

**JUBILANT CLINSYS INC.**  
**Balance Sheet**

As at 31 March,	Notes No.	2016		2015	
		USD	Rs. in Lacs	USD	Rs. in Lacs
<b>I. EQUITY AND LIABILITIES</b>					
<b>Shareholders' Funds</b>					
Share capital	1	36,229,630	18,908.61	35,829,630	18,654.96
Reserves and surplus	2	(30,678,561)	(15,231.03)	(29,791,851)	(14,881.34)
		<b>5,551,069</b>	<b>3,677.58</b>	<b>6,037,779</b>	<b>3,773.62</b>
<b>Current liabilities</b>					
Short term borrowings	3	325,000	215.31	100,000	62.50
Trade payables	4	2,538,304	1,681.63	2,678,154	1,673.85
Other current liabilities	5	139,453	92.39	305,484	190.94
Short term provisions	6	15,897	10.53	14,568	9.11
		<b>3,018,654</b>	<b>1,999.86</b>	<b>3,098,206</b>	<b>1,936.40</b>
	<b>Total</b>	<b>8,569,723</b>	<b>5,677.44</b>	<b>9,135,985</b>	<b>5,710.02</b>
<b>II. ASSETS</b>					
<b>Non-current assets</b>					
<b>Fixed assets</b>					
Tangible assets	7	12,157	8.06	35,572	22.23
Intangible assets	7	1,485	0.97	2,931	1.83
Deferred tax assets(net)	9	7,350,065	4,869.42	7,350,065	4,593.79
Long term loans and advances	8	120,746	80.00	54,513	34.07
		<b>7,484,453</b>	<b>4,958.45</b>	<b>7,443,081</b>	<b>4,651.92</b>
<b>Current assets</b>					
Trade receivables	10	397,184	263.13	519,749	324.84
Cash and bank balances	11	118,751	78.67	489,033	305.65
Short term loans and advances	12	569,335	377.19	684,122	427.61
		<b>1,085,270</b>	<b>718.99</b>	<b>1,692,904</b>	<b>1,058.10</b>
	<b>Total</b>	<b>8,569,723</b>	<b>5,677.44</b>	<b>9,135,985</b>	<b>5,710.02</b>

**PRAKASH C BISHT**  
**CFO (Ingredients) & Sr. VP (Group Accounts)**

Place: Noida  
Date: 23 May, 2016

**JUBILANT CLINSYS INC.**  
Statement of Profit and Loss

For the year ended 31 March,	Notes No.	2016		2015	
		USD	Rs. in Lacs	USD	Rs. in Lacs
<b>REVENUE</b>					
Revenue from operations (Net)	13	575,933	375.93	2,075,451	1,258.76
Other income	14	442	0.29	585	0.36
<b>Total revenue</b>		<b>576,375</b>	<b>376.22</b>	<b>2,076,036</b>	<b>1,259.12</b>
<b>EXPENSES</b>					
Employee benefits expenses	15	619,438	404.71	1,475,037	893.17
Finance costs	17	5,088	3.33	5,074	3.10
Depreciation and amortization expense	7	26,399	16.98	72,387	43.98
Other expenses	16	785,795	512.93	1,058,507	645.61
<b>Total expenses</b>		<b>1,436,720</b>	<b>937.95</b>	<b>2,611,005</b>	<b>1,585.86</b>
<b>Loss before exceptional items and tax</b>		<b>(860,345)</b>	<b>(561.73)</b>	<b>(534,969)</b>	<b>(326.74)</b>
Exceptional items	18	22,790	15.08	31,577	19.43
<b>Loss before tax</b>		<b>(883,135)</b>	<b>(576.81)</b>	<b>(566,546)</b>	<b>(346.17)</b>
Tax expenses:					
- Current tax		3,575	2.34	698	0.31
- Deferred tax charge/(credit)		-	-	-	73.70
		<b>3,575</b>	<b>2.34</b>	<b>698</b>	<b>74.01</b>
<b>Loss for the Year</b>		<b>(886,710)</b>	<b>(579.15)</b>	<b>(567,244)</b>	<b>(420.18)</b>

