

**PSI SUPPLY NV**

Balance Sheet as at 31 March,	Note No.	2016		2015	
		Euro	₹ '000	Euro	₹ '000
<b>I. EQUITY AND LIABILITIES</b>					
<b>Shareholders' Funds</b>					
Share capital	1	665,000	43,372	665,000	43,372
Reserves and surplus	2	(385,012)	(22,258)	162,737	12,250
		<b>279,988</b>	<b>21,114</b>	<b>827,737</b>	<b>55,622</b>
<b>Non-current liabilities</b>					
Long-term provisions	3	10,458	789	18,124	1,218
		<b>10,458</b>	<b>789</b>	<b>18,124</b>	<b>1,218</b>
<b>Current liabilities</b>					
Trade payables	4	1,986,220	149,757	1,475,604	99,139
Other current liabilities	5	16,124	1,216	41,910	2,816
Short-term provisions	6	18,445	1,391	10,460	703
		<b>2,020,789</b>	<b>152,364</b>	<b>1,527,974</b>	<b>102,658</b>
<b>Total</b>		<b>2,311,235</b>	<b>174,267</b>	<b>2,373,835</b>	<b>159,498</b>
<b>II. ASSETS</b>					
<b>Non-current assets</b>					
<b>Fixed assets</b>					
Tangible assets	7	-	-	599	40
Intangible assets	7	-	-	63	4
Long-term loans and advances	8	-	-	1,450	97
		-	-	<b>2,112</b>	<b>141</b>
<b>Current assets</b>					
Inventories	9	405,686	30,589	958,197	64,381
Trade receivables	10	900,752	67,916	1,229,911	82,638
Cash and bank balances	11	353,461	26,651	143,421	9,636
Short-term loans and advances	12	651,336	49,111	40,194	2,701
		<b>2,311,235</b>	<b>174,267</b>	<b>2,371,723</b>	<b>159,356</b>
<b>Total</b>		<b>2,311,235</b>	<b>174,267</b>	<b>2,373,835</b>	<b>159,498</b>

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

Place: Noida

Date: 27 April, 2016

**PSI SUPPLY NV**

Statement of Profit and Loss for the year ended 31 March,	Note No.	2016		2015	
		Euro	₹ '000	Euro	₹ '000
<b>REVENUE</b>					
Revenue from operations(net)	13	3,319,105	246,958	4,988,507	388,789
Other income	14	30	(4)	18,995	1,560
<b>Total revenue</b>		<b>3,319,135</b>	<b>246,954</b>	<b>5,007,502</b>	<b>390,349</b>
<b>EXPENSES</b>					
Purchase of Stock-in-trade	15	2,498,746	179,456	3,574,079	278,480
Change in inventories of stock-in trade	16	552,511	40,721	(395,854)	(31,285)
Employee benefits expense	17	125,803	9,071	436,547	33,348
Finance costs	18	801	58	554	43
Depreciation and amortization expense	9	662	47	1,552	120
Other expenses	19	689,368	57,600	1,095,367	84,451
<b>Total expenses</b>		<b>3,867,891</b>	<b>286,953</b>	<b>4,712,245</b>	<b>365,157</b>
<b>(Loss)/profit before exceptional items and tax</b>		<b>(548,756)</b>	<b>(39,999)</b>	<b>295,257</b>	<b>25,192</b>
Exceptional items	20	(748)	(41)	(18,857)	(1,273)
<b>(Loss)/profit before tax</b>		<b>(548,008)</b>	<b>(39,958)</b>	<b>314,114</b>	<b>26,465</b>
Tax expenses:					
- Current tax		(259)	(19)	2,189	237
- Deferred tax charge/(credit)		-	-	-	-
		<b>(259)</b>	<b>(19)</b>	<b>2,189</b>	<b>237</b>
<b>(Loss)/profit for the year</b>		<b>(547,749)</b>	<b>(39,939)</b>	<b>311,925</b>	<b>26,228</b>

