

**Torrent Pharma (UK) Ltd**  
**Balance Sheet**

	Notes	As at 31-Mar-2017 GBP	As at 31-Mar-2017 INR	As at 31-Mar-2016 GBP	Amt. in Lacs As at 31-Mar-2016 INR
<b>ASSETS</b>					
<b>Non-current assets</b>					
Property, plant and equipment	1	0.20	16.18	0.09	8.56
Capital work-in-progress		2.34	189.26	1.88	178.77
Other intangible assets	1	0.42	33.97	0.61	58.00
Financial assets					
Non-current investments	2	9.31	752.99	9.31	885.27
Other financial assets	4	0.06	4.85	0.06	5.71
		<u>9.37</u>	<u>757.84</u>	<u>9.37</u>	<u>890.98</u>
Deferred tax assets (net)		-	-	2.11	200.64
		<u>12.33</u>	<u>997.25</u>	<u>14.06</u>	<u>1,336.94</u>
<b>Current assets</b>					
Inventories	6	12.82	1,036.88	18.76	1,783.85
Financial assets					
Trade receivables	7	13.65	1,104.01	7.36	699.85
Cash and cash equivalents	8	4.88	394.69	5.01	476.39
Short-term loans	3	49.95	4,039.94	47.10	4,478.65
Other financial assets	4	0.04	3.24	0.55	52.30
		<u>68.52</u>	<u>5,541.88</u>	<u>60.02</u>	<u>5,707.19</u>
Other current assets	5	1.82	147.20	1.43	135.98
		<u>83.16</u>	<u>6,725.96</u>	<u>80.21</u>	<u>7,627.02</u>
<b>TOTAL</b>		<u><u>95.49</u></u>	<u><u>7,723.20</u></u>	<u><u>94.27</u></u>	<u><u>8,963.96</u></u>
<b>EQUITY AND LIABILITIES</b>					
<b>Equity</b>					
Equity share capital	9	2.25	181.98	2.25	213.95
Other equity	10	(23.22)	(1,878.03)	(6.74)	(640.90)
		<u>(20.97)</u>	<u>(1,696.05)</u>	<u>(4.49)</u>	<u>(426.95)</u>
<b>Current liabilities</b>					
Financial liabilities					
Short-term borrowings	11	75.00	6,065.98	60.00	5,705.29
Trade payables		38.81	3,138.94	38.41	3,652.34
Other financial liabilities	12	0.29	23.46	0.18	17.12
		<u>114.10</u>	<u>9,228.37</u>	<u>98.59</u>	<u>9,374.75</u>
Other current liabilities	13	2.36	190.88	0.17	16.16
		<u>116.46</u>	<u>9,419.25</u>	<u>98.76</u>	<u>9,390.91</u>
<b>TOTAL</b>		<u><u>95.49</u></u>	<u><u>7,723.20</u></u>	<u><u>94.27</u></u>	<u><u>8,963.96</u></u>

All monetary and non-monetary items in the balance sheet have been translated at closing rate of 1 GBP = Rs. 80.8797 (Rs. 95.0882)

**Torrent Pharma (UK) Ltd**  
**Statement of Profit and Loss**

	Notes	Year Ended 31-Mar-2017 GBP	Year Ended 31-Mar-2017 INR	Year Ended 31-Mar-2016 GBP	Amt. in Lacs Year Ended 31-Mar-2016 INR
<b>REVENUE</b>					
Revenue from operations	14	59.21	4,788.89	38.01	3,614.30
Other income	15	0.89	71.98	0.89	84.63
<b>Total Revenue</b>		<b>60.10</b>	<b>4,860.87</b>	<b>38.90</b>	<b>3,698.93</b>
<b>EXPENSES</b>					
Purchases of stock-in-trade		52.72	4,263.98	45.48	4,324.61
Changes in inventories of finished goods, work-in-progress and stock-in-trade	16	5.94	480.42	(9.56)	(909.04)
Employee benefits expense	17	7.25	586.38	5.80	551.51
Finance costs	18	1.23	99.48	1.09	103.65
Depreciation, amortisation and impairment expense		0.24	19.41	0.33	31.38
Other expenses	19	7.09	573.44	5.22	496.36
<b>Total Expenses</b>		<b>74.47</b>	<b>6,023.11</b>	<b>48.36</b>	<b>4,598.47</b>
<b>PROFIT BEFORE TAX</b>		<b>(14.37)</b>	<b>(1,162.24)</b>	<b>(9.46)</b>	<b>(899.54)</b>
<b>TAX EXPENSE</b>					
Deferred tax charge / (credit)		2.11	170.66	(1.82)	(173.06)
		2.11	170.66	(1.82)	(173.06)
<b>NET PROFIT FOR THE YEAR</b>		<b>(16.48)</b>	<b>(1,332.90)</b>	<b>(7.64)</b>	<b>(726.48)</b>
<b>OTHER COMPREHENSIVE INCOME</b>		-	-	-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<b>(16.48)</b>	<b>(1,332.90)</b>	<b>(7.64)</b>	<b>(726.48)</b>