**PRAKASH C BISHT**  
**CFO (Ingredients) & Sr. VP (Group Accounts)**

Place: Noida  
Date: 23 May, 2016

# JUBILANT CLINSYS INC

## Cash Flow Statement

For the year ended 31 March,	2016		2015	
	USD	Rs. in Lacs	USD	Rs. in Lacs
<b>A. Cash flow arising from operating activities :</b>				
<b>Net profit / (Loss) before tax</b>	(883,135)	(576.81)	(566,546)	(346.17)
Adjustments for:				
Depreciation and amortization	26,399	16.98	72,387	43.98
Loss/(Gain) on sale/disposal/discard of fixed assets/intangibles	-	-	1,649	0.99
Finance costs	5,088	3.33	5,074	3.10
Interest income	(442)	(0.29)	(585)	(0.36)
	<b>31,045</b>	<b>20.02</b>	<b>78,525</b>	<b>47.71</b>
<b>Operating profit before working capital changes</b>	<b>(852,090)</b>	<b>(556.79)</b>	<b>(488,021)</b>	<b>(298.46)</b>
Adjustments for :				
Decrease in trade and other receivables-current	171,122	111.61	197,224	120.60
Decrease in current liabilities and provisions-current	(310,968)	(202.81)	(1,233,107)	(754.05)
<b>Cash generated from operations</b>	<b>(991,936)</b>	<b>(647.99)</b>	<b>(1,523,904)</b>	<b>(931.91)</b>
Direct taxes paid (net of refunds)	(2,250)	(1.47)	21,752	13.30
<b>Net cash inflow/(outflow) in course of operating activities</b>	<b>(994,186)</b>	<b>(649.46)</b>	<b>(1,502,152)</b>	<b>(918.61)</b>
<b>B. Cash flow arising from investing activities :</b>				
Acquisition/purchase of fixed assets/CWIP	(1,538)	(1.00)	(3,987)	(2.44)
Sale proceeds of fixed assets	-	-	4,276	2.61
Movement in other bank balances	293,181	191.21	(586)	(0.36)
Interest received	442	0.29	586	0.36
<b>Net cash inflow/(outflow) in course of investing activities</b>	<b>292,085</b>	<b>190.50</b>	<b>289</b>	<b>0.17</b>
<b>C. Cash flow arising from financing activities :</b>				
Proceeds from issue of share capital	400,000	260.88	1,500,000	917.25
Proceeds from fellow subsidiaries	225,000	146.74	-	-
<b>Net cash inflow/(outflow) in course of financing activities</b>	<b>625,000</b>	<b>407.62</b>	<b>1,500,000</b>	<b>917.25</b>
<b>D. Foreign currency translation difference arising on consolidation</b>	-	7.60		5.15
<b>Net Increase in cash &amp; cash equivalents (A+B+C+D)</b>	<b>(77,101)</b>	<b>(43.74)</b>	<b>(1,863)</b>	<b>3.96</b>
Add: cash and cash equivalents at the beginning of year	195,852	122.41	197,715	118.45
<b>Cash and cash equivalents at the close of the year</b>	<b>118,751</b>	<b>78.67</b>	<b>195,852</b>	<b>122.41</b>

PRAKASH C BISHT

CFO (Ingredients) & Sr. VP (Group Accounts)

Place : Noida

Date : 23 May, 2016

# JUBILANT CLINSYS INC

## Notes to the financial statements

As at 31 March,	2016		2015	
	USD	Rs. in Lacs	USD	Rs. in Lacs
<b>1. SHARE CAPITAL</b>				
<b>Issued, subscribed and paid up</b>				
Equity share capital	36,229,630	18,908.61	35,829,630	18,654.96
39,578,978 Shares at no par value (Previous Year 39,578,978 Shares)				
	<b>36,229,630</b>	<b>18,908.61</b>	<b>35,829,630</b>	<b>18,654.96</b>

1.1) The Company has only one class of common stock referred to herein as equity shares. All shares are fully paid with no par value.

1.2) In the event of liquidation of the Company, the holders of common stock shall be entitled to receive all of the remaining assets of the Company, after distribution of all preferential amounts, if any. Such amounts will be in proportion to the number of shares held by the common stockholders.

