



Amarnath Kamath & Associates

Chartered Accountants

INDEPENDENT AUDITORS' REPORT

To
The Members of
Fagris Medica Private Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Fagris Medica Private Limited ("the company"), which comprise the Balance Sheet as at 31 March 2019, the Statement of Profit and Loss, the Statement of Other Comprehensive Income, the Changes in Equity and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the Preparation and Presentation of these Financial Statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Principles Generally Accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.



Amarnath Kamath & Associates Chartered Accountants

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at 31st March 2019, its profit/loss, Other Comprehensive Income, cash flows and statement of changes in Equity for the year ended on that date.

Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters Specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) the Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of written representations received from the directors as on 31 March 2019, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2019, from being appointed as a director in terms of Section 164(2) of the Act.
 - f) In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
 - i. The Company has no pending litigations as per the information furnished to us ;
 - ii. The Company has not entered into any derivative transactions as per the information furnished to us
 - iii. There were no amounts which required to be transferred by the Company to the Investor Education and Protection Fund.
 - g) The company has adequate internal financial control system in place and it is operating effectively. The same has been given in Annexure - B to this report.

Other Matters:

The Company has sold all of it's operations to its parent company and currently does not have any operations.

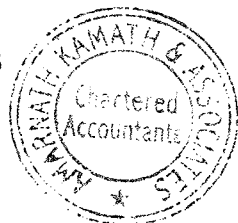
**For Amarnath Kamath & Associates
Chartered Accountants**

V. Narayanan

V. Narayanan, FCA-219265

Partner - FRN 000099S

Date : May 15, 2019





Amarnath Kamath & Associates

Chartered Accountants

Appendix A : Addendum to the Independent Auditors' Report

I. Fixed Assets

Based on the information provided to us and the verification conducted by us we opine that

1. The Company is maintaining proper records showing full particulars, including quantitative details and situation of Fixed Assets.
2. The Fixed Assets have been physically verified by the management at reasonable intervals. During the course of such Physical Verification, the management has found that there are no material discrepancies.
3. The Company does not own any immovable property therefore question of verification of title deeds does not arise.
4. The Company has transferred all of it's Fixed Assets and as at the date of Balance Sheet the value of all fixed assets is Nil

II. Inventory

1. The management has conducted physical verification of inventory at reasonable intervals. The procedure of physical verification of inventory followed by the management is reasonable and adequate in relation to the company's size and its nature of business.
2. The company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.
3. The Company has transferred all of it's Inventories and as at the date of Balance Sheet the value of all Inventories is Nil

III. Loans, Borrowings & Guarantees - Granted

Based on the information provided to us and the verification conducted by us we opine that

1. The company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnership or other parties covered in the register maintained under section 189 of the Act.
2. The company has not given any guarantee for loans taken by others from Banks or Financial Institutions.

IV. Loans, Borrowings & Guarantees - Obtained

Based on the information provided to us and the verification conducted by us we opine that

1. The Company has not obtained any Loan from Bank or Financial Institution. It does not have outstanding Debentures. Hence the question of reporting about defaults in repayment does not arise.
2. The company has obtained an unsecured loan from its holding company Strides Shasun Limited, the terms of which are as follows
 - a. Amount of Borrowing : Outstanding as on 31st March, 2019 is Rs. Nil (For the PY it's Rs. 72,80,556/-)
 - b. Rate of Interest : 9% per annum
 - c. Tenure : Till the repayment is done to the satisfaction of the lender
3. The Borrowings obtained by the company were used for the purpose for which they were obtained during the period

V. Public Deposits:

Based on the information provided to us and the verification conducted by us we opine that the company has not accepted deposits under sections 73 to 76 of the Act during the period.



Amarnath Kamath & Associates Chartered Accountants

VI. Costing Records:

Based on the information provided to us The Maintenance of Cost Records under section 148(1) of the act is not prescribed for the company.