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

Place: Noida  
Date: 27 April, 2016

**PSI SUPPLY NV**

Cash Flow Statement for the year ended 31 March,	2016		2015	
	Euro	(₹ '000)	Euro	(₹ '000)
<b>A. Cash flow arising from operating activities :</b>				
<b>(Loss)/profit before tax</b>	(548,008)	(39,958)	314,114	26,465
Adjustments for:				
Depreciation and amortisation	662	47	1,552	120
Loss/(Gain) on sale/disposal/discard of fixed assets/intangibles	(2,945)	(219)	-	-
Interest Expense	801	58	554	43
Interest income	(30)	(2)	(109)	(8)
Unrealised (gain)/loss on exchange	(2,830)	(204)	(17,735)	(1,376)
	(4,342)	(320)	(15,738)	(1,221)
<b>Operating profit before working capital changes</b>	<b>(552,350)</b>	<b>(40,278)</b>	<b>298,376</b>	<b>25,244</b>
Adjustments for :				
(Increase) in trade and other receivables	(7,164)	(516)	(339,806)	(26,369)
Decrease/(Increase) in inventories	552,511	39,819	(395,854)	(30,718)
Increase in current liabilities and provisions	214,849	15,486	105,972	8,221
<b>Cash generated from operations</b>	<b>207,846</b>	<b>14,511</b>	<b>(331,312)</b>	<b>(23,622)</b>
Direct taxes paid (net of refunds)	20	1	(2,209)	(171)
<b>Net cash inflow/(outflow) in course of operating activities</b>	<b>207,866</b>	<b>14,512</b>	<b>(333,521)</b>	<b>(23,793)</b>
<b>B. Cash flow arising from investing activities :</b>				
Sale proceeds of fixed assets	2,945	212	-	-
Interest received	30	2	109	8
<b>Net cash inflow/(outflow) in course of investing activities</b>	<b>2,975</b>	<b>214</b>	<b>109</b>	<b>8</b>
<b>C. Cash flow arising from financing activities :</b>				
Interest paid	(801)	(58)	(554)	(43)
<b>Net cash inflow/(outflow) in course of financing activities</b>	<b>(801)</b>	<b>(58)</b>	<b>(554)</b>	<b>(43)</b>
<b>D. Foreign currency translation difference arising on conversion</b>		<b>2,347</b>		<b>(6,006)</b>
<b>Net Increase in cash and cash equivalents (A+B+C+D)</b>	<b>210,040</b>	<b>17,015</b>	<b>(333,966)</b>	<b>(29,834)</b>
Add: cash and cash equivalents at the beginning of year	143,421	9,636	477,387	39,470
<b>Cash and cash equivalents at the close of the year</b>	<b>353,461</b>	<b>26,651</b>	<b>143,421</b>	<b>9,636</b>

Note:

1) Cash flow statement has been prepared under the indirect method as set out in the Accounting Standard 3 (AS-3)-" Cash Flow Statements".

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

Place: Noida  
Date: 27 April, 2016

## PSI SUPPLY NV

Notes to the financial statements as at 31 March,	2016		2015	
	Euro	₹ '000	Euro	₹ '000
<b>1. SHARE CAPITAL</b>				
<b>Authorized</b>				
4,000 Equity Shares with no par value				
	-	-	-	-
<b>Issued, Subscribed and Paid up</b>				
4,000 Equity Shares Euro 166.25/- each paid up	665,000	43,372	665,000	43,372
	<b>665,000</b>	<b>43,372</b>	<b>665,000</b>	<b>43,372</b>

1) The Company has only one class of shares referred to as equity shares having no par value. Each holder of equity shares is entitled to one vote per share.

2) In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company, after

distribution of all preferential amounts, in proportion to the shareholding. However, no such preferential amounts exist currently.

3) The details of shareholders holding more than 5% shares in the company:

Particulars	As at 31 March 2016		As at 31 March 2015	
	No. of shares	% holding in the class	No. of shares	% holding in the class
Name of the shareholder				
Jubilant Pharma NV, Holding company	3,980	99.50%	3,980	99.50%

4) The reconciliation of the number of shares outstanding as at beginning and at end of the reporting period:

Particulars	As at 31 March 2016		As at 31 March 2015	
	No. of shares	₹ '000	No. of shares	₹ '000
Numbers of shares at the beginning	4,000	43,372	4,000	43,372
Numbers of shares at the end	<b>4,000</b>	<b>43,372</b>	<b>4,000</b>	<b>43,372</b>

5) Shares held by holding company/ultimate holding company and/or their subsidiaries/associates

Out of the equity Shares issued by the company, shares held by it's holding company/ultimate holding company and/or their subsidiaries/associates are as below:

Particulars	As at 31 March 2016		As at 31 March 2015	
	No. of shares	₹ '000	No. of shares	₹ '000
Jubilant Pharma NV, Holding company	3,980	43,155	3,980	43,155
Jubilant Pharma Ltd., Fellow subsidiary	20	217	20	217

