

Jubilant Innovation (USA) Inc.
Balance Sheet as at 31 March 2018

		USD	INR (' In Thousands)	USD	INR (' In Thousands)
	Notes	As at 31 March 2018		As at 31 March 2017	
ASSETS					
Non-current assets					
Financial assets					
i. Non-current investments	1	6,072,840	395,767	3,221,098	208,888
Income tax asset (net)	2	46,968	3,061	-	-
Total non-current assets		6,119,808	398,828	3,221,098	208,888
Current assets					
Financial assets					
i. Trade receivables	3	21,775	1,419	-	-
ii. Cash and cash equivalents	4	169,055	11,017	112,576	7,301
iii. Short-term loans and advances	5	1,970,000	128,385	1,800,000	116,730
iv. Other financial assets	6	38,891	2,535	94,364	6,119
Other current assets	7	740	48	682	44
Total current assets		2,200,461	143,404	2,007,622	130,194
Total assets		8,320,269	542,232	5,228,720	339,082
EQUITY AND LIABILITIES					
Equity					
Equity share capital	8	2,975,000	160,038	2,975,000	160,038
Other equity		4,832,829	348,798	1,238,655	113,216
Total Equity		7,807,829	508,836	4,213,655	273,254
LIABILITIES					
Current liabilities					
Financial liabilities					
i. Trade payables	9	512,440	33,396	12,033	781
Current tax liabilities	10	-	-	1,003,032	65,047
Total current liabilities		512,440	33,396	1,015,065	65,828
Total liabilities		512,440	33,396	1,015,065	65,828
Total equity and liabilities		8,320,269	542,232	5,228,720	339,082

Rajneesh Gupta
Vice President - Finance

Place: Noida
Date: 9 May 2018

Jubilant Innovation (USA) Inc.
Statement of Profit and Loss for the year ended 31 March 2018

		USD	INR (' In Thousands)	USD	INR (' In Thousands)
	Notes	For the year ended 31 March 2018		For the year ended 31 March 2017	
Other income	11	1,286,900	82,869	79,894	5,362
Total income		1,286,900	82,869	79,894	5,362
Expenses					
Other expenses	12	553,667	35,938	532,754	35,706
Total expenses		553,667	35,938	532,754	35,706
Profit /(loss) before tax		733,233	46,931	(452,860)	(30,344)
Tax expense					
- Current tax		-	26	1,003,032	67,382
- Deferred tax (credit)		-	(79)	(936,423)	(62,901)
Total tax expense		-	(53)	66,609	4,481
Profit /(loss) for the year		733,233	46,984	(519,469)	(34,825)
Other comprehensive income					
Items that will not be reclassified to profit or loss					
Changes in fair value of investments which are classified at fair value through OCI		-	-	(2,644,206)	(177,373)
Items that will be reclassified to profit or loss					
Exchange differences on translation of foreign operations		-	4,639	-	(3,299)
Other comprehensive income for the year, net of tax		-	4,639	(2,644,206)	(180,672)
Total comprehensive income for the year		733,233	51,623	(3,163,675)	(215,497)

Rajneesh Gupta
Vice President - Finance

Place: Noida
Date: 9 May 2018

Jubilant Innovation (USA) Inc.
Statement of changes in Equity for the year ended 31 March 2018

USD

	Capital reserve	Retained earnings	Equity instruments through OCI	Total
As at 1 April 2016	-	(1,472,222)	5,874,552	4,402,330
Loss for the year	-	(519,469)	-	(519,469)
Equity Instrument through OCI	-	-	(2,644,206)	(2,644,206)
As at 31 March 2017	-	(1,991,691)	3,230,346	1,238,655
Profit for the year	-	733,233	-	733,233
Addition during the year	2,860,941	-	-	2,860,941
As at 31 March 2018	2,860,941	(1,258,458)	3,230,346	4,832,829

Jubilant Innovation (USA) Inc.
Statement of changes in Equity for the year ended 31 March 2018