VII. Statutory Masters:

- a) According to the information and explanations given to us and on the basis of our examination of the records of the company, the company is regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and other statutory dues with appropriate authorities.
- b) According to the information and explanations given to us and on the basis of our examination of the records of the company, there are no instances of the company not depositing dues of any Taxes, Duties, Cess or other amounts due to disputes or other reason.
- c) The company has not declared any dividend since its incorporation. So there is no question in transferring of unclaimed dividend to Investors Education and Protection Fund in accordance with Companies Act 2013 and rules made there under.

VIII. Frauds

Based on the information provided to us and the verification conducted by us we opine that there is no instances of any Fraud or suspected fraud on or by the company is noticed or reported during the period.

IX. Nidhi & NBFC Companies

The Company is not a Nidhi Company nor is legally required to register under Section 45-IA of Reserve Bank of India Act. Therefore commenting on Clause 3(xii) and 3(xvi) of CARO, 2016 does not arise.

X. Issue of Shares

The company has not issued any shares during the year, therefore commenting under Clause 3(ix) and Clause 3(xiv) of CARO 2016 does not arise.

XI. Managerial Remuneration

The company has not paid any remuneration to its directors during the year, therefore reporting under Clause 3(xi) does not arise.

XII. Related Party Transactions

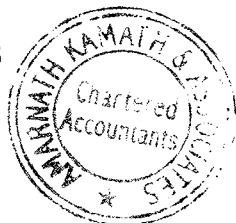
The company has transacted with related parties at arms length price. In our opinion, the company has complied with Section 177 and 188 of Companies Act, 2013 and also made needed disclosures under Indian Accounting Standards relating to Transactions with Related Parties which forms part of the Notes to Accounts.

XIII. Non Cash Transactions with Directors

The company has not done any non cash transactions with the Directors or persons with whom Directors are interested during the year and hence reporting under Clause 3(xv) does not arise.

For Amarnath Kamath & Associates
Chartered Accountants

V. Narayanan, FCA-219265
Partner - FRN 0000995
Date : May 15, 2019





Amarnath Kamath & Associates

Chartered Accountants

Appendix B : Auditors' Report on Internal Financial Control Over Financial Reporting

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of FAGRIS MEDICA PRIVATE LIMITED, ("the Company") as of March 31, 2019 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI. We have also carried out the responsibilities prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. These Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness by obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles.

A company's internal financial control over financial reporting includes those policies and procedures that -

- a. Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- b. Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- c. Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.



Amarnath Kamath & Associates Chartered Accountants

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

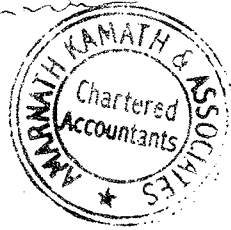
Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2019; based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India."

For Amarnath Kamath & Associates
Chartered Accountants

V. Narayanan

V. Narayanan, FCA-219265
Partner - FRN 000099S
Date : May 15, 2019



FAGRIS MEDICA PRIVATE LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31st MARCH 2019

Note No.-1

COMPANY INFORMATION

Fagris Medica Private Limited is a pharmaceutical company having corporate office in Bengaluru, India. The company is engaged in business of manufacturing, marketing and commercializing of OTC products in CIS countries.

Note No.-2

SIGNIFICANT ACCOUNTING POLICIES:

A. Basis for preparation of Financial statements

The Company is a wholly owned subsidiary of Strides Pharma Science Limited (formerly known as Strides Shasun Limited), a listed company which is required to prepare its financial statements in accordance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016. Accordingly, these financial statements are also prepared in accordance with Ind AS under the historical cost convention on the accrual basis with revenues recognized and expenses accounted on their accrual, including provisions / adjustments for committed obligations and amounts determined as payable or receivable during the year.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

B. GOING CONCERN

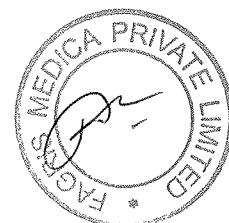
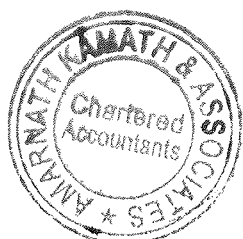
The Company had restructured its business during the previous year. Presently, the management continues to explore new lines of business activities that can be gainfully carried on by the Company. All principles applicable to a Going Concern have been applied in the preparation of these financial statements.