**PSI SUPPLY NV**

Notes to the financial statements as at 31 March,	2016		2015	
	Euro	₹ '000	Euro	₹ '000
<b>2. RESERVES AND SURPLUS</b>				
<b>Legal Reserve</b>				
<b>As per last Balance Sheet</b>	47,163	3,429	31,567	2,331
Add: Transferred from Surplus as per statement of Profit and Loss	-	-	15,596	1,098
	<b>47,163</b>	<b>3,429</b>	<b>47,163</b>	<b>3,429</b>
<b>Foreign Currency Translation Reserve</b>				
<b>As per last Balance Sheet</b>		(11,733)		(3,299)
Addition/(deduction): Effect of foreign exchange rate variation during the year		5,431		(8,434)
	-	<b>(6,302)</b>	-	<b>(11,733)</b>
<b>Surplus/ (Deficit)</b>				
<b>As per last Balance Sheet</b>	115,574	20,554	(180,755)	(4,576)
Add/(Less): Net Profit/(Loss) as per Statement of Profit and Loss for the year	(547,749)	(39,939)	311,925	26,228
	<b>(432,175)</b>	<b>(19,385)</b>	<b>131,170</b>	<b>21,652</b>
Less Appropriation:				
Amount transferred to Legal Reserves	-	-	(15,596)	(1,098)
	<b>(432,175)</b>	<b>(19,385)</b>	<b>115,574</b>	<b>20,554</b>
	<b>(385,012)</b>	<b>(22,258)</b>	<b>162,737</b>	<b>12,250</b>
<b>NON CURRENT LIABILITIES</b>				
<b>3. LONG TERM PROVISIONS</b>				
Employee benefits	10,458	789	18,124	1,218
	<b>10,458</b>	<b>789</b>	<b>18,124</b>	<b>1,218</b>
<b>CURRENT LIABILITIES</b>				
<b>4. TRADE PAYABLES</b>				
Trade payables	1,986,220	149,757	1,475,604	99,139
	<b>1,986,220</b>	<b>149,757</b>	<b>1,475,604</b>	<b>99,139</b>
<b>5. OTHER CURRENT LIABILITIES</b>				
Trade deposits and advances	14,809	1,117	3,711	249
Statutory dues	1,315	99	38,199	2,567
	<b>16,124</b>	<b>1,216</b>	<b>41,910</b>	<b>2,816</b>
<b>6. SHORT-TERM PROVISIONS</b>				
Employee benefits	18,445	1,391	10,221	687
Income Tax	-	-	239	16
	<b>18,445</b>	<b>1,391</b>	<b>10,460</b>	<b>703</b>

## PSI SUPPLY NV

Notes to the financial statements for the year ended 31 March 2016

## 7. FIXED ASSETS

(₹ '000)

Description	GROSS BLOCK-COST/ BOOKVALUE					DEPRECIATION/AMORTISATION					NET BLOCK	
	Total as at 31 March 2015	Additions/ adjustments during the year	Deductions/ adjustments during the year	Currency Translation Adjustment	Total as at 31 March 2016	Total as at 31 March 2015	Provided during the year	Deductions/ adjustments during the year	Currency Translation Adjustment	Total as at 31 March 2016	As at 31 March 2016	As at 31 March 2015
<b>Tangible Assets:</b>												
Furniture and Fixtures	2,313	-	-	283	2,596	2,313	-	-	283	2,596	-	-
Vehicles	492	-	544	52	-	492	-	544	52	-	-	-
Office Equipments	5,874	-	-	717	6,591	5,834	42	-	715	6,591	-	40
<b>TOTAL</b>	<b>8,679</b>	<b>-</b>	<b>544</b>	<b>1,052</b>	<b>9,187</b>	<b>8,639</b>	<b>42</b>	<b>544</b>	<b>1,050</b>	<b>9,187</b>	<b>-</b>	<b>40</b>
Previous Year	10,679	-	-	(2,000)	8,679	10,506	116	-	(1,983)	8,639		
<b>Intangible Assets:</b>												
- Softwares	878	-	-	106	984	874	5	-	105	984	-	4
<b>TOTAL</b>	<b>878</b>	<b>-</b>	<b>-</b>	<b>106</b>	<b>984</b>	<b>874</b>	<b>5</b>	<b>-</b>	<b>105</b>	<b>984</b>	<b>-</b>	<b>4</b>
Previous Year	1,081	-	-	(203)	878	1,071	4	-	(201)	874		