	INR (' In Thousands)				
	Capital reserve	Retained earnings	Equity instruments through OCI	Foreign currency translation reserve	Total
As at 1 April 2016	-	(71,439)	395,769	4,383	328,713
Loss for the year	-	(34,825)	-	-	(34,825)
Exchange loss during the year on translation of foreign operations	-	-	-	(3,299)	(3,299)
Equity Instrument through OCI	-	-	(177,373)	-	(177,373)
As at 31 March 2017		(106,264)	218,396	1,084	113,216
Profit for the year	-	46,984	-	-	46,984
Exchange gain during the year on translation of foreign operations	-	-	-	4,639	4,639
Addition during the year	183,959	-	-	-	183,959
As at 31 March 2018	183,959	(59,280)	218,396	5,723	348,798

Rajneesh Gupta
Vice President - Finance
Place: Noida
Date: 9 May 2018

Jubilant Innovation (USA) Inc.
Statement of Cash Flows for the year ended 31 March 2018

	USD	INR (' In Thousands)	USD	INR (' In Thousands)
	For the year ended 31 March 2018		For the year ended 31 March 2017	
A. Cash flow from operating activities				
Profit/(loss) before tax	733,233	46,931	(452,860)	(30,344)
Adjustments :				
Interest income	(60,385)	(3,894)	(79,894)	(5,362)
Provision for diminution in value of investment	9,199	678	-	-
Receivable balance written off	8,325	539	-	-
Gain on investment at fair value through P&L	(1,226,515)	(78,975)	-	-
Operating cash flow before working capital changes	(536,143)	(34,721)	(532,754)	(35,706)
Increase in trade and other receivables	(21,833)	(1,409)	(14,494)	(972)
Increase/(decrease) in trade payables, provisions and other liabilities	492,082	31,764	(500,546)	(33,567)
Cash used in operations	(65,894)	(4,366)	(1,047,794)	(70,245)
Income tax and wealth tax paid (net of refund)	(1,050,000)	(67,778)	-	-
Net cash used in operating activities	(1,115,894)	(72,144)	(1,047,794)	(70,245)
B. Cash flow from investing activities				
Sale/ (purchase) of investments	1,226,515	78,975	(1,675,000)	(112,326)
Loan given to related parties	(170,000)	(10,973)	(1,800,000)	(120,708)
Net cash generated from / (used in) investing activities	1,056,515	68,002	(3,475,000)	(233,034)
C. Cash flow arising from financing activities				
Proceeds from interest received	115,858	7,479	-	-
Net cash generated from financing activities	115,858	7,479	-	-
D. Effect of exchange rate changes	-	379	-	3,487
Net decrease in cash and cash equivalents (A+B+C+D)	56,479	3,716	(4,522,794)	(299,792)
Add: cash and cash equivalents at the beginning of year	112,576	7,301	4,635,370	307,093
Cash and cash equivalents at the end of the year	169,055	11,017	112,576	7,301

Rajneesh Gupta
Vice President - Finance

Place: Noida
Date: 9 May 2018

Jubilant Innovation (USA) Inc.

Notes to the financial statements for the year ended 31 March 2018

Note 1: Non-current investments

	USD	INR (' In Thousands)	USD	INR (' In Thousands)
	As at		As at	
	31 March 2018		31 March 2017	
Investment in Healthcare Ventures IX,L.P	3,211,899	209,319	3,221,098	208,888
Investment in Jubilant Discovery Services LLC	2,860,941	186,448	-	-
(31 March 2018: 3,485 Equity shares with no par value)				
Total Non-current investment	6,072,840	395,767	3,221,098	208,888

Note: During the current year as part of the group restructuring, Drug Discovery and Development Solutions Limited (DDDSL) Singapore transferred its investment in Jubilant Drug Services LLC to Jubilant Innovation USA w.e.f. 4 December 2017

Note 2: Income tax asset (net)

	USD	INR (' In Thousands)	USD	INR (' In Thousands)
	As at		As at	
	31 March 2018		31 March 2017	
Current				
Advance income tax	46,968	3,061	-	-
Total income tax assets (net)	46,968	3,061	-	-

Note 3: Trade receivables

	USD	INR (' In Thousands)	USD	INR (' In Thousands)
	As at		As at	
	31 March 2018		31 March 2017	
Unsecured, considered good				
Trade receivables from related parties	21,775	1,419	-	-
Total trade receivables	21,775	1,419	-	-

Jubilant Innovation (USA) Inc.