1.3) The details of shares held by holding/ultimate holding company and/or their subsidiaries/associates :

As at 31 March,	2016		2015	
	No. of shares	USD	No. of shares	USD
Name of the shareholder				
Jubilant Pharma Holdings Inc., USA - the holding company	39,797,557	36,229,630	39,578,978	35,829,630
Equity Shares at no par value				

1.4) The details of shareholders holding more than 5% shares as at 31 March, 2016 and 31 March, 2015 is set out below:

As at 31 March,	2016		2015	
	No. of shares	% holding	No. of shares	% holding
Name of the shareholder				
Jubilant Pharma Holdings Inc., USA - the holding company	39,797,557	100%	39,578,978	100%
Equity Shares at no par value				

1.5) The reconciliation of the number of shares outstanding as at 31 March, 2016 and 31 March, 2015 is set out below:

As at 31 March,	2016		2015	
	No. of shares	Rs. in Lacs	No. of shares	Rs. in Lacs
Particulars				
Numbers of shares at the beginning	39,578,978	18,654.96	38,650,016	17,613.88
Add: Shares issued during the year	218,579	253.65	928,962	1,041.08
Numbers of shares at the end	<b>39,797,557</b>	<b>18,908.61</b>	<b>39,578,978</b>	<b>18,654.96</b>

**JUBILANT CLINSYS INC**  
**Notes to the financial statements**

As at 31 March,	2016		2015	
	USD	Rs. in Lacs	USD	Rs. in Lacs
<b>2. RESERVES AND SURPLUS</b>				
<b>Foreign currency translation reserve</b>				
Foreign currency translation reserve opening	-	(424.82)	-	(638.94)
Foreign currency translation reserve during the Year	-	229.46	-	214.12
	-	<b>(195.36)</b>	-	<b>(424.82)</b>

As at 31 March,	2016		2015	
	USD	Rs. in Lacs	USD	Rs. in Lacs
<b>As per last Balance Sheet</b>	(29,791,851)	(14,456.52)	(29,224,607)	(14,036.34)
Add: Net Profit after tax transferred from Statement of Profit and Loss	(886,710)	(579.15)	(567,244)	(420.18)
Amount available for appropriation	<b>(30,678,561)</b>	<b>(15,035.67)</b>	<b>(29,791,851)</b>	<b>(14,456.52)</b>
	<b>(30,678,561)</b>	<b>(15,231.03)</b>	<b>(29,791,851)</b>	<b>(14,881.34)</b>

**JUBILANT CLINSYS INC**  
**Notes to the financial statements**

As at 31 March,	2016		2015	
	USD	Rs. in Lacs	USD	Rs. in Lacs
<b>3. SHORT TERM BORROWINGS</b>				
Loans and advances from related parties(unsecured)	325,000	215.31	100,000	62.50
	<b>325,000</b>	<b>215.31</b>	<b>100,000</b>	<b>62.50</b>
<b>4. TRADE PAYABLES</b>				
Trade payables	2,538,304	1,681.63	2,678,154	1,673.85
	<b>2,538,304</b>	<b>1,681.63</b>	<b>2,678,154</b>	<b>1,673.85</b>
<b>5. OTHER CURRENT LIABILITIES</b>				
Trade deposits and advances	70,611	46.78	205,978	128.74
Interest accrued but not due on borrowings	11,997	7.95	6,909	4.32
Statutory dues	3,847	2.55	2,333	1.47
Other payables - expenses payable	52,998	35.11	90,264	56.41
	<b>139,453</b>	<b>92.39</b>	<b>305,484</b>	<b>190.94</b>
<b>6. SHORT TERM PROVISIONS</b>				
Income tax	15,897	10.53	14,568	9.11
	<b>15,897</b>	<b>10.53</b>	<b>14,568</b>	<b>9.11</b>