## PSI SUPPLY NV

## Notes to the financial statements for the year ended 31 March 2016

## 7. FIXEDASSETS

(Euro)

Description	GROSS BLOCK-COST/ BOOKVALUE			DEPRECIATION/AMORTISATION				NETBLOCK		
	Total as at 31 March 2015	Additions/ adjustments during the year	Deductions/ adjustments during the year	Total as at 31 March 2016	Total as at 31 March 2015	Provided during the year	Deductions/ adjustments during the year	Total as at 31 March 2016	As at 31 March 2016	As at 31 March 2015
<b>TangibleAssets:</b>										
Furniture and Fixtures	34,427	-	-	34,427	34,427	-	-	34,427	-	-
Vehicles	7,318	-	7,318	-	7,318	-	7,318	-	-	-
OfficeEquipments	87,421	-	-	87,421	86,822	599	-	87,421	-	599
<b>TOTAL</b>	<b>129,166</b>	<b>-</b>	<b>7,318</b>	<b>121,848</b>	<b>128,567</b>	<b>599</b>	<b>7,318</b>	<b>121,848</b>	<b>-</b>	<b>599</b>
PreviousYear	129,166	-	-	129,166	127,066	1,501	-	128,567		
<b>Intangible Assets:</b>										
- Softwares	13,069	-	-	13,069	13,006	63	-	13,069	-	63
<b>TOTAL</b>	<b>13,069</b>	<b>-</b>	<b>-</b>	<b>13,069</b>	<b>13,006</b>	<b>63</b>	<b>-</b>	<b>13,069</b>	<b>-</b>	<b>63</b>
PreviousYear	13,069	-	-	13,069	12,955	51	-	13,006		

**PSI SUPPLY NV**

Notes to the financial statements as at 31 March,	2016		2015	
	Euro	₹ '000	Euro	₹ '000
<b>NON-CURRENT ASSETS</b>				
<b>8. LONG TERM LOANS AND ADVANCES</b>				
Security deposits(unsecured, considered good)	-	-	1,450	97
	-	-	<b>1,450</b>	<b>97</b>
<b>CURRENT ASSETS</b>				
<b>9. INVENTORIES</b>				
- Stock-in-trade(including goods in transit)	405,686	30,589	958,197	64,381
	<b>405,686</b>	<b>30,589</b>	<b>958,197</b>	<b>64,381</b>
<b>10. TRADE RECEIVABLES</b>				
<b>Unsecured,considered good unless stated otherwise</b>				
<b>Outstanding for period exceeding six months from the date they are due for payment</b>				
Unsecured,considered good	327,378	24,684	239,409	16,086
Doubtful	12,304	928	12,304	827
	339,682	25,612	251,713	16,913
Provision for doubtful receivables	12,304	928	12,304	827
	327,378	24,684	239,409	16,086
<b>Other receivables</b>				
Unsecured,considered good	573,374	43,232	990,502	66,552
Doubtful	-	-	-	-
	573,374	43,232	990,502	66,552
Provision for doubtful receivables	-	-	-	-
	573,374	43,232	990,502	66,552
	<b>900,752</b>	<b>67,916</b>	<b>1,229,911</b>	<b>82,638</b>
<b>11. CASH AND BANK BALANCES</b>				
<b>Balances with banks:</b>				
- On current accounts	353,461	26,651	143,421	9,636
	<b>353,461</b>	<b>26,651</b>	<b>143,421</b>	<b>9,636</b>
<b>12. SHORT TERM LOANS AND ADVANCES</b>				
- Balances with govt. / sales tax authorities	16,740	1,262	8,525	573
- Advance recoverable in cash and kind				
- From related parties	584,415	44,065	-	-
- Loans and advances to employees	77	6	-	-
- Advance for supply of goods and services	487	37	406	27
- Prepaid Expenses	9,127	688	16,074	1,080
- Claim Recoverable	25,969	1,958	-	-
- Others	14,521	1,095	15,189	1,021
	<b>651,336</b>	<b>49,111</b>	<b>40,194</b>	<b>2,701</b>