**Torrent Pharma (UK) Ltd**  
**Notes forming part of the Financial Statements**

	As at 31-Mar-2017 GBP	As at 31-Mar-2017 INR	As at 31-Mar-2016 GBP	Amt. in Lacs As at 31-Mar-2016 INR
<b>NOTE - 2 : INVESTMENTS</b>				
<b>Non-current investments (At cost)</b>				
Investment in subsidiaries	9.31	752.99	9.31	885.27
	<u>9.31</u>	<u>752.99</u>	<u>9.31</u>	<u>885.27</u>
<b>NOTE - 3 : LOANS</b>				
[Unsecured and considered good, unless otherwise stated]				
Short term loans				
Loans to related parties	49.95	4,039.94	47.10	4,478.65
	<u>49.95</u>	<u>4,039.94</u>	<u>47.10</u>	<u>4,478.65</u>
<b>NOTE - 4 : OTHER FINANCIAL ASSETS</b>				
<b>Non-current</b>				
Security deposits	0.06	4.85	0.06	5.71
	<u>0.06</u>	<u>4.85</u>	<u>0.06</u>	<u>5.71</u>
<b>Current</b>				
Interest accrued on loans	-	-	0.46	43.74
Others	0.04	3.24	0.09	8.56
	<u>0.04</u>	<u>3.24</u>	<u>0.55</u>	<u>52.30</u>
	<u>0.10</u>	<u>8.09</u>	<u>0.61</u>	<u>58.00</u>
<b>NOTE - 5 : OTHER ASSETS</b>				
<b>Current</b>				
Claims receivable : indirect tax / insurance				
Considered good	1.62	131.03	1.21	115.06
Employees advances	0.01	0.81	0.01	0.95
Prepaid expenses	0.19	15.37	0.21	19.97
	<u>1.82</u>	<u>147.20</u>	<u>1.43</u>	<u>135.98</u>
<b>NOTE - 6 : INVENTORIES</b>				
[At lower of cost and net realisable value]				
Finished goods	8.31	672.11	12.06	1,146.76
Stock-in-trade	4.51	364.77	6.70	637.09
	<u>12.82</u>	<u>1,036.88</u>	<u>18.76</u>	<u>1,783.85</u>
<b>NOTE - 7 : TRADE RECEIVABLES</b>				
Considered good	13.65	1,104.01	7.36	699.85
	<u>13.65</u>	<u>1,104.01</u>	<u>7.36</u>	<u>699.85</u>
<b>NOTE - 8 : CASH AND CASH EQUIVALENTS</b>				
Balances with banks	4.88	394.69	5.01	476.39
	<u>4.88</u>	<u>394.69</u>	<u>5.01</u>	<u>476.39</u>
<b>NOTE - 9 : SHARE CAPITAL</b>				
Subscribed and paid-up	2.25	181.98	2.25	213.95
	<u>2.25</u>	<u>181.98</u>	<u>2.25</u>	<u>213.95</u>

Torrent Pharma (UK) Ltd

	As at 31-Mar-2017 GBP	As at 31-Mar-2017 INR	As at 31-Mar-2016 GBP	Amt. in Lacs As at 31-Mar-2016 INR
<b>NOTE - 10 : OTHER EQUITY</b>				
Retained earnings				
Balance as per last balance sheet	(6.74)	(545.13)	0.90	85.58
Add: Net profit for the year	(16.48)	(1,332.90)	(7.64)	(726.48)
Closing balance	<u>(23.22)</u>	<u>(1,878.03)</u>	<u>(6.74)</u>	<u>(640.90)</u>
<b>NOTE - 11 : BORROWINGS</b>				
<b>Short-term</b>				
Unsecured loans from others	75.00	6,065.98	60.00	5,705.29
	<u>75.00</u>	<u>6,065.98</u>	<u>60.00</u>	<u>5,705.29</u>
<b>NOTE - 12 : OTHER FINANCIAL LIABILITIES</b>				
<b>Current</b>				
Payables for employee benefits	0.15	12.13	0.18	17.12
Other payables	0.14	11.32	-	-
	<u>0.29</u>	<u>23.46</u>	<u>0.18</u>	<u>17.12</u>
<b>NOTE - 13 : OTHER LIABILITIES</b>				
<b>Current</b>				
Payables to statutory and other authorities	0.24	19.41	0.17	16.16
Other payables	2.12	171.46	-	-
	<u>2.36</u>	<u>190.88</u>	<u>0.17</u>	<u>16.16</u>