**JUBILANT CLINSYS INC.**  
**7. FIXED ASSETS**

USD

Description	GROSS BLOCK - COST / BOOK VALUE				DEPRECIATION / AMORTISATION / IMPAIRMENT				NET BLOCK			
	As at 31 March, 2015	Additions/ adjustments during the year	Deductions/ adjustments during the year	Currency Translation Adjustments	As at 31 March, 2016	As at 31 March, 2015	Provided during the year	Deductions/ adjustments during the year	Currency Translation Adjustments	Total As at 31 March, 2016	As at 31 March, 2016	As at 31 March, 2015
<b>i) Tangible Assets:</b>												
<b>Office equipments</b> (Including computers)	1,893,917	1,538	-	-	1,895,455	1,867,037	20,545	-	-	1,887,582	7,873	26,880
<b>Furniture and fixtures</b> (Including Leasehold Improvements)	339,179	-	-	-	339,179	330,487	4,408	-	-	334,895	4,284	8,692
<b>TOTAL</b>	2,233,096	1,538	-	-	2,234,634	2,197,524	24,953	-	-	2,222,477	12,157	35,572
<b>Previous Year</b>	2,249,254	1,939	18,097	-	2,233,096	2,157,933	51,764	12,173	-	2,197,524		
<b>ii) Intangible Assets:</b>												
<b>Intangibles</b> - Rights - Software	14,473 1,689,029	- -	- -	- -	14,473 1,689,029	11,543 1,689,028	1,446 -	- -	- -	12,989 1,689,028	1,484 1	2,930 1
<b>TOTAL</b>	1,703,502	-	-	-	1,703,502	1,700,571	1,446	-	-	1,702,017	1,485	2,931
<b>Previous Year</b>	1,703,502	-	-	-	1,703,502	1,679,948	20,623	-	-	1,700,571		

**JUBILANT CLINSYS INC.**  
**7. FIXED ASSETS**

Rs. In Lacs

Description	GROSS BLOCK-COST/BOOK VALUE				DEPRECIATION / AMORTISATION / IMPAIRMENT				NET BLOCK		
	As at 31 March, 2015	Additions/ adjustments during the year	Deductions/ adjustments during the year	Currency Translation Adjustments	As at 31 March, 2016	As at 31 March, 2015	Provided during the year	Deductions/ adjustments during the year	Currency Translation Adjustments	As at 31 March, 2016	As at 31 March, 2015
<b>i) Tangible Assets:</b>											
Office equipments (Including computers)	1,183.70	1.00	-	71.04	1,255.74	1,166.90	13.17	-	70.45	1,250.52	16.80
Furniture and fixtures (Including Leasehold Improvements)	211.98	-	-	12.72	224.70	206.55	2.86	-	12.45	221.86	5.43
<b>TOTAL</b>	<b>1,395.68</b>	<b>1.00</b>	<b>-</b>	<b>83.76</b>	<b>1,480.44</b>	<b>1,373.45</b>	<b>16.03</b>	<b>-</b>	<b>82.90</b>	<b>1,472.38</b>	<b>22.23</b>
Previous Year	1,347.53	1.16	10.84	57.83	1,395.68	1,292.81	31.55	7.29	56.38	1,373.45	
<b>ii) Intangible Assets:</b>											
Intangibles - Rights	9.04	-	-	0.54	9.58	7.21	0.95	-	0.45	8.61	1.83
- Software	1,055.65	-	-	63.34	1,118.99	1,055.65	-	-	63.34	1,118.99	-
<b>TOTAL</b>	<b>1,064.69</b>	<b>-</b>	<b>-</b>	<b>63.88</b>	<b>1,128.57</b>	<b>1,062.86</b>	<b>0.95</b>	<b>-</b>	<b>63.79</b>	<b>1,127.60</b>	<b>1.83</b>
Previous Year	1,020.57	-	-	44.12	1,064.69	1,006.46	12.43	-	43.97	1,062.86	



**JUBILANT CLINSYS INC**  
**Notes to the financial statements**

As at 31 March,	2016		2015	
	USD	Rs. in Lacs	USD	Rs. in Lacs
<b>8. LONG TERM LOANS AND ADVANCES</b>				
Security deposits (unsecured, considered good)	4,312	2.86	4,312	2.69
Advance recoverable in cash and kind - Others - prepaid expenses	66,233	43.88	-	-
Advance payment of income tax/wealth tax(including TDS)	50,201	33.26	50,201	31.38
	<b>120,746</b>	<b>80.00</b>	<b>54,513</b>	<b>34.07</b>
<b>9. DEFERRED TAX ASSETS</b>				
Deferred tax assets	7,350,065	4,869.42	7,350,065	4,593.79
Deferred tax liabilities(Net)	-	-	-	-
Deferred tax assets(Net)	<b>7,350,065</b>	<b>4,869.42</b>	<b>7,350,065</b>	<b>4,593.79</b>
<b>10. TRADE RECEIVABLES</b>				
<b>Unsecured, considered good unless stated otherwise Outstanding for period exceeding six months from the date they are due for payment</b>				
Unsecured, considered good	-	-	-	-
(A)	-	-	-	-
<b>Other receivables</b>				
Unsecured, considered good	397,184	263.13	519,749	324.84
(B)	397,184	263.13	519,749	324.84
<b>Total (A+B)</b>	<b>397,184</b>	<b>263.13</b>	<b>519,749</b>	<b>324.84</b>
<b>11. CASH AND BANK BALANCES</b>				
<b>Cash and cash equivalents</b>				
<b>Balances with banks:</b>				
- On current accounts	118,751	78.67	195,852	122.41
	<b>118,751</b>	<b>78.67</b>	<b>195,852</b>	<b>122.41</b>
<b>Other bank balances:</b>				
- As margin money (Pledge with bank for operating lease guarantee to lessor on behalf of the company)	-	-	293,181	183.24
	<b>118,751</b>	<b>78.67</b>	<b>489,033</b>	<b>305.65</b>