C. Cash and cash equivalents

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

D. Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities are segregated based on the available information.



E. Revenue recognition

(a) Revenue from contracts with customers:

The Company recognises revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

A 5-step approach is used to recognise revenue as below:

Step 1: Identify the contract(s) with a customer

Step 2: Identify the performance obligation in contract

Step 3: Determine the transaction price

Step 4: Allocate the transaction price to the performance obligations in the contract

Step 5: Recognise revenue when (or as) the entity satisfies a performance obligation

- (b) Export incentives** are accrued for based on fulfillment of eligibility criteria for availing the incentives and when there is no uncertainty in receiving the same. These incentives include estimated realizable values/benefits from special import licenses and benefits under Duty Entitlement Pass Book Schemes, Focus Market Schemes, and Market-Linked Focus scheme.

(c) Other income

Support service income is accounted as per the terms of the contract.

F. Foreign currency transactions and translations

Transactions denominated in Foreign Currencies are recorded using the exchange rates prevailing on the date of transaction. The difference if any, on actual payment/ realization is charged off to revenue. Amount receivable / payable as at the close of the year is accounted at the prevailing rates and the difference if any, on receipt / while making actual payment due to fluctuation in the rate of exchange is charged to revenue in that year.

G. Leases

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vests with the lessor are recognized as operating leases. Lease rentals under operating leases are recognized in the Statement of Profit and Loss on a straight-line basis over the lease term.

H. Earnings Per Share

Earnings per share is computed by dividing the profit / (loss) after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax as adjusted for dividend, interest and other charges to expense or income relating to dilutive potential equity shares, by the weighted average number of equity shares considered for deriving the basic earnings per share and also the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share and are deemed to be converted at the beginning of the period, unless they have been issued later.



I. Taxes on income

The current charge for income tax (if any) is calculated in accordance with the relevant tax regulations applicable to the Company.

Minimum alternate tax paid (if any) in accordance with the tax laws, which gives future economic benefits adjustments to the future income tax liability is considered an asset if there is convincing evidence that the Company will pay normal tax in future.

Deferred tax assets and liabilities (if any) are recognized for future tax consequences attributable to the timing differences that result between the profit offered for income tax and the profit as per financial statements. Deferred tax assets and liabilities are measured as per the tax rates / laws that have been enacted or substantively enacted by the Balance Sheet Date.

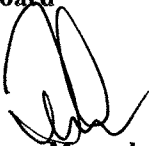
J. Provisions and contingencies

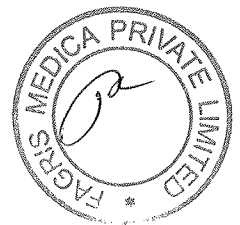
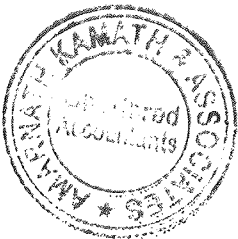
A provision is recognized when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes. Contingent assets are not recognized in the financial statements.

