

**SVADS Holdings SA**  
**La Chaux-de-Fonds**

BALANCE SHEET AS OF MARCH 31,		2019	2018
	Notes	CHF	CHF
<b>A S S E T S</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalent and assets held for short-term disposal with a quote market price		195'577.38	6'017.47
Trade accounts receivables	3.	1'880'940.00	2'072'462.91
Short-term loan to group companies	4.	7'554'238.02	9'085'261.06
Prepaid expenses and accrued incomes		433'486.08	0.00
<b>TOTAL CURRENT ASSETS</b>		<b>10'064'241.48</b>	<b>11'163'741.44</b>
<b>NON-CURRENT ASSETS</b>			
Intangible assets		434'423.17	459'366.87
<b>TOTAL NON-CURRENT ASSETS</b>		<b>434'423.17</b>	<b>459'366.87</b>
<b>TOTAL ASSETS</b>		<b>10'498'664.65</b>	<b>11'623'108.31</b>

**SVADS Holdings SA**  
La Chaux-de-Fonds

BALANCE SHEET AS OF MARCH 31,		2019	2018
	Notes	CHF	CHF
<b>LIABILITIES</b>			
<b>SHORT-TERM LIABILITIES</b>			
Trade accounts payables		395'188.19	1'166'076.01
Other short-term liabilities		0.00	39'686.27
Accrued expenses and deferred income	5.	6'000.00	142'635.00
<b>TOTAL SHORT-TERM LIABILITIES</b>		<b>401'188.19</b>	<b>1'348'397.28</b>
<b>SHAREHOLDERS' EQUITY</b>			
Share capital	6.	12'788'136.00	12'788'136.00
Balance sheet result			
(Loss) carried forward		(2'513'424.97)	1'349'070.93
(Loss) for the period		(177'234.57)	(3'862'495.90)
<b>TOTAL SHAREHOLDERS' EQUITY</b>		<b>10'097'476.46</b>	<b>10'274'711.03</b>
<b>TOTAL LIABILITIES</b>		<b>10'498'664.65</b>	<b>11'623'108.31</b>

**SVADS Holdings SA**  
**La Chaux-de-Fonds**

PROFIT AND LOSS STATEMENT		2019	2018
	Notes	CHF	CHF
Revenue from sales of goods and services	7.	61'328.25	117'613.14
Other income		297'337.16	0.00
<b>TOTAL INCOMES</b>		<b>358'665.41</b>	<b>117'613.14</b>
Other operating expenses			
Other operating expenses	8.	(30'327.20)	(1'208'744.39)
<b>TOTAL OTHER OPERATING EXPENSES</b>		<b>(30'327.20)</b>	<b>(1'208'744.39)</b>
<b>OPERATING INCOME</b>		<b>328'338.21</b>	<b>(1'091'131.25)</b>
Other incomes / expenses			
Interest income		0.00	56'626.05
Other financial expenses	9.	0.00	(3'038'206.30)
Financial expenses	9.	(158.51)	(388.68)
Currency exchange gain/loss		(387'891.77)	210'604.28
<b>TOTAL AUTRES PRODUITS/(CHARGES), net</b>		<b>(388'050.28)</b>	<b>(2'771'364.65)</b>
<b>RESULT BEFORE TAXES</b>		<b>(59'712.07)</b>	<b>(3'862'495.90)</b>
Taxes		(117'522.50)	0.00
<b>(LOSS) FOR THE PERIOD</b>		<b>(177'234.57)</b>	<b>(3'862'495.90)</b>

A INTRODUCTION

1. GENERAL

The company was incorporated on March 23, 2006. Its principal activity is the holding of investments in subsidiaries.

2. SUMMARY OF ACCOUNTING PRICIPLES

Accounting principles – The accounts have been established in accordance with the "Generally accepted accounting principles in Switzerland", and under the "Historical cost" and "Going concern" conventions.

B INFORMATIONS AND EXPLANATIONS RELATING TO ITEMS ON THE BALANCE SHEET AND THE INCOME STATEMENT

3. TRADE ACCOUNTS RECEIVABLES

	2019	2018
Receivable from Reckit Benckizer	0.00	119'457.91
Rec. - Unbilled revenue (licensing)	1'880'940.00	1'953'005.00
Total trade accounts receivables	1'880'940.00	2'072'462.91
	1'880'940.00	2'072'462.91

4. OTHER SHORT-TERM RECEIVABLES

	2019	2018
Strides Pharma International Limited	3'687'414.50	4'470'588.73
Strides Arcolab International Limited	3'866'823.52	4'614'672.33
Total other short-term receivables	7'554'238.02	9'085'261.06
	7'554'238.02	9'085'261.06

NOTES TO THE FINANCIAL STATEMENTS AS OF MARCH 31, 2019

\* These current accounts are unsecured, have no fixed repayment term. No interest was charged in 2018-2019.

5. ACCRUED EXPENSES AND DEFERRED INCOME

	2019	2018
Accrual audit	6'000.00	6'000.00
Accrual expenses	0.00	4'500.00
Accrual taxes	0.00	132'135.00
Total accrued expenses and deferred income	6'000.00	142'635.00

6. SHAREHOLDERS' EQUITY

The company's share capital is composed of 12'788'136 registered shares of CHF 1.00 fully paid.

7. REVENUE FROM SALES OF GOODS AND SERVICES

	2019	2018
Product development income	61'328.25	117'613.14
Total accrued expenses and deferred income	61'328.25	117'613.14

8. OTHER OPERATING EXPENSES

	2019	2018
Regulation fees	162.00	6'527.39
Research and development	0.00	1'166'076.00
Directors sitting fees	375.00	4'500.00
Depreciation	24'943.70	25'520.00
Audit fees	4'846.50	6'121.00
Total other operating expenses	30'327.20	1'208'744.39

NOTES TO THE FINANCIAL STATEMENTS AS OF MARCH 31, 2019

---

9. OTHER FINANCIAL EXPENSES

	2019	2018
Write-off of short term rec. from Shasun USA Inc.	0.00	3'038'206.30
Other financial expenses	158.51	388.68
Total other financial expenses	158.51	3'038'594.98

10. RISK ANALYSIS

The Company's risk assessment conducted in the year 2017/2018 and formally approved by the Board of Directors on 18 June 2018 was renewed for the year 2018/2019.

**SVADS Holdings SA**  
**La Chaux-de-Fonds**

PROPOSAL FOR INCOME EMPLOYMENT  
 OF THE BALANCE SHEET AS OF MARCH 31

	2019 CHF	2018 CHF
Available earnings		
(Loss) carried forward	(2'513'424.97)	1'349'070.93
(Loss) for the period	(177'234.57)	(3'862'495.90)
	<u>(2'690'659.54)</u>	<u>(2'513'424.97)</u>
Proposal of the Board of Directors		
(Loss) Carried forwards	(2'690'659.54)	(2'513'424.97)
	<u>(2'690'659.54)</u>	<u>(2'513'424.97)</u>

PROJET