**JUBILANT CLINSYS INC**

## Notes to the financial statements

As at 31 March,	2016		2015	
	USD	Rs. in Lacs	USD	Rs. in Lacs
<b>12. SHORT TERM LOANS AND ADVANCES</b>				
- Deposits(Unsecured considered good)				
- Deposits/Balances with excise / sales tax authorities	20,195	13.38	20,067	12.54
- Advance recoverable in cash and kind				
- From related parties	453,401	300.38	643,187	401.99
- Prepaid expenses	95,739	63.43	20,868	13.08
	<b>569,335</b>	<b>377.19</b>	<b>684,122</b>	<b>427.61</b>

**JUBILANT CLINSYS INC**  
**Notes to the financial statements**

For the year ended 31st March,	2016		2015	
	USD	Rs. in Lacs	USD	Rs. in Lacs
<b>13. REVENUE FROM OPERATIONS</b>				
Sales of services	575,933	375.93	1,804,041	1,092.91
Other operating revenue	-	-	271,410	165.85
<b>Revenue from operations (net)</b>	<b>575,933</b>	<b>375.93</b>	<b>2,075,451</b>	<b>1,258.76</b>
<b>14. OTHER INCOME</b>				
- Interest Income	442	0.29	585	0.36
	<b>442</b>	<b>0.29</b>	<b>585</b>	<b>0.36</b>
<b>15. EMPLOYEE BENEFITS EXPENSES</b>				
Salaries, wages, bonus, gratuity and allowances	578,648	377.87	1,311,755	794.68
Contribution to 401(K) and social security schemes	29,927	19.58	93,397	56.43
Staff welfare expenses	10,863	7.26	69,885	42.06
	<b>619,438</b>	<b>404.71</b>	<b>1,475,037</b>	<b>893.17</b>

**JUBILANT CLINSYS INC**  
**Notes to the financial statements**

For the year ended 31 March,	2016		2015	
	USD	Rs. in Lacs	USD	Rs. in Lacs
<b>16. OTHER EXPENSES</b>				
Rent	231,121	148.09	537,692	328.79
Rates and taxes	304,217	200.91	154,037	94.11
Insurance	36,472	23.80	23,640	14.01
Advertisement, publicity and sales promotion	1,243	0.81	269	0.16
Traveling and other incidental expenses	15,648	10.46	38,898	23.38
Repairs and maintenance - others	23,726	15.17	45,241	27.73
Printing and stationery	1,603	1.06	5,417	3.31
Communication expenses	78,914	51.34	125,427	76.39
Staff recruitment and training	3,705	2.44	3,795	2.28
Legal, professional and consultancy charges	59,765	39.54	94,666	57.40
Subscription	-	-	1,955	1.17
Miscellaneous expenses	20,702	13.64	17,781	10.98
Bank charges	8,679	5.67	8,040	4.91
Loss on sale / disposal of fixed Assets	-	-	1,649	0.99
	<b>785,795</b>	<b>512.93</b>	<b>1,058,507</b>	<b>645.61</b>
<b>17. FINANCE COSTS</b>				
Interest expense	5,088	3.33	5,074	3.10
	<b>5,088</b>	<b>3.33</b>	<b>5,074</b>	<b>3.10</b>
<b>18. EXCEPTIONAL ITEMS</b>				
Foreign exchange loss	22,790	15.08	31,577	19.43
	<b>22,790</b>	<b>15.08</b>	<b>31,577</b>	<b>19.43</b>