

#### **Auditors' Report**

The Board of Directors Strides Shasun Limited Bangalore

We have audited the attached Balance sheet of **Strides Pharma (Cyprus) Ltd** a subsidiary of **Strides Shasun Limited (SSL)**, as at March 31, 2016 and the related Statement of Profit and Loss for the year ended on that date, annexed thereto, together referred to as 'Financial Statements'.

These Financials Statements have been prepared by the management of SSL based on the Management reporting package of the Company prepared under International Financial Reporting Standards.

Based on our audit and according to the additional information and explanations furnished to us, we report that:

- We have obtained all the Information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the Financial Statements.
- These financial statements set out the information required in Schedule III of the Companies Act, 2013 for the purpose of consolidation of Group accounts.
- In our opinion, necessary adjustments have been made by the management of SAL to ensure that the Financial Statements;
  - comply with the Accounting Standards referred to in section 133 of the Indian Companies Act, 2013 and
  - · are fit for consolidation into Strides Shasun Limited.

For Amarnath Kamath & Associates

**Chartered Accountants** 

Date

May 12, 2016

Place

Bangalore

V. Narayanan, FCA - 219265

Partner, Firm Registration No. 0000995

Chartered

'CAREWEL HOUSE', Muniswamappa Layout, 6<sup>th</sup> Cross, Opp. TOTAL Mall, Off. HAL Airport Road, Bangalore 560 017. Phone: 91 80 25284700

Chennai Branch: "Sri Ramanuja Bhavanam", Plot No. 28, VGP Selva Nagar II Main Road, Vellacherry, Chennai – 600 042. Mobite – 7200002123 | Email: vn@amarnathkamath.com

### Strides Pharma (Cyprus) Ltd BALANCE SHEET AS AT MARCH 31, 2016

	<u>Schedule</u>	Mar-16 USD	Mar-15 USD	Mar-16 INR	<u>Mar-15</u> <u>INR</u>
A . EQUITY AND LIABILITIES					
1. Shareholders' funds					
a) Share capital	1	2,875.00	2,875.00	190,483.13	179,687.50
b) Reserves and Surplus	2	44,338,531.67	36,555,920.48	2,937,649,415.80	2,284,745,030.00
	-	44,341,406.67	36,558,795.48	2,937,839,898.92	2,284,924,717.50
2. Share application money pending allotment		-	w	-	**
3. Minority Interest		w	-	-	<del>-</del>
4. Non Current Liabilities					
a) Long Term borrowing	3	2,853,019.85	2,145,915.64	189,026,830.16	134,119,727.50
b) Deferred Tax liabilities (Net)		-		-	-
<ul><li>c) Other Long Term Liabilities</li><li>d) Long Term Provisions</li></ul>	4	-	-	•	
a) Long Term Provisions	5.	-	-	-	-
	-	2,853,019.85	2,145,915.64	189,026,830.16	134,119,727.50
5. Current Liabilities					
a) Short Term borrowing	6	16,504,524.19	7,297,380.87	1,093,507,250.21	456,086,304.38
b) Trade Payables	7	5,951,829.03	7,450,650.33	394,338,432.38	465,665,645.63
c) Other Current Liabilities	8	-	-	-	-
d) Short Term Provisions	9	1,201,032.83	2,231,270.48	79,574,430.15	139,454,405.00
	ća.	23,657,386.05	16,979,301.68	1,567,420,112.74	1,061,206,355.00
Total of Liabilities	=	70,851,812.57	55,684,012.80	4,694,286,841.83	3,480,250,800.00
B . ASSETS 1 . NON CURRENT ASSETS a. Fixed Assets i) Tangible Assets ii) Intangible Assets iii) Capital Work in Progress	10	69,027.00 108,225.00 -	63,163.00 120,131.00 -	4,573,383.89 7,170,447.38	3,947,687.50 7,508,187.50
iv) Intangible Assets Under Development		-	•	-	-
v) Fixed Assets held for Sale		477.050.00	400 004 00		_
	_	177,252.00	183,294.00	11,743,831.26	11,455,875.00
b. Non Current Investments c. Deferred Tax Assets (Net)	11 12	7,445,947.20	7,597,947.20	493,331,231.74	474,871,700.00
d. Long Term Loans and Advances	13	96,974.09	_	6,425,018.33	
e. Other Non Current Assets	14 _		-	-	
	-	7,542,921.29	7,597,947.20	499,756,250.07	474,871,700.00
2 . CURRENT ASSETS					
a Current investments	15	-	-	_	-
b Inventories	16	-	-	-	-
c Trade receivables d Cash and cash equivalents	17	39,030,466.89	28,365,930.56	2,585,963,583.80	1,772,870,660.06
e Short-term loans and advances	18 19	1,252,124.43 22,849,047.96	2,575,427.53 16,961,413.51	82,959,504.11	160,964,220.63
f Other current assets	20		10,001,413.31	1,513,863,672.59	1,060,088,344.38
	-	63,131,639.28	47,902,771.60	4,182,786,760.50	2,993,923,225.06
Total of Assets	_	70,851,812.57	55,684,012.80	4,694,286,841.83	3,480,250,800.06