For and on behalf of the Board

Place: Bengaluru
Date: May 15, 2019


Alexander A
Director
DIN: 02276597


Joe Thomas Mangalam
Director
DIN: 00468077




FAGRIS MEDICA PRIVATE LIMITED
BALANCE SHEET AS AT MARCH 31, 2019

	Note No.	31-Mar-19	Amount in INR 31-Mar-18
A ASSETS			
I Current assets			
(a) Financial assets			
(i) Trade receivables	3	15,925	9,897,763
(ii) Cash and cash equivalents	4	931,467	1,267,695
(iii) Other financial assets	5	254,894	240,232
(b) Other current assets	6	890,412	5,213,043
Total current assets		<u>2,092,698</u>	<u>16,618,733</u>
TOTAL ASSETS		<u><u>2,092,698</u></u>	<u><u>16,618,733</u></u>
B EQUITY AND LIABILITIES			
I Equity			
(a) Equity share capital	7	10,400,000	10,400,000
(b) Other equity	8	<u>(9,068,167)</u>	<u>(9,410,025)</u>
Total equity		<u>1,331,833</u>	<u>989,975</u>
II Liabilities			
1 Current liabilities			
(a) Financial liabilities			
(i) Trade payables	9	-	-
- Total outstanding dues of micro enterprises and small enterprises			
- Total outstanding dues of creditors other than micro enterprises and small enterprises		710,424	7,529,276
(ii) Other financial liabilities	10	10,319	8,059,360
(b) Current tax liabilities	11	<u>40,122</u>	<u>40,122</u>
		<u>760,865</u>	<u>15,628,758</u>
TOTAL EQUITY AND LIABILITIES		<u><u>2,092,698</u></u>	<u><u>16,618,733</u></u>

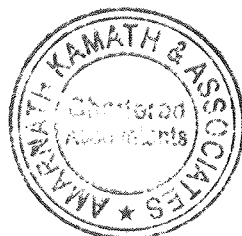
The accompanying notes are an integral part of the financial statements

As per our report of even date attached
For Amarnath Kamath & Associates
Chartered Accountants
Firm Registration No. 000099S



V Narayanan
Partner
Mem. No. : 219265

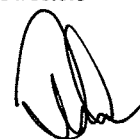
Place : Bengaluru
Date: May 15, 2019



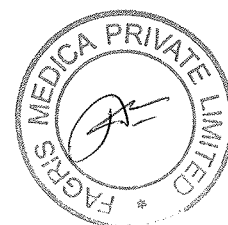
For and on behalf of Board of Directors



Alexander A
Director
DIN: 02276597



Joe Thomas Mangalam
Director
DIN: 00468077




FAGRIS MEDICA PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS
FOR THE YEAR ENDED MARCH 31, 2019

	Note No.	Amount in INR	
		31-Mar-19	31-Mar-18
1 Revenue from operations	12	-	13,000,058
2 Other income	13	998,135	-
3 Total revenue (1+2)		998,135	13,000,058
4 Expenses			
(a) Cost of materials consumed	14	-	2,872,005
(b) Employee benefits expenses	15	-	345,527
(c) Finance costs	16	33,145	33,148
(e) Other expenses	17	623,132	9,710,687
Total		656,277	12,961,367
5 Profit before exceptional items and tax (3-4)		341,858	38,691
6 Exceptional items gain / (loss) (net)		-	-
7 Profit before tax (5+6)		341,858	38,691
8 Tax expense		-	-
9 Profit for the year (7-8)		341,858	38,691
10 Other comprehensive income			
A) (i) Items that will not be reclassified to profit or loss		-	19,431
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
B) (i) Items that may be reclassified to profit or loss		-	-
(ii) Income tax relating to items that may be reclassified to profit or loss		-	-
Total other comprehensive income		-	19,431
11 Total comprehensive income for the period (9+10)		341,858	58,122
12 Earnings per share (of Rs. 10/- each)			
- Basic		0.33	0.04
- Diluted		0.33	0.04

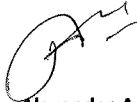
The accompanying notes are an integral part of the financial statements

As per our report of even date attached
For **Amarnath Kamath & Associates**
Chartered Accountants
Firm Registration No. 000099S

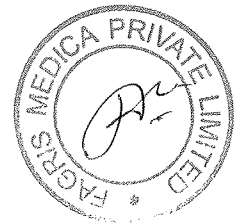
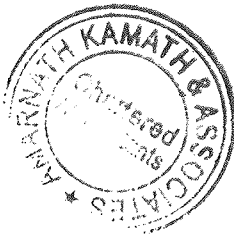