**PSI SUPPLY NV**

Notes to the financial statements for the year ended 31 March,	2016		2015	
	Euro	₹ '000	Euro	₹ '000
<b>13. REVENUE FROM OPERATIONS</b>				
Sales of products	3,319,105	246,958	4,985,733	388,561
Other operating revenue	-	(0)	2,774	228
<b>Revenue from operations(net)</b>	<b>3,319,105</b>	<b>246,958</b>	<b>4,988,507</b>	<b>388,789</b>
<b>13A. PARTICULARS OF SALES OF PRODUCTS</b>				
Tablets and capsules	3,319,105	246,958	4,985,733	388,561
	<b>3,319,105</b>	<b>246,958</b>	<b>4,985,733</b>	<b>388,561</b>
<b>14. OTHER INCOME</b>				
Interest Income	30	2	108	8
Other non-operating income	-	(6)	18,887	1,552
	<b>30</b>	<b>(4)</b>	<b>18,995</b>	<b>1,560</b>
<b>15. PURCHASE OF STOCK-IN-TRADE</b>				
Purchase of Stock-in-trade	2,498,746	179,456	3,574,079	278,480
	<b>2,498,746</b>	<b>179,456</b>	<b>3,574,079</b>	<b>278,480</b>
<b>15A. PARTICULARS OF PURCHASE OF STOCK-IN-</b>				
Tablets and capsules	2,498,746	179,456	3,574,079	278,480
	<b>2,498,746</b>	<b>179,456</b>	<b>3,574,079</b>	<b>278,480</b>
<b>16. CHANGES IN INVENTORIES OF STOCK-IN-TRADE</b>				
Stock at close -Traded goods	405,686	26,429	958,197	77,481
	405,686	26,429	958,197	77,481
Stock at commencement -Traded goods	958,197	67,150	562,343	46,196
	958,197	67,150	562,343	46,196
Increase/decrease during the year	<b>(552,511)</b>	<b>(40,721)</b>	<b>395,854</b>	<b>31,285</b>
<b>16A. PARTICULARS OF CHANGES IN INVENTORIES OF STOCK-IN-TRADE</b>				
<b>Stock at close -Traded goods</b>				
Tablets and capsules	405,686	26,429	958,197	77,481
	<b>405,686</b>	<b>26,429</b>	<b>958,197</b>	<b>77,481</b>
<b>Stock at commencement -Traded goods</b>				
Tablets and capsules	958,197	67,150	562,343	46,196
	<b>958,197</b>	<b>67,150</b>	<b>562,343</b>	<b>46,196</b>
<b>17. EMPLOYEE BENEFITS EXPENSE</b>				
Salaries, wages, bonus and allowances	98,532	7,117	324,718	24,812
Contribution to social security schemes	19,773	1,418	95,889	7,303
Staff welfare expenses	7,498	536	15,940	1,233
	<b>125,803</b>	<b>9,071</b>	<b>436,547</b>	<b>33,348</b>

**PSI SUPPLY NV**

Notes to the financial statements for the year ended 31 March.	2016		2015	
	Euro	₹ '000	Euro	₹ '000
<b>18. FINANCE COST</b>				
Interest expense	801	58	554	43
	<b>801</b>	<b>58</b>	<b>554</b>	<b>43</b>
<b>19. OTHER EXPENSES</b>				
Processing charges	220,424	15,841	179,277	13,627
Rent	6,366	462	3,428	264
Rates and taxes	7,226	519	16,771	1,219
Insurance	16,710	1,206	20,439	1,608
Advertisement, publicity and sales promotion	3,044	218	722	53
Traveling and other incidental expenses	190	14	3,775	282
Repairs to Building	6,121	444	6,694	522
Office maintenance	2,611	187	6,648	507
Vehicle running and maintenance	4,940	356	10,338	797
Printing and stationery	2,297	165	2,661	206
Communication expenses	4,283	308	11,100	882
Staff recruitment and training	-	-	2,150	169
Auditors Remuneration - As Auditors	3,300	256	3,300	270
Legal , professional and consultancy charges	294,660	21,279	506,146	39,304
Freight and forwarding (including ocean freight)	39,884	2,853	93,283	7,281
Subscription	-	-	2,617	207
Miscellaneous expenses	962	69	(0)	0
Bank Charges	2,518	181	3,429	262
Discounts and claims to customer and other selling expenses				
	16,845	1,193	114,988	8,784
Commission on sales	59,932	12,268	107,601	8,207
Loss on sale/disposal of fixed Assets(net)	(2,945)	(219)	-	-
	<b>689,368</b>	<b>57,600</b>	<b>1,095,367</b>	<b>84,451</b>
<b>20. EXCEPTIONAL ITEMS</b>				
Foreign Exchange Gain	(748)	(41)	(18,857)	(1,273)
	<b>(748)</b>	<b>(41)</b>	<b>(18,857)</b>	<b>(1,273)</b>