Date May 12, 2016 Place Bangalore As per Report of Even Date ATH & As For Amarnath Kamath & Associates Chartered Accountants Chartered

V. Narayanan, FCA -219265 Partner, FRN-000099S

## Strides Pharma (Cyprus) Ltd PROFIT & LOSS ACCOUNT

			For the per	riod ended	
<u>Particulars</u>		<u>Mar-16</u>	Mar-15	<u>Mar-16</u>	<u>Mar-15</u>
A . CONTINUING OPERATIONS	Schedule	<u>USD</u>	<u>USD</u>	<u>INR</u>	INR
Revenue from Operations (Gross)     Less: Excise Duty	21 21	37,527,811.22	45,002,189.22	2,462,223,461.76	2,754,265,236.65
Revenue from Operations Net	21	37,527,811.22	45,002,189.22	2,462,223,461.76	2,754,265,236.65
2. Expenses					
a. Cost of Materials consumed     b. Purchases of Stock in Trade     c. Changes in inventories of finished goods, work-in-progress and stock- in-	22.1 22.2	23,634,283.30	25,661,971.52	1,550,660,295.69	1,570,587,504.44
trade d. Employee benefits expense f. Other expenses	22.3 23 24	1,815,089.00 2,273,024.00	1,153,822.00 4,451,642.00	119,089,138.85 149,134,544.22	70,617,271.71 272,453,474.36
Total Expenses		27,722,396.30	31,267,435.52	1,818,883,978.76	1,913,658,250.51
3. Earnings before exceptional items, extraordinary items, interest, tax, depreciation and amortisation (EBITDA) (1 - 2)		9,805,414.92	13,734,753.70	643,339,483.00	840,606,986.14
4. Finance Cost	25	457,417.41	401,445.92	30,011,445.97	24,569,661.19
5. Depreciation and amortisation expense	10	57,406.32	48,147.00	3,766,465.01	2,946,736.83
6. Other Income	26	852,262.00	966,168.00	55,917,449.59	59,132,299.59
7. Profit / (Loss) before exceptional and extraordinary items and tax (3 - 4-5+	6)	10,142,853.19	14,251,328.78	665,479,021.60	872,222,887.71
8. Exceptional Items		1,084,854.00	-	71,177,958.01	•
8. Profit / (Loss) before tax (7 - 8)		9,057,999.19	14,251,328.78	594,301,063.59	872,222,887.71
9. Tax Expense  a Current tax expense for current year b (Less): MAT credit (where applicable) c Current tax expense relating to prior years d Net current tax expense e Deferred tax		1,275,388.00 	2,286,960.00 - - 2,286,960.00 - 2,286,960.00	83,679,014.43 - 83,679,014.43 - 83,679,014.43	139,968,622.30 
10. Exchange Reserve Transfer					
11. Profit / (Loss) from continuing operations (11 + 12)		7,782,611.19	11,964,368.78	510,622,049.16	732,254,265.41

Date May 12, 2016 Place Bangalore

As per Report of Even Date For Amarnath Kamath & Associates Chartered Accountants

Chartered

V. Narayanan, FCA -219265 Partner, FRN-0000998

#### Strides Pharma (Cyprus) Ltd

Schedules forming part of the Consolidated Balance Sh	<del></del>	94 a.v. 4 F	M== 46	M 45
	<u>Mar-16</u> <u>USD</u>	<u>Mar-15</u> <u>USD</u>	<u>Mar-16</u> <u>INR</u>	<u>Mar-15</u> <u>INR</u>
SCHEDULE 1 SHARE CAPITAL				
1. Authorised a) Equity				
b) Preference		-		
2. Issued, subscribed and paid-up	-		*	-
a) Equity	2,875.00	2,875.00	100 402 12	170 697 50
a) Preference	2,073.00	2,073.00	190,483.13	179,687.50
Total <sup>—</sup>	2,875.00	2,875.00	190,483.13	179,687.50
SCHEDULE 2 RESERVES AND SURPLUS				
General Reserve     Opening Balance     Add: Transfer from Profit and loss account     Closing Balance		-	-	-
2. Capital Reserve Opening Balance Add: Trans Transfer from Profit and loss account Closing Balance	-	-	-	- - -
3. Securities Premium Account Opening Balance Add: Premium on Shares issued during the year Add: Exchange Gain/(Loss) on Opening Balance Less: Utilisation during the Year	15,098,125.44 - -	15,098,125.44 - -	943,632,840.00 - 56,693,461.03	943,632,840.00 -
Closing Balance	15,098,125.44	15,098,125.44	1,000,326,301.03	943,632,840.00
Profit & Loss Account     Opening Balance     Add:	21,457,795.04	9,493,426.26	1,130,854,242.50	398,599,977.09
Exchange Gain/(Loss) on Pre Acquisition Profits Profit/(Loss) for the Year Less:	7,782,611.19	11,964,368.78	510,622,049.16	732,254,265.41
Proposed Dividend Equity Share Holders Proposed Dividend Preference Share Holders Tax on dividend	-	-		- - -
Transferred to : General Reserve Capital Redemption reserve	- -	•	-	- -
Debenture Redemption reserve Other reserves (Details) Exchange Rate Differentials on Appropriations	-		-	-
Closing Balance	29,240,406.23	21,457,795.04	1,641,476,291.67	1,130,854,242.50
5. Other Reserves (Please Specify and Link it from TB)		•	-	-
6. Exchange reserve (on consolidation)	-	*	295,846,823.10	210,257,947-50 NATH & 1,0
Total <sup>—</sup>	44,338,531.67	36,555,920.48	2,937,649,415.80	Chartered Accountants