V Narayanan
Partner
Mem. No.: 219265

Place : Bengaluru
Date: May 15, 2019

For and on behalf of Board of Directors


Alexander A
Director
DIN: 02276597


Joe Thomas Mangalam
Director
DIN: 00468077



FAGRIS MEDICA PRIVATE LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEARS ENDED MARCH 31, 2019 AND MARCH 31, 2018

A) Equity share capital

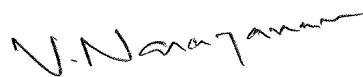
Particulars	Amount in INR
Balance as at April 1, 2017	10,400,000
Changes in equity share capital during the year	-
Balance as at March 31, 2018	10,400,000
Changes in equity share capital during the year	-
Balance as at March 31, 2019	10,400,000

(B) Other equity

Particulars	Reserves and surplus		Items of other comprehensive income	Total
	Capital reserve	Retained earnings	Re -measurement of the defined benefit liabilities / (assets)	
Balance as at April 1, 2017	29,266,229	(38,714,945)	(19,431)	(9,468,147)
Profit/(loss) for the year	-	38,691	-	38,691
Other comprehensive income for the year	-	-	19,431	19,431
Total comprehensive income	-	38,691	19,431	58,122
Balance as at March 31, 2018	29,266,229	(38,676,254)	-	(9,410,025)
Profit/(loss) for the year	-	341,858	-	341,858
Other comprehensive income for the year	-	-	-	-
Total comprehensive income	-	341,858	-	341,858
Balance as at March 31, 2019	29,266,229	(38,334,396)	-	(9,068,167)

The accompanying notes are an integral part of the financial statements

As per our report of even date attached
For Amarnath Kamath & Associates
Chartered Accountants
Firm Registration No. 000099S



V Narayanan
Partner
Mem. No.: 219265

Place : Bengaluru
Date: May 15, 2019

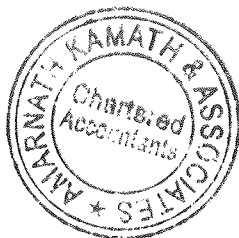
For and on behalf of Board of Directors



Alexander A
Director
DIN: 00276597



Joe Thomas Mangalam
Director
DIN: 00468077

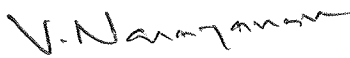


FAGRIS MEDICA PRIVATE LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2019

Particulars	Amount in INR	
	For the year ended 31-Mar-19	31-Mar-18
A. Cash flow from operating activities		
Net Profit /(loss) after tax	341,858	38,691
Adjustments for:		
-Net unrealised exchange (gain) / loss	(657,257)	(505,661)
	<u>(657,257)</u>	<u>(505,661)</u>
Operating profit / (loss) before working capital changes	<u>(315,399)</u>	<u>(466,970)</u>
Changes in working capital:		
(Increase)/decrease in inventories	-	-
(Increase)/decrease in trade and other receivables	14,847,064	(12,289,451)
Increase/(decrease) in trade and other payables	(7,587,337)	5,643,981
	<u>7,259,727</u>	<u>(6,645,470)</u>
Net change in working capital	<u>6,944,328</u>	<u>(7,112,440)</u>
Cash generated from operations	<u>6,944,328</u>	<u>(7,112,440)</u>
Net income tax (paid) / refunds	-	(249,768)
Net cash flow from / (used in) operating activities (A)	<u>6,944,328</u>	<u>(7,362,208)</u>
B. Cash flow from investing activities	-	-
C. Cash flow from financing activities		
Advance from related parties	(7,280,556)	7,263,665
Net cash flow from / (used in) financing activities (C)	<u>(7,280,556)</u>	<u>7,263,665</u>
Net increase / (decrease) in cash and cash equivalents (A+B+C)	<u>(336,228)</u>	<u>(98,543)</u>
Cash and cash equivalents at the beginning of the year	1,267,695	1,366,238
Cash and cash equivalents at the end of the year	<u>931,467</u>	<u>1,267,695</u>
Reconciliation of cash and cash equivalents with the Balance Sheet:		
Net Cash and cash equivalents as defined in IND AS 7 statement of cash flows included in Note 2	<u>931,467</u>	<u>1,267,695</u>
Cash and cash equivalents at the end of the year *	<u>931,467</u>	<u>1,267,695</u>
* Comprises:		
(a) Cash on hand	3,574	3,574
(b) Balances with banks - in current accounts	927,893	1,264,121

