

To  
Board of Directors  
Wockhardt Limited  
Mumbai

AUDIT REPORT on Financial Statements of  
Wockhardt Bio Pty Ltd, Australia  
for the year ended March 31, 2017

Wockhardt Bio Pty Ltd is a an indirect subsidiary company of Wockhardt Limited, India. Wockhardt Bio Pty Ltd is incorporated in Australia.

This report is furnished, at the request of the management of Wockhardt Limited, solely for the purpose of meeting with the requirements of consolidation of the attached financial statements of Wockhardt Bio Pty Ltd with the financial statements of Wockhardt Limited, the ultimate Holding Company. The financial statements dealt with by this report expressed in AUD comprise the Balance Sheet as at March 31, 2017 and Profit & Loss Account for the year ended on that date.

Accordingly, we have audited the aforesaid financial statements of Wockhardt Bio Pty Ltd accompanying this report.

These financial statements are the responsibility of the management of Wockhardt Bio Pty Ltd and Wockhardt Limited. And these have been prepared on the basis of accounts maintained by Wockhardt Bio Pty Ltd at Australia.

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

We have conducted our audit on the basis of accounting returns received from the office of Wockhardt Bio Pty Ltd at Australia (not visited by us) and information and explanations furnished and on the basis of such checks as were considered appropriate, and in the light of generally accepted accounting principles prevalent in India and in the light of materiality. We believe that our audit provides a reasonable basis for our opinion.

Based on our audit in the manner aforesaid and the fact that we have conducted our audit on the basis of accounting returns received from Wockhardt Bio Pty Ltd at Australia whose office has not been visited by us, and to the best of our information and according to the explanations given to us, we are of the opinion that the financial statements give a true and fair view:

- (a) in the case of the balance sheet, of the state of affairs of Wockhardt Bio Pty Ltd as at March 31, 2017; and
- (b) in the case of the profit and loss account, of the profit for the year then ended.

For J.L. Thakkar & Co.  
Firm Regn No. 110898W  
Chartered Accountants

J.L. Thakkar – M.No.32318  
Proprietor

Mumbai: April 20, 2017

# **WOCKHARDT BIO PTY LTD**

## **NOTES TO ACCOUNTS**

### **Significant Accounting Policies**

#### **Basis of preparation**

The financial statements have been prepared in accordance with the Indian Accounting Standards. The accounting policies have been consistently applied by the Company.

#### **a) Property, Plant and Equipment, Intangible Assets , depreciation/amortisation and impairment**

##### **Property, Plant and Equipment:**

The items of Property, Plant and Equipment are stated at cost less accumulated depreciation and impairment losses, if any. The Company capitalises all costs relating to the acquisition and installation of fixed assets.

##### **Intangible assets:**

Intangible assets are stated at cost less accumulated amortisation and impairment losses, if any.

#### **b) Investments**

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. Current investments are carried at fair value determined on an individual investment basis. Long-term investments are stated at cost. Provision is made to recognise a diminution, other than temporary, in the value of investments.

#### **c) Inventories**

Inventories are valued at cost or net realizable value, whichever is lower. Cost also includes all charges incurred for bringing the inventories to their present location and condition. Inventories of stores and spare parts are valued at cost.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and to make the sale.

#### **d) Revenue recognition**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

#### **e) Provisions**

A provision is recognised when an enterprise has a present obligation as a result of past event, 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 are not discounted to its present value and are determined based on 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.

**WOCKHARDT BIO PTY LTD**

**BALANCE SHEET AS AT MARCH 31, 2017**

**AS AT  
31.3.2017  
AUD**

**SOURCES OF FUNDS**

**SHAREHOLDERS' FUNDS**

Share capital

Equity share capital

10,000

Reserves and surplus

20,047

**30,047**

**LOAN FUNDS**

Unsecured loans

-

**TOTAL**

**30,047**

**APPLICATION OF FUNDS**

**INVESTMENTS**

-

**CURRENT ASSETS, LOANS AND ADVANCES**

Inventories

Sundry debtors

524,850

Cash and bank balances

49,954

Loans and advances

-

**574,804**

**CURRENT LIABILITIES AND PROVISIONS**

Current Liabilities

536,766

Provisions

7,991

**544,757**

**NET CURRENT ASSETS**

**30,047**

**TOTAL**

**30,047**

As per our report of even date

**For J.L. Thakkar & Co.**

**Chartered Accountants**

**For and on behalf of**

**Wockhardt Bio Pty Ltd**

**J.L. Thakkar**

**Proprietor**

Place: Mumbai

Date: April 20, 2017

**WOCKHARDT BIO PTY LTD**

**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2017**

	<b>For the Year ended 31.3.2017 AUD</b>
<b>INCOME</b>	
Sales and services	524,850
	<u>524,850</u>
<b>EXPENDITURE</b>	
Materials consumed and purchase of goods (Increase) / decrease in inventories	323,581
Employee Cost	41,187
Operating and other expenses	130,949
Depreciation / Amortisation	
Financing cost	1,096
	<u>496,813</u>
<b>NET PROFIT / (LOSS) BEFORE TAX FOR THE YEAR</b>	28,037
Provision for tax	
- Current	7,990
- Deferred	-
<b>NET PROFIT / (LOSS) AFTER TAX FOR THE YEAR</b>	<u>20,047</u>

As per our report of even date

**For J.L. Thakkar & Co.  
Chartered Accountants**

**For and on behalf of  
Wockhardt Bio Pty Ltd**

**J.L. Thakkar  
Proprietor**

Place: Mumbai

Date: April 20, 2017