# NON CURRENT LIABILITIES Long Term Borrowings 3

0	
Secu	ırea

a) b) c) d) e) f)	Term Loans from Banks Term Loans From Financial institutions Loans and advances from related parties Deposits Long-term maturities of finance lease obligation: Other loans and advances	- - - -	- - - - -	- - - -	-  - -
Unsecur	ed		-		
a) b) c) d) e) f)	Term Loans from Banks Term Loans From other parties Loans and advances from related parties Deposits Long-term maturities of finance lease obligations Other loans and advances  Total	350,286.42 2,502,733.43 - - 2,853,019.85	576,886.67 1,569,028.97 - - - 2,145,915.64 2,145,915.64	23,208,226.76 165,818,603.40 - - - - - - - - - - - - - - - - - - -	36,055,416.88 98,064,310.63 - - - - - - - - - - - - - - - - - - -
			,,	,,	
Other Lo	ng Term Liabilities 4				
a) Trade b) Others	Payables:	-	-	-	-
	rables on purchase of fixed assets itractually reimbursable expenses	•		, <del>-</del>	-
(iii) Inte	erest accrued but not due on borrowings	-	-	-	-
	erest accrued on trade payables rest accrued on others	-	•	-	-
	de / security deposits received	-	-	-	-
. ,	vances from customers come received in advance (Unearned revenue)	-	•	-	-
	ers (specify nature)	-	-	-	<u> </u>
	Total	•	-	•	-
Long Ter	m Provisions 5				
a) Provisi	on for employee benefits:				
(i) Pro	vision for compensated absences	-	-	-	-
	vision for gratuity  vision for Deferred Employee Compensation	-		-	-
(iv) Pro	ovision for other defined benefit plans	-		-	-
(v) Pro	ovision for other employee benefits	-	-	-	-
	ion - Others:				and the second s
	ision for expenses long term er Long Term provisions	-	-	-	MATH
	vision for warranty	-	-	-//	F. M. 18
	vision for estimated losses on onerous contracts vision for other contingencies	-		#/ £	Chartered Chartents
(vi) Prov	vision - others (give details)		-		Accountaines 5
	Total	-	•	-//	(4)
Short Ter	m Borrowings 6				
Secured					
a) b) c)	Loans repayable on demand from Banks Loans repayable on demand from Financial Insti Loans and advances from related parties	-	-	•	-
d) f)	Deposits Other loans and advances	7,441,130.19	4,981,068.42	493,012,080.74	211 216 776 25
•		7,441,130.19	4,981,068.42	493,012,080.74	311,316,776.25 311,316,776.25
Unsecure a)	ed Loans repayable on demand from Banks	_	_	-	· · · · · · · · · · · · · · · · · · ·
b)	Loans repayable on demand from Other parties	-			-
c) d)	Loans and advances from related parties Deposits	9,063,394.00	2,316,312.45	600,495,169.47	144,769,528.13
f)	Other loans and advances				•
	-	9,063,394.00	2,316,312.45	600,495,169.47	144,769,528.13
	Total	16,504,524.19	7,297,380.87	1,093,507,250.21	456,086,304.38

Trade Payables 7 Acceptances				
Other than Acceptances	5,951,829.03	7,450,650.33	394,338,432.38	40E 00E 04E 02
	5,951,829.03	7,450,650.33	394,338,432.38	465,665,645.63 465,665,645.63
•		7/100/000.00	004,000,402.00	400,000,040.00
Other Current Liabilities 8				
(a) Current maturities of long-term debt	-			_
(b) Current maturities of finance lease obligations	-		-	-
(c) Interest accrued but not due on borrowings	-	-	-	-
(d) Interest accrued and due on borrowings	-	-	-	-
(e) Income received in advance (Unearned revenue)	· -	•	-	-
(f) Unclaimed dividends	-	-	-	-
(g) Other payables (i) Statutory remittances				
(ii) Payables on purchase of fixed assets	•	-	-	-
(iii) Contractually reimbursable expenses			-	-
(iv) Interest accrued on trade payables			*	•
(v) Interest accrued on others			•	*
(vi) Trade / security deposits received		_		•
(vii) Advances from customers	_		-	-
(viii) Others (specify nature)	_		_	_
	-	-	-	-
Short Term Provisions 9  (a) Provision for employee benefits:				
(i) Provision for bonus				
(ii) Provision for compensated absences	-	•	-	-
(iii) Provision for gratuity	-	•	•	-
(iv) Provision for post-employment medical benefit			-	-
(v) Provision for other defined benefit plans	_			-
(vi) Provision for other employee benefits (give det		_		_
(b) Provision - Others:				
(i) Provision for tax (net of advance tax ` (As ε	1,201,032.83	2,231,270.48	79,574,430.15	139,454,405.00
(ii) Provision for premium payable on redemption of	-		-	*
(iii) Provision for estimated loss on derivatives	-		-	-
(iv) Provision for warranty	-		-	•
(v) Provision for estimated losses on onerous conf	-	-	-	-
(vi) Provision for other contingencies	-	-	-	-
(vii) Provision for proposed equity dividend	•	•	-	-
(viii) Provision for proposed preference dividend	*	-	•	-
<ul><li>(ix) Provision for tax on proposed dividends</li><li>(x) Provision - others (give details)</li></ul>	-	-	-	-
(A) 1 TO TIBLOTT - ORIGINS (GIVE GETAILS)	-	-	-	-
	1,201,032.83	2,231,270.48	79,574,430.15	139,454,405.00