The accompanying notes are an integral part of the financial statements


As per our report of even date attached
For **Amarnath Kamath & Associates**
Chartered Accountants
Firm Registration No. 000099S

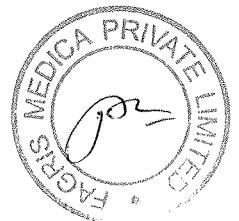
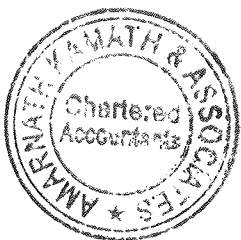

V Narayanan
Partner
Mem. No. : 219265

Place : Bengaluru
Date: May 15, 2019

For and on behalf of Board of Directors


Alexander A
Director
DIN: 02276597


Joe Thomas Mangalam
Director
DIN: 00468077



FAGRIS MEDICA PRIVATE LIMITED
Notes forming part of the financial statements

Note
No.

3	Trade receivables	Amount in INR	
		31-Mar-19	31-Mar-18
	Particulars		
	Unsecured		
	Considered good	15,925	9,897,763
	Considered doubtful	212,407	-
		228,332	9,897,763
	Less: allowance for doubtful trade receivables	212,407	-
	Total	15,925	9,897,763

4	Cash and cash equivalents	Amount in INR	
		31-Mar-19	31-Mar-18
	Particulars		
	Cash on hand	3,574	3,574
	Balance with banks:		
	- In current account	927,893	1,264,121
	Total	931,467	1,267,695

5	Other financial assets	Amount in INR	
		31-Mar-19	31-Mar-18
	Particulars		
	Advances to related parties	254,894	240,232
	Total	254,894	240,232

6	Other current assets	Amount in INR	
		31-Mar-19	31-Mar-18
	Particulars		
	- Incentives receivables	-	265,969
	- GST receivables	890,412	4,947,074
	Total	890,412	5,213,043

7	Equity share capital	Amount in INR	
		31-Mar-19	31-Mar-18
	Particulars		
	Authorised		
	1,605,000 equity shares of Rs. 10/- each with voting rights (March 31, 2018: 1,605,000 Equity shares of Rs. 10/-each)	16,050,000	16,050,000
	6% 5,000 redeemable non cumulative preference shares of Rs.10/- each. (March 31, 2018: 6% 5,000 redeemable non cumulative preference shares of Rs. 10/- each)	50,000	50,000
	Total	16,100,000	16,100,000
	Issued, subscribed and fully paid-up		
	1,040,000 equity shares of Rs.10/- each with voting rights (March 31,2018 1,040,000 Equity shares of Rs. 10/-each)	10,400,000	10,400,000
	Total	10,400,000	10,400,000

(a) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

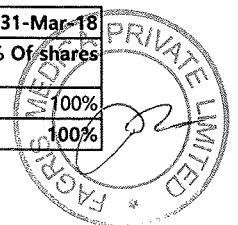
Particulars	31-Mar-19		31-Mar-18	
	No. of Shares	Amount in INR	No. of Shares	Amount in INR
Equity share of Rs. 10/- each				
Opening balance	1,040,000	10,400,000	1,040,000	10,400,000
Issued during the year	-	-	-	-
Closing balance	1,040,000	10,400,000	1,040,000	10,400,000

(b) Detail of the rights, preferences and restrictions attaching to each class of shares outstanding equity shares of Rs. 10/- each:

The Company has only one class of equity shares, having a par value of Rs.10/-. The holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. In the event of liquidation of the Company, the holders of the equity shares will be entitled to receive any of the remaining assets of the Company, after distribution to all other parties concerned. The distribution will be in proportion to number of equity shares held by the shareholders.