**Torrent Pharma (UK) Ltd**

	Year Ended 31-Mar-2017	Year Ended 31-Mar-2017	Year Ended 31-Mar-2016	Amt. in Lacs Year Ended 31-Mar-2016
	GBP	INR	GBP	INR
<b>NOTE - 14 : REVENUE FROM OPERATIONS</b>				
<b>Sales</b>				
Sales outside India	59.21	4,788.89	38.01	3,614.30
	<u>59.21</u>	<u>4,788.89</u>	<u>38.01</u>	<u>3,614.30</u>
<b>NOTE - 15 : OTHER INCOME</b>				
Interest income	0.89	71.98	0.89	84.63
	<u>0.89</u>	<u>71.98</u>	<u>0.89</u>	<u>84.63</u>
<b>NOTE - 16 : CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE</b>				
Opening stocks				
Finished goods	12.06	975.40	7.03	668.47
Stock-in-trade	6.70	541.89	2.17	206.34
	<u>18.76</u>	<u>1,517.29</u>	<u>9.20</u>	<u>874.81</u>
Less : Closing stocks				
Finished goods	8.31	672.11	12.06	1,146.76
Stock-in-trade	4.51	364.77	6.70	637.09
	<u>12.82</u>	<u>1,036.88</u>	<u>18.76</u>	<u>1,783.85</u>
Net (increase) / decrease in stock	<u>5.94</u>	<u>480.42</u>	<u>(9.56)</u>	<u>(909.04)</u>
<b>NOTE - 17 : EMPLOYEE BENEFITS EXPENSE</b>				
Salaries, wages and bonus	7.25	586.38	5.80	551.51
	<u>7.25</u>	<u>586.38</u>	<u>5.80</u>	<u>551.51</u>
<b>NOTE - 18 : FINANCE COSTS</b>				
Interest expenses	1.23	99.48	1.09	103.65
	<u>1.23</u>	<u>99.48</u>	<u>1.09</u>	<u>103.65</u>
<b>NOTE - 19 : OTHER EXPENSES</b>				
Power and fuel	0.02	1.62	0.02	1.90
Repairs and maintenance	0.15	12.13	0.04	3.80
Selling, publicity and medical literature expense	2.63	212.71	1.62	154.04
Commission on sales	0.08	6.47	0.07	6.66
Travelling, conveyance and vehicle expenses	0.11	8.90	0.20	19.02
Royalty expense	-	-	(0.02)	(1.90)
Rent	0.18	14.56	0.18	17.12
Rates and taxes	0.12	9.71	0.12	11.41
Professional and legal fees	2.91	235.36	1.71	162.60
Communication expenses	0.04	3.24	0.05	4.75
Printing and stationery expenses	0.03	2.43	0.03	2.85
Insurance	0.22	17.79	0.13	12.36
Net foreign exchange loss	0.12	9.71	0.44	41.84
Donation	-	-	0.01	0.95
General charges	0.48	38.82	0.62	58.95
	<u>7.09</u>	<u>573.44</u>	<u>5.22</u>	<u>496.36</u>

Torrent Pharma (UK) Ltd.

Note -1 : Property, plant and equipment and Other intangible assets (LC)

Amt. in Lacs

Particulars	Gross Block (At Cost)			Depreciation,Amortisation & Impairment			Net Block
	As at 01-Apr-2016	Additions during the year	As at 31-Mar-2017	As at 01-Apr-2016	Additions during the year	As at 31-Mar-2017	As at 31-Mar-2017
<b>PROPERTY, PLANT AND EQUIPMENT</b>							
Furniture & Fixtures	0.23	0.03	0.26	0.19	0.03	0.21	0.05
Office Equipments	0.18	0.11	0.29	0.12	0.01	0.14	0.15
<b>TOTAL</b>	<b>0.41</b>	<b>0.14</b>	<b>0.55</b>	<b>0.31</b>	<b>0.04</b>	<b>0.35</b>	<b>0.20</b>
Previous Year	0.38	0.03	0.41	0.27	0.05	0.31	0.09
<b>OTHER INTANGIBLE ASSETS</b>							
Product Licenses	1.45	-	1.45	0.83	0.20	1.03	0.42
<b>TOTAL</b>	<b>1.45</b>	<b>-</b>	<b>1.45</b>	<b>0.83</b>	<b>0.20</b>	<b>1.03</b>	<b>0.42</b>
Previous Year	1.45	-	1.45	0.56	0.28	0.84	0.61

Property, plant and equipment and Other intangible assets (INR)

Particulars	Gross Block (At Cost)			Depreciation,Amortisation & Impairment			Net Block
	As at 01-Apr-2016	Additions during the year	As at 31-Mar-2017	As at 01-Apr-2016	Additions during the year	As at 31-Mar-2017	As at 31-Mar-2017
<b>PROPERTY, PLANT AND EQUIPMENT</b>							
Furniture & Fixtures	18.60	2.43	21.03	15.37	2.43	17.79	3.24
Office Equipments	14.56	8.90	23.46	9.71	0.81	10.51	12.94
<b>TOTAL</b>	<b>33.16</b>	<b>11.32</b>	<b>44.48</b>	<b>25.07</b>	<b>3.23</b>	<b>28.31</b>	<b>16.18</b>
Previous Year	36.13	2.85	38.99	25.67	4.75	30.43	8.56
<b>OTHER INTANGIBLE ASSETS</b>							
Product Licenses	117.28	-	117.28	67.13	16.18	83.31	33.97
<b>TOTAL</b>	<b>117.28</b>	<b>-</b>	<b>117.28</b>	<b>67.13</b>	<b>16.18</b>	<b>83.31</b>	<b>33.97</b>
Previous Year	137.88	-	137.88	53.25	26.63	79.89	57.99