#### 1 . NON CURRENT ASSETS Long Term Loans and Advances 13

(a) Canital advances				
(a) Capital advances				
Secured, considered good Unsecured, considered good	•	•	-	•
Doubtful	•	•	-	-
			-	-
Less: Provision for doubtful advances		-	-	
41.0	•	-	•	-
(b) Security deposits				
Secured, considered good Unsecured, considered good	•	-	•	*
Doubtful	•	-	•	-
bodottal	*	-	-	•
Less: Provision for doubtful deposits	•	-	-	
•	•	-	-	-
(c) Loans and advances to related parties				White has been a special and the same and th
Secured, considered good	•		-	-
Unsecured, considered good Doubtful	•	-	•	•
Doublide	•	-	•	•
Less: Provision for doubtful loans and advances	_	_	_	
and distribution and distributions		-		<del></del> -
(d) Loans and advances to employees				
Secured, considered good	-	-	•	-
Unsecured, considered good	•	-	•	-
Doubtful	-	-	•	-
Less: Provision for doubtful loans and advances				
Less. Provision for doubtful loans and advances	-	-	-	-
•		-		
(e) Prepaid expenses - Unsecured, considered good		-	-	_
-				
(f) Advance income tax (net of provisions)	•	-	-	*
(h) Balances with government authorities				
Unsecured, considered good				
(i) CENVAT credit receivable		_	_	
(ii) VAT credit receivable	_	_	-	-
(iii) Service Tax credit receivable	-		-	-
(iv) Others	-	-	-	-
(i) Other leave and adv.				
(i) Other loans and advances (specify nature) Secured, considered good	00.074.00		105.010.00	
	96,974.09	- 6,	425,018.33	•
Unsecured considered good				
Unsecured, considered good  Doubtful			-	-
Unsecured, considered good Doubtful	-	-	-	-
	-	-	-	-
Doubtful	- - - 96,974.09	- - - 6,	- - 425,018.33	<u> </u>
Doubtful  Less: Provision for other doubtful loans and advances				<u>.</u>
Doubtful	96,974.09 96,974.09		- 425,018.33 425,018.33	<u> </u>
Doubtful  Less: Provision for other doubtful loans and advances  Total				<u>.</u> .
Doubtful  Less: Provision for other doubtful loans and advances				<u>-</u> -
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14  (a) Long-term trade receivables				<u>-</u>
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14				<u>-</u>
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14  (a) Long-term trade receivables Secured, considered good Unsecured, considered good				
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14  (a) Long-term trade receivables Secured, considered good				
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14  (a) Long-term trade receivables Secured, considered good Unsecured, considered good Doubtful				
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14  (a) Long-term trade receivables Secured, considered good Unsecured, considered good				
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14  (a) Long-term trade receivables Secured, considered good Unsecured, considered good Doubtful				
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14  (a) Long-term trade receivables Secured, considered good Unsecured, considered good Doubtful				
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14  (a) Long-term trade receivables Secured, considered good Unsecured, considered good Doubtful  Less: Provision for doubtful trade receivables  (b) Unamortised expenses (i) Ancillary borrowing costs				
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14  (a) Long-term trade receivables Secured, considered good Unsecured, considered good Doubtful  Less: Provision for doubtful trade receivables  (b) Unamortised expenses (i) Ancillary borrowing costs (ii) Share issue expenses (where applicable)				WATH &
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14  (a) Long-term trade receivables Secured, considered good Unsecured, considered good Doubtful  Less: Provision for doubtful trade receivables  (b) Unamortised expenses (i) Ancillary borrowing costs				1/20/ 1-00 1/2
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14  (a) Long-term trade receivables Secured, considered good Unsecured, considered good Doubtful  Less: Provision for doubtful trade receivables  (b) Unamortised expenses (i) Ancillary borrowing costs (ii) Share issue expenses (where applicable) (iii) Discount on shares (where applicable)				13/ EVIN
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14  (a) Long-term trade receivables Secured, considered good Unsecured, considered good Doubtful  Less: Provision for doubtful trade receivables  (b) Unamortised expenses (i) Ancillary borrowing costs (ii) Share issue expenses (where applicable) (iii) Discount on shares (where applicable)			- - - - - - - - - - - - - - - - - - -	13/ EVIN
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14  (a) Long-term trade receivables Secured, considered good Unsecured, considered good Doubtful  Less: Provision for doubtful trade receivables  (b) Unamortised expenses (i) Ancillary borrowing costs (ii) Share issue expenses (where applicable) (iii) Discount on shares (where applicable) (c) Accruals (i) Interest accrued on deposits				13/ EVIN
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14  (a) Long-term trade receivables Secured, considered good Unsecured, considered good Doubtful  Less: Provision for doubtful trade receivables  (b) Unamortised expenses (i) Ancillary borrowing costs (ii) Share issue expenses (where applicable) (iii) Discount on shares (where applicable)			425,018.33	1/20/ 1-00 1/2
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14  (a) Long-term trade receivables Secured, considered good Unsecured, considered good Doubtful  Less: Provision for doubtful trade receivables  (b) Unamortised expenses (i) Ancillary borrowing costs (ii) Share issue expenses (where applicable) (iii) Discount on shares (where applicable)  (c) Accruals (i) Interest accrued on deposits (ii) Interest accrued on trade receivables			- - - - - - - - - - - - - - - - - - -	Chartered Accountants
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14  (a) Long-term trade receivables Secured, considered good Unsecured, considered good Doubtful  Less: Provision for doubtful trade receivables  (b) Unamortised expenses (i) Ancillary borrowing costs (ii) Share issue expenses (where applicable) (iii) Discount on shares (where applicable) (c) Accruals (i) Interest accrued on deposits (ii) Interest accrued on investments (iii) Interest accrued on trade receivables  (d) Others			425,018.33	13/6/1
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14  (a) Long-term trade receivables Secured, considered good Unsecured, considered good Doubtful  Less: Provision for doubtful trade receivables  (b) Unamortised expenses (i) Ancillary borrowing costs (ii) Share issue expenses (where applicable) (iii) Discount on shares (where applicable)  (c) Accruals (i) Interest accrued on deposits (ii) Interest accrued on trade receivables  (d) Others (i) Insurance claims			425,018.33	Chartered CLA Accountants
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14  (a) Long-term trade receivables Secured, considered good Unsecured, considered good Doubtful  Less: Provision for doubtful trade receivables  (b) Unamortised expenses (i) Ancillary borrowing costs (ii) Share issue expenses (where applicable) (iii) Discount on shares (where applicable) (c) Accruals (i) Interest accrued on deposits (ii) Interest accrued on trade receivables  (d) Others (i) Insurance claims (ii) Receivables on sale of fixed assets			425,018.33	Chartered CLA Accountants
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14  (a) Long-term trade receivables Secured, considered good Unsecured, considered good Doubtful  Less: Provision for doubtful trade receivables  (b) Unamortised expenses (i) Ancillary borrowing costs (ii) Share issue expenses (where applicable) (iii) Discount on shares (where applicable) (c) Accruals (i) Interest accrued on deposits (ii) Interest accrued on trade receivables  (d) Others (i) Insurance claims (ii) Receivables on sale of fixed assets (iii) Contractually reimbursable expenses			425,018.33	Chartered Accountants
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14  (a) Long-term trade receivables Secured, considered good Unsecured, considered good Doubtful  Less: Provision for doubtful trade receivables  (b) Unamortised expenses (i) Ancillary borrowing costs (ii) Share issue expenses (where applicable) (iii) Discount on shares (where applicable) (c) Accruals (i) Interest accrued on deposits (ii) Interest accrued on trade receivables  (d) Others (i) Insurance claims (ii) Receivables on sale of fixed assets			425,018.33	Chartered CLA Accountants
Doubtful  Less: Provision for other doubtful loans and advances  Total  Other Non Current Assets 14  (a) Long-term trade receivables Secured, considered good Unsecured, considered good Doubtful  Less: Provision for doubtful trade receivables  (b) Unamortised expenses (i) Ancillary borrowing costs (ii) Share issue expenses (where applicable) (iii) Discount on shares (where applicable) (c) Accruals (i) Interest accrued on deposits (ii) Interest accrued on trade receivables  (d) Others (i) Insurance claims (ii) Receivables on sale of fixed assets (iii) Contractually reimbursable expenses			425,018.33	Chartered Accountants