(c) Details of equity shares held by each shareholder holding more than 5% of shares:

Particulars	31-Mar-19		31-Mar-18	
	No. of Shares	% Of shares	No. of Shares	% Of shares
Strides Pharma Science Limited	1,040,000	100%	1,040,000	100%
Total	1,040,000	100%	1,040,000	100%



FAGRIS MEDICA PRIVATE LIMITED
Notes forming part of the financial statements

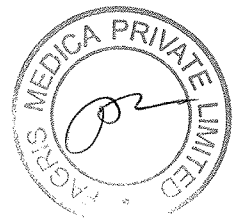
Note
No.

8 Other equity	Amount in INR	
Particulars	31-Mar-19	31-Mar-18
Capital reserve		
Opening balance	29,266,229	29,266,229
Closing balance	29,266,229	29,266,229
Surplus in statement of profit and loss		
Opening balance	(38,676,254)	(38,714,945)
Add: Profit /(loss) for the year	341,858	38,691
Closing balance	(38,334,396)	(38,676,254)
Items of other comprehensive income		
Opening balance	-	(19,431)
Add/(Less) : other comprehensive income for the year	-	19,431
Closing balance	-	-
Total	(9,068,167)	(9,410,025)

9 Trade payables	Amount in INR	
Particulars	31-Mar-19	31-Mar-18
Trade payables:		
- Total outstanding dues of micro enterprises and small enterprises	-	-
- Total outstanding dues of creditors other than micro and small enterprises	710,424	7,529,276
Total	710,424	7,529,276

10 Other financial liabilities	Amount in INR	
Particulars	31-Mar-19	31-Mar-18
Dues to related parties	-	7,280,556
Other payables:		
- Statutory remittances	10,319	778,804
Total	10,319	8,059,360

11 Current tax liabilities	Amount in INR	
Particulars	31-Mar-19	31-Mar-18
Provision for income tax	40,122	40,122
Total	40,122	40,122



FAGRIS MEDICA PRIVATE LIMITED
Notes forming part of the financial statements

Note

No.

12 Revenue from operations		Amount in INR	
Particulars	31-Mar-19	31-Mar-18	
Sale of products	-	12,351,279	
Other operating revenues (Refer Note below)	-	648,779	
Total	-	13,000,058	

Note: Other operating revenue comprises:

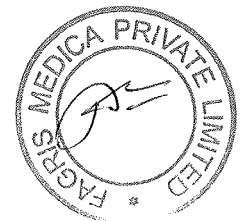
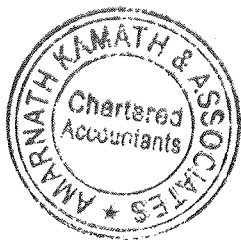
		Amount in INR	
Particulars	31-Mar-19	31-Mar-18	
Government incentive	-	348,779	
Support service income	-	300,000	
Total	-	648,779	

13 Other income		Amount in INR	
Particulars	31-Mar-19	31-Mar-18	
Net gain on foreign currency transactions	998,135	-	
Total	998,135	-	

14 Cost of materials consumed		Amount in INR	
Particulars	31-Mar-19	31-Mar-18	
Opening stock	-	-	
Add: Purchases	-	2,872,005	
Closing stock	-	-	
Cost of materials consumed	-	2,872,005	

15 Employee benefits expenses		Amount in INR	
Particulars	31-Mar-19	31-Mar-18	
Salaries and wages	-	334,145	
Staff welfare expenses	-	11,382	
Total	-	345,527	

16 Finance costs		Amount in INR	
Particulars	31-Mar-19	31-Mar-18	
Interest expense on:			
- Delayed payment of income tax	-	6,503	
Other finance costs	33,145	26,645	
Total	33,145	33,148	



FAGRIS MEDICA PRIVATE LIMITED
Notes forming part of the financial statements

Note

No.

