

To,  
The Principal Auditor,  
BDO Ltd  
Fabrikstrasse 50  
CH-8031 Zurich  
Switzerland

**AUDIT REPORT on Financial Statements of  
Wockhardt Bio (R)  
for the year ended March 31, 2016**

We have audited the accompanying financial statements of Wockhardt Bio (R) (a Subsidiary of Wockhardt Bio AG) expressed in USD, which comprise the Balance Sheet as at March 31, 2016, and the Statement of Profit and Loss for the year then ended and a summary of significant accounting policies and other explanatory information.

***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation of these financial statements in accordance with the Generally Accepted Accounting Principles in India ("Indian GAAP"). This responsibility includes the design, implementation and maintenance of internal control 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.

***Auditors' Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standard on Auditing issued by the Institute of Chartered Accountants of India. 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 auditors' 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 control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, 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.

**Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the financial statements of Wockhardt Bio (R), have been prepared in all material respects in accordance with accounting policies of Wockhardt Limited, which are designed to produce consolidated financial statements of Wockhardt Limited in compliance with the Indian GAAP.

**Other Matter**

- (1) This report is issued solely for the purpose of inclusion in the consolidation of Wockhardt Limited. This report may not be useful for any other purpose.
- (2) We further 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, dealt with by this Report are in agreement with the books of account;

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

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

**Mumbai: April 23, 2016**

**Wockhardt Bio [R]**

**For the year ended March 31, 2016**

**AS AT  
March 31, 2016  
USD**

**SOURCES OF FUNDS**

**SHAREHOLDERS' FUNDS**

Equity share capital	85,799
Reserves and surplus	(49,516)
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	<b>36,283</b>
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**APPLICATION OF FUNDS**

**CURRENT ASSETS, LOANS AND ADVANCES**

Inventories	-
Sundry debtors	-
Cash and bank balances	32,117
Loans and advances	4,756
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	36,873

**CURRENT LIABILITIES AND PROVISIONS**

Current Liabilities	590
Provisions	-
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	590

**NET CURRENT ASSETS**

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	<b>36,283</b>
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	<b>36,283</b>
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**Wockhardt Bio [R]**

**PROFIT AND LOSS ACCOUNT**

**For the  
Year ended  
March 31, 2016  
USD**

**INCOME**

Sales and services	-
Other income	-
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	-
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**EXPENDITURE**

Materials consumed and purchase of goods	-
(Increase) / decrease in inventories	-
Operating and other expenses	37,153
Depreciation / Amortisation	-
Financing cost	12,362
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	49,515
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**PROFIT / (LOSS) BEFORE TAX**

**(49,515)**

Provision for tax

-

**PROFIT / (LOSS) AFTER TAX**

**(49,515)**