### 2. CURRENT ASSETS

ĺ	Inventories 16 (a) Raw materials Goods-in-transit	-		•	-
	(b) Work-in-progress Goods-in-transit	-		-	-
	(c) Finished goods (other than those acquired for trading) Goods-in-transit			-	-
	(d) Stock-in-trade (acquired for trading) Goods-in-transit	-		-	-
	(e) Stores and spares Goods-in-transit			-	- -
	(f) Loose tools Goods-in-transit			-	-
	(g) Others (Specify nature) Goods-in-transit	•	•	-	-
				-	-
	Trade Receivables 17  Trade receivables outstanding for a period exceeding six me Secured, considered good  Unsecured, considered good  Doubtful	onths from the date - - -	they were due fo	payment - - -	:
ı	Less: Provision for doubtful trade receivables	_		_	-
(	Other Trade receivables Secured, considered good Unsecured, considered good Doubtful	39,030,466.89	28,365,930.56	2,585,963,583.80	1,772,870,660.06
1	Less: Provision for doubtful trade receivables				
٠	Less. Provision for doubtful trade receivables	39,030,466.89	28,365,930.56	2,585,963,583.80	1,772,870,660.06
	Total	39,030,466.89	28,365,930.56	2,585,963,583.80	1,772,870,660.06
9	Cash and Bank Balances 18				
	Cash and Cash Equivalents				
	(a) Cash on hand	-	-		-
	(b) Cheques, drafts on hand (c) Balances with banks	-	•	-	-
	(i) In current accounts	1,250,994.43	2,574,297.53	82,884,635.96	160,893,595.63
	(ii) In EEFC accounts	,,	, , , , , , , , , , , , , , , , , , , ,	-	-
	(iii) In deposit accounts (iv) In earmarked accounts	1,130.00	1,130.00	74,868.15	70,625.00
	- Unpaid dividend accounts	-		-	-
	- Unpaid matured deposits			-	-
	<ul> <li>Unpaid matured debentures</li> <li>Share application money received for allotment</li> </ul>	of securities and di	ue for refund	-	-
	- Other earmarked accounts	-			-
	(d) Others (specify nature)			•	-
	Bank Balances			-	-
	- Balances held as margin money or security again	•		-	-
	Total	1,252,124.43	2,575,427.53	82,959,504.11	160,964,220.63