17 Other expenses

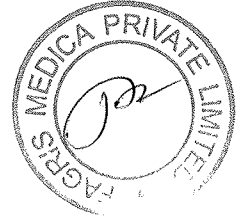
Amount in INR

Particulars	31-Mar-19	31-Mar-18
Subcontracting	-	6,216
Rent	60,000	399,075
Power charges	-	13,175
Water charges	-	660
Rates and taxes	467,932	1,436,007
Communication	-	70,425
Travelling and conveyance	-	61,194
Printing and stationery	-	13,687
Freight and forwarding	-	3,019,581
Business promotion	-	1,375,648
Legal and professional	60,200	336,608
Payments to auditors	35,000	200,000
Testing and analysis expenses	-	1,408,390
Support Service charges	-	226,125
Net loss on foreign currency transactions	-	198,781
Miscellaneous expenses	-	945,115
Total	623,132	9,710,687

(i) Payments to the statutory auditors of the company comprises (net of GST Credit) for:

Amount in INR

Particulars	31-Mar-19	31-Mar-18
Statutory audit fee	35,000	200,000
Total	35,000	200,000



Note 18**Related party disclosures**

Related party classification	Name of related party
Holding company	Strides Pharma Science Limited
Fellow subsidiary	Arrow Remedies Private Limited
Fellow subsidiary	Strides Pharma (Cyprus) Limited

Related party transactions during the year ended March 31, 2019

Nature of transactions	Holding company		Fellow subsidiary	
	Year ended 31-Mar-19	Year ended 31-Mar-18	Year ended 31-Mar-19	Year ended 31-Mar-18
a) Advances - taken / repaid (net)	10,763,961	(3,734,720)	-	-
b) Sale of goods	-	-	-	1,789,111
c) Support service income	-	300,000	-	-
d) Support service charges	-	225,000	-	-
e) Reimbursement of expenses incurred by	580	3,781,206	-	-
f) Reimbursement of expenses incurred on behalf of	-	826,000	-	-
g) Rental expenses	60,000	60,000	-	-

Related party balances as at March 31st, 2019

Nature of Transactions	Holding company		Fellow subsidiary	
	Year ended 31-Mar-19	Year ended 31-Mar-18	Year ended 31-Mar-19	Year ended 31-Mar-18
a) Advances receivables /(payables)	-	(3,069,507)	254,894	235,935
b) Trade receivables	-	1,042,000	-	4,073,812
c) Trade payables	317,811	4,724,372	206,307	-

Note 19**Earnings per share**

Particulars	31-Mar-19	31-Mar-18
Net profit after tax (In INR)	341,858	38,691
Weighted average number of equity shares (No.s)	1,040,000	1,040,000
Earnings/(loss) per share (In INR)	0.33	0.04
Nominal value of equity shares (In INR)	10	10

Note 20**Foreign currency exposure**

Foreign currency exposure that have not been hedged by a derivative instrument or otherwise:

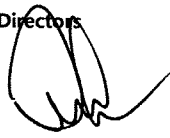
Particulars	31-Mar-19		31-Mar-18	
	Amount in USD	Amount in INR	Amount in USD	Amount in INR
Receivables	-	-	268,729	17,507,667
Payables	-	-	-	-
Total	-	-	268,729	17,507,667

Note 21

Previous year figures have been regrouped and reclassified wherever necessary to conform to current year figures.

For and on behalf of Board of Directors


Alexander A
Director
DIN: 02276597


Joe Thomas Mangalam
Director
DIN: 00468077

Place : Bengaluru
Date: May 15, 2019

