semi-finished Goods	34	41	56	45	45	2022-23. It was an exceptional year and not considered for the estimation of current year and estimated year. Current year estimate for 2024-25 and estimated for the FY 2025-26 are on the basis of the Past holding period of 2021-22 and 2022-23. In the year the 2023-24 the Company, on the basis of observation and recommendations issued by Brazilian health Regulatory Agency (ANVISA, Brazil) regarding our manufacturing facility for the purpose of approval of the plant for production of API product namely, Loxoprofen Sodium Dihydrate, our Company had to comply with such recommendations in the our Manufacturing Facility and in order to comply with such recommendations, our Manufacturing Facility was non-operational for almost 4 months. Certain process is carried out not in the factory and due to number of process involved the stock of semi-finished goods was almost for 45 days. The Semi finished in the FY 2023-24 was high but it was an exceptional year and not considered for the estimation of current year and estimated year.
Finished goods	84	18	89	80	80	Current year estimate for 2024-25 and estimated for the FY 2025-26 are on the basis of the Past holding period of 2021-22 and 2022-23. The holding period of FY 2023-24 was not considered due to closure of plant for 4 months.
Trade receivables	89	111	165	100	100	Current year estimate for 2024-25 and estimated for the FY 2025-26 are on the basis of the Past holding period of 2021-22 and 2022-23. The Trade receivables period of FY 2023-24 was not considered due to non-operational of plant for 4 months on account of complying with recommendations and observation issued by Brazilian

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Particulars	No. of Days outstanding or holding level as on			F.Y. 2024-25 (current year)	F.Y. 2025-26 (Estimated)	Justification for Holding
	F.Y. 2021-22	F.Y. 2022-23	F.Y. 2023-24			
Trade payables	71	67	82	100	100	Health Regulatory Agency (ANVISA, Brazil) during their audit for approval. Due to disruption of supply of finished goods the credit period has gone to 165 days and it was not considered for the current year estimate and future projection Current year estimate for 2024-25 and estimated for the FY 2025-26 are on the basis of the Past holding period of 2021-22 and 2022-23. The Trade Payables period of FY 2023-24 was not considered due to non-operational of plant for 4 months on account of complying with recommendations and observation issued by Brazilian Health Regulatory Agency (ANVISA, Brazil) during their audit for approval. Due to closure of plant the working capital cycle was disturbed and delay in getting the payments from the customers also effect the payment to creditors.

We conducted our examination of the information given in this certificate (including the annexures thereto) in accordance with the 'Guidance Note on Reports or Certificates for Special Purposes' issued by the Institute of Chartered Accountants of India ("ICAI"), as revised from time to time, to obtain a reasonable assurance that such details are in agreement with the books of accounts and other relevant records provided to us, in all material respects; the aforesaid Guidance Note requires that we comply with the ethical requirements of the 'Code of Ethics' issued by the ICAI, as revised from time to time. Further, we have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, 'Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements', as revised from time to time.

This certificate may be relied upon by the Company, BRLM and Legal Counsel appointed in relation to the Issue. This certificate is for information and for inclusion in the Draft Red Herring Prospectus, the Red Herring Prospectus, Prospectus, the Preliminary International Wrap/Issuing Memorandum, the Abridged Prospectus and any other addendum thereto of the Company to be submitted/filed with the Securities and Exchange Board of India ("SEBI"), the Registrar of Companies, Ahmedabadat Gujarat ("ROC") and the stock exchanges, or any other material (including in any corporate advertisement or investor presentation made by or on behalf of the Company) to be issued in relation to the Issue (together referred as "Issue Documents") prepared in connection with the Issue or any other document to be issued or filed in relation to the Issue, and for the submission of this certificate as may be necessary, to any regulatory / statutory authority, stock exchanges, any other authority as may be required and / or for the records to be maintained by the BRLM in connection with the Issue, and in accordance with applicable law, and for the purpose of any defense the BRLM may wish to advance in any claim or proceeding in connection with the contents of this certificate.

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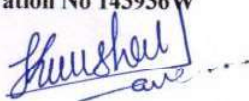
We confirm that any changes to the above that come to our attention will immediately be intimated to the BRLM and the Legal Counsel to the Issue in writing till the date the Equity Shares of the Company commences trading on the stock exchanges. In the absence of any communication from us, you may assume that there is no change in respect of the matters covered in this certificate.

We hereby indemnify and keep indemnified, saved, defended and harmless the BRLM and Legal Counsel to the proposed Issue of the Company and all persons claiming under them ("Indemnified Persons"), from and against all losses and/or damages arising as a result of the aforementioned representations made by us in order to disclose details of the same in the Issue Documents including the Draft Red Herring Prospectus, the Red Herring Prospectus, the Prospectus, the Preliminary International Wrap/Issuing Memorandum, the Abridged Prospectus, etc., for the Issue or arising as a result of any notices, proceedings, litigations, claims, penalties, demands and costs that may be made and/or raised on the Indemnified Persons by any third parties and/or with regard to any matter arising in connection thereto or otherwise by reason of the matter contemplated herein and/or sustained by the BRLM and/or Legal Counsel to the Issue as a result of any statements, representations, assurances, confirmations hereinunder given being untrue.

All capitalized terms not defined hereinabove shall have the same meaning as defined in the Issue Documents.

For, Kaushal Dave & Associates
Chartered Accountants
ICAI Firm Registration No 143936W

Kaushal V. Dave
(Partner)
Membership No 174550
Date 07.10.2024
UDIN: 24174550BKAHQN1840



Encl: As above

CC:

Legal Counsel to the Issue
Vidhigya Associates
A-105, Kanara Business Centre, Link Road,
Laxmi Nagar, Ghatkopar (East) Mumbai-400075
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