### Short Term Loans and Advances 19

(a) Security deposits Secured, considered good Unsecured, considered good Doubtful	-	-		
Less: Provision for doubtful deposits	-	-	<u> </u>	
(b) Loans and advances to related parties Secured, considered good Unsecured, considered good Doubtful	21,721,377.31	- 15,881,634.53 -	1,439,149,853.67	992,602,158.13
Less: Provision for doubtful loans and advances		-		-
(d) Loans and advances to employees Secured, considered good Unsecured, considered good Doubtful	21,721,377.31	15,881,634.53 - 147,572.92	1,439,149,853.67 - 16,662,181.74	992,602,158.13
Less: Provision for doubtful loans and advances	251,485.65	147,572.92	16,662,181.74	9,223,307.50
(e) Prepaid expenses - Unsecured, considered good	103,835.00	32,389.92	6,879,587.93	2,024,370.00
(f) Advance income tax (net of provisions)	-	46,852.77	-	2,928,298.13
(h) Balances with government authorities     Unsecured, considered good     (i) CENVAT credit receivable     (ii) VAT credit receivable     (iii) Service Tax credit receivable     (iv) Others		- - - 20,232.27	-	- - - 1,264,516.88
(i) Other loans and advances (specify nature) Secured, considered good Unsecured, considered good Doubtful	772,350.00 -	832,731.10 -	51,172,049.25	52,045,693.75 -
Less: Provision for other doubtful loans and advances	772,350.00	832,731.10	51,172,049.25	52,045,693.75
Total	22,849,047.96	16,961,413.51	1,513,863,672.59	1,060,088,344.38
Other Current Assets 20				
(a) Unbilled Revenue (b) Unamortised expenses (i) Ancillary borrowing costs (ii) Share issue expenses (where applicable) (iii) Discount on shares (where applicable) (iv) Other Deferred Expenses	- - - -			- - - -
(c) Accruals (i) Interest accrued but not received /Interest receivable (ii) Interest accrued on investments (iii) Interest accrued on trade receivables	- - -			- - -
(d) Others         (i) Insurance claims         (ii) Receivables on sale of fixed assets         (iii) Contractually reimbursable expenses         (iv) Others (specify nature)	- - -		- - - -	- - - -



#### Strides Pharma (Cyprus) Ltd

### Schedules forming part of the Consolidated Profit & Loss account

			24 May 40	24 84 45		04.44 4.0
			31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15
Daviani			USD	USD	INR	INR
Revent	ue From Operations 21					
	Sale of products		37,380,148.48	44,594,762.72	2,452,535,215.87	2,729,329,546.52
	Sale of Services		-	-	-	2,129,329,340.32
	Other Operating Revenue		147,662.74	407,426.50	9,688,245.89	24,935,690.13
	Less: Excise duty				-	-
	Revenue from Operations		37,527,811.22	45,002,189.22	2,462,223,461.76	2,754,265,236.65
Other I	ncome 26					
	Exchange fluctuation gain (net)		182,003.79	286,742.23	11 0/1 202 02	47.540.404.44
	Dividend Income		297,000.00	300,000.00	11,941,383.93 19,486,358.10	17,549,461.11 18,360,875.00
	Net gain on sale of Investments		231,000.00	500,000.00	10,400,330.10	10,300,073.00
	Profit on Sale / Disposal of assets		-	_		
	Interest Income		373,258.21	461,094.85	24,489,707.55	28,220,349.68
	Other Non Operating Income			(81,669.08)	-	(4,998,386.20)
		Total	852,262.00	966,168.00	55,917,449.59	59,132,299.59
Cost Of	f Materials Consumed 22					
	· · · · · · · · · · · · · · · · · · ·					
Co	st of Materials Consumed					
	Opening stock		-	_	-	-
	Add : Opening stock - Exchange Rate Difference				_	-
	Add: Purchases		23,634,283.30	25,661,971.52	1,550,660,295.69	1,570,587,504.44
	Less: Closing stock		-	•	-	
	Less: Closing stock - Exchange Rate Difference					-
		Total	23,634,283.30	25,661,971.52	1,550,660,295.69	1,570,587,504.44
INCREA	ASE / (DECREASE) IN STOCK					
i)	Opening stock					
1)	Work in process					
	Stock In Trade				-	-
	Finished goods			_	_	- -
			_	-	-	
•••						
iii)	Closing stock Work in process					
	Stock In Trade		-	•	-	•
	Finished goods				-	-
		-	-			-
iii)	Exchange Rate Difference on Stock Items				_	-
ŕ	•					
		Total	-	-	-	-
Emplov	ree Benefit Expenses 23					
	Salaries and wages		1,815,089.00	1,153,822.00	119,089,138.85	70,617,271.71
	Contribution to provident and other funds		•	-	-	-
	Expense on employee stock option (ESOP) scheme		-	-	-	•
	Staff welfare expenses	77 - 4 - 1	4 045 000 00	4.450.000.00	440,000,400,00	70.047.77.7
		Total	1,815,089.00	1,153,822.00	119,089,138.85	70,617,271.71



For the year ended

#### Other Expenses 24

Power, fuel & water				_	_
Consumables		292,997.08	141,096.44	19,223,723.98	8,635,513.66
Conversion & Processing charges		43,073.00	50,871.03	2,826,046.81	3,113,455,41
Excise duty paid			-	2,020,010.01	0,110,400.41
Freight & forwarding		-		_	
Rent		_	_		_
Rates & taxes		217,735.33	55,430.97	14,285,752.90	3,392,537.04
Communication charges			-		-
Repairs & maintenance					
- Buildings			-		
- Machinery		-		_	_
- Others			_		_
Insurance		3,610.60	7,493.40	236,893.75	458,617.94
Traveling & conveyance		42,377.41		2,780,408,71	-
Advertisement & Selling expenses		1,134,507.63	1,022,273.88	74,435,764,13	62,566,143.09
Commission on sales		367,383.49	669,388.79	24,104,263.46	40,968,546.33
Legal and Professional fees		132,700.16	142,008.83	8,706,541.54	8.691.354.59
Other expenses		9,357.72	124,948.95	613,965.94	7,647,239.93
Cost of product rights transferred		-			-
Provision for doubtful debts		29,281.58	434,510.40	1,921,183.01	26,593,303.80
Exchange fluctuation Loss (Net of Gains)			1,803,619.31	-	110,386,762.57
	Total	2,273,024.00	4,451,642.00	149,134,544.22	272,453,474.36
Finance Cost 25					
Bank charges & commission		97,193,78	147,179,64	6,376,945.46	9,007,823.24
Interest on Borrowings		224,325.59	135,307.45	14,718,144.03	8,281,210.59
Interest on Trade Payable		22-1,020.00	100,001.40	14,710,144.03	0,201,210.08
Other Interest Cost		_	12.025.00	-	735,965.07
Other Borrowing Cost		135,898.04	106,933.83	8,916,356.47	6,544,662.29
v	Total	457,417.41	401,445.92	30,011,445.97	24,569,661.19
	, Stai	17.117,107	101,710.32	30,011,443.81	24,000,001.19



Strides Pharma (Cyprus) Ltd

Schedules forming part of the Consolidated Balance Sheet

Note 10 Fixed Assets & Intangible Assets

Adjustments Adjust				GROSS BLOCK				DEPR	DEPRECIATION/AMORTISATION	TION		NETB	NET BLOCK
tes:    1	Particulars	Year Beginning	Consolidation adjustment	Additions During the year	Deletions During the year	Year End	Year Beginning	Consolidation adjustment	For the Year	Withdrawn on Deletions / Adjustments	Year End	Current Year	Previous Year
Figures Sheet Consolidated Balance Sheet 1 130.057	Tangible Assets: Freehold Land			1					,		,		
Figures State Stat	-easehold Land	,	1	r	,	•	1	1011100	1	,	•	,	
untex         5,781         1,173         1,173         1,282         2,485         3,346         5,681         6,681         6           eft::         13,1151         1,280         1,1280         2,4455         2,4455         9,701         6,6681         6           eft::         13,1151         1,280         4,283         1,16,732         1,14,73         7,2636         3,2445         7,701         6,6681         6           Bends         1,12,200         4,283         1,14,73         1,14,73         2,3456         3,807         7,8716         9           288         33,796         4,283         4,428         1,14,77         8,531         1,8778         2,3599         1           185 under development         283,286         5,384         3,5462         9,974         1,67,40         1,67,30         1,77,22         18           185 and development         15,364         3,506         3,506         3,506         3,506         1,67,40         1,67,40         1,67,40         1,67,40         1,67,40         1,67,40         1,67,40         1,67,40         1,67,40         1,67,40         1,67,40         1,67,40         1,67,40         1,67,40         1,67,40         1,67,40         1,67,40	suildings	,	t		1	1	1		•	•	1	,	,
ery         Fig. 1         Fig. 1 <td>-urniture &amp; Fixtures</td> <td>ì</td> <td>•</td> <td>1</td> <td>1</td> <td>1</td> <td>•</td> <td></td> <td>1</td> <td></td> <td>•</td> <td>-</td> <td>•</td>	-urniture & Fixtures	ì	•	1	1	1	•		1		•	-	•
ets:  Enotis 111.550 - 4.253 - 116.772 - 7.26.56 - 24.455 - 97.091 65.681 ets:  Enotis 112.500 - 4.253 - 116.792 - 116.792   11.247   8.531   99.574   11.247   8.531   99.574   11.247   99.574	Office Equipments & Computers	5,781	•		1	5,781	1,173		1,262		2,435	3,346	4,608
131,191   131,	Plant & Machinery	,	,	Ē	,	*	,		1	,	,	1	•
Enants         112,500         4,283         116,793         116,793         14,918         23,159         23,159         26,509           Ses         33,796         15,491         49,287         11,247         8,851         19,776         26,509           Processes ats under develooment         283,268         51,364         34,622         99,974         57,406         157,380         177,282         1           ming part of the Consolidated Balance Sheet         156,816         150,067         3,605         283,268         51,827         99,374         167,380         167,380         177,282         1	Aotor Vehicles	131,191	1	31,581	1	162,772	72,636		24,455	,	160'26	65,681	58,555
Brands         112,500         4,283         116,783         116,783         14,918         23,159         -         38,077         78,716           ces         33,796         -         15,491         -         49,287         11,247         8,531         -         19,778         29,509           Processes ets under development         283,268         -         51,364         -         334,632         99,974         -         157,406         -         157,380         177,252         -           ming part of the Consolidated Balance Sheet         -         130,067         3,605         283,268         51,827         -         48,147         -         99,374         -         167,000         - <td>ntangible Assets:</td> <td></td> <td></td> <td></td> <td></td> <td></td> <td>ť</td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td>	ntangible Assets:						ť						
Promess ets under development 283,268 - 15,491 - 49,287 11,247 8,531 - 19,778 29,509	egistrations & Brands	112,500	1	4,293	•	116,793			23,159	,	38,077	78,716	97,582
15,364   15,364   15,364   15,364   177,252   19,772   177,252   19,772   177,252   19,772   177,252   1	ioodwill	ı	1	,	1	•	1			1	1		•
Promess ets under development 283.288 - 51,364 - 334,632 99,974 - 57,406 - 157,380 177,252   157,380 1	oftware Licences	33,796	1	15,491		49,287			8,531	•	19,778	29,509	22,549
Process ets under development 283.288 - 51.384 - 150.57 3.605 283.288 51.827 - 481.47 - 59.374 M. 1. 157.390 1	otal	283,268	-	51,364	4	334,632	99,974		57,406	,	157,380	177,252	183,294
156.816   - 151.389   - 151.	apital work in Progress ntangible assets under development	£ 1	ı	•	I f	* 1	•	,	1	,	1 1	1 1	
156.816   -   130.057   3,605   283,268   51,827   -   48,147   -   99,974   A 9,974	srand Total	283,268		51,364	1	334,632	99,974	1	57,406		157,380	134,252	183,294
dules forming part of the Consolidated Balance Sheet  A Assets & Intangible Assets	revious Year	156,816	-	130,057	3,605	283,268	51,827	,	48,147	,	99.974	2000 EST	CC A 1/2 18104 989
HIN	NR chedules forming part of the Consolidated I	Balance Sheet										m.	,0°C
	ote 10 xed Assets & Intangible Assets												AT

			GROSS BLOCK				DEPR	<b>DEPRECIATION/AMORTISATION</b>	NOLLY		NET BLOCK	DOK / S/S
Particulars	Year Beginning	Consolidation adjustment	Additions During the year	Deletions During the vear	Year End	Year Beginning	Consolidation adjustment	For the Year	Withdrawn on Deletions / Adjustments	Year End	Current Year W	18
Tangible Assets: Freehold Land	'	1										
Leasehold Land		•	1	•		•			•			' '
Buildings		1	1	•	'	ı	,	•	î	r	ı	1
Furniture & Fixtures	1	1	ı	,	1	1	ı	,	,	•	,	1
Office Equipments & Computers	361,313	21,708	1	•	383,020	73,313	5,218	82,801	,	161,331	221,689	288,000
Plant & Machinery	,	•	t	,		,	,	,	,	•	•	\$
Motor Vehicles	8,199,438	492,622	2,092,367		10,784,427	4,539,750	288,506	1,604,477		6,432,732.	4,351,695	3,659,688
Intangible Assets:												
Registrations & Brands	7,031,250	422,437	284,433	r	7,738,120	932,375	70,940	1,519,477	,	2,522,792	5,215,329	6,098,875
Goodwill	,	•	•	•	•	1	•	,	ŧ	,	,	,
Software Licences	2,112,250	126,904	1,026,343		3,265,497	702,938	47,729	559,711	1	1,310,378	1,955,119	1,409,313
Total	17,704,250	1,063,671	3,403,143	,	22,171,064	6,248,375		3,766,465		10,427,233	11,743,831	11,455,875
Capital work in Progress Intangible assets under development		1 1	• •	1 1		1 1		1 4		1 1	1 4	
Grand Total	17,704,250	1,063,671	3,403,143	-	22,171,064	6,248,375	,	3,766,465		10,427,233	11,743,831	11,455,875
Previous Year	35,408,500	2,127,343	6,806,286	-	44,342,129	12,496,750	-	7,532,930	1	20.854.466	23.487 663	22 911 750
												001,100