Notes to the financial statements for the year ended 31 March 2018

Note 4: Cash and cash equivalents

	USD	INR (' In Thousands)	USD	INR (' In Thousands)
	As at		As at	
	31 March 2018		31 March 2017	
Balances with banks				
In current accounts	169,055	11,017	112,576	7,301
Total cash and cash equivalents	169,055	11,017	112,576	7,301

Note 5: Short term loans and advances

	USD	INR (' In Thousands)	USD	INR (' In Thousands)
	As at		As at	
	31 March 2018		31 March 2017	
(Unsecured and considered good)				
- Loans to related parties	1,970,000	128,385	1,800,000	116,730
Total Short term loans and advances	1,970,000	128,385	1,800,000	116,730

Note 6: Other financial assets

	USD	INR (' In Thousands)	USD	INR (' In Thousands)
	As at		As at	
	31 March 2018		31 March 2017	
Advances recoverable from related parties	-	-	79,894	5,181
Interest recoverable from related parties	38,891	2,535	14,470	938
Total other financial assets	38,891	2,535	94,364	6,119

Note 7: Other current assets

	USD	INR (' In Thousands)	USD	INR (' In Thousands)
	As at		As at	
	31 March 2018		31 March 2017	
Prepaid expenses	740	48	682	44
Total other current assets	740	48	682	44

Jubilant Innovation (USA) Inc.
Statement of changes in Equity for the year ended 31 March 2018

Note 8 : Share Capital

	USD	INR (' In Thousands)	USD	INR (' In Thousands)
	As at 31 March 2018		As at 31 March 2017	
Issued, Subscribed and Paid up				
2,975 Equity Shares with no par value (31 March 2017: 2,975 equity shares)	2,975,000	160,038	2,975,000	160,038

1). Movement in equity share capital

	Note	No. of shares	USD	INR (' In Thousands)
Balance as at 1 April 2016	8	2,975	2,975,000	160,038
Change in equity share capital during the year			-	
Balance as at 31 March 2017	8	2,975	<u>2,975,000</u>	<u>160,038</u>
Change in equity share capital during the year			-	-
Balance as at 31 March 2018	8	2,975	<u>2,975,000</u>	<u>160,038</u>

2) 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. 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, if any, in proportion to their shareholding. However no such preferential amounts exist currently.

3) During the current year as part of the Group restructuring, Jubilant Innovation BVI Limited transferred its shareholding in the company to Drug Discovery and Development Solutions Limited Singapore (DDDSL) becoming the Holding company w.e.f. 17th November 2017.

4) The details of shareholders holding more than 5% shares in the Company:

	USD	INR (' In Thousands)	USD	INR (' In Thousands)
	As at 31 March 2018		As at 31 March 2017	
Name of the Shareholder	No of shares	% holding in the class	No of shares	% holding in the class
Jubilant Innovation BVI Ltd	-	-	2,975	100%
Drug Discovery and Development Solutions Limited	2,975	100%	-	-

Jubilant Innovation (USA) Inc.**Notes to the financial statements for the year ended 31 March 2018****Note 9: Trade payables**

	USD	INR (' In Thousands)	USD	INR (' In Thousands)
	As at 31 March 2018		As at 31 March 2017	
Trade payables	512,440	33,396	12,033	781
Total trade payables	512,440	33,396	12,033	781

Note 10: Current tax liabilities

	USD	INR (' In Thousands)	USD	INR (' In Thousands)
	As at 31 March 2018		As at 31 March 2017	
Opening balance	1,003,032	65,047	-	-
Add: Current tax payable for the year	-	-	1,003,032	67,382
Less: Taxes paid	1,003,032	65,047	-	-
Less: Foreign currency translation adjustment	-	-	-	2,335
Closing balance	-	-	1,003,032	65,047

Jubilant Innovation (USA) Inc.**Notes to the financial statements for the year ended 31 March 2018****Note 11: Other income**

Particulars	USD	INR (' In Thousands)	USD	INR (' In Thousands)
	For the year ended 31 March 2018		For the year ended 31 March 2017	
Interest income	60,385	3,894	79,894	5,362
Gain on investment at fair value through P&L	1,226,515	78,975	-	-
Total other income	1,286,900	82,869	79,894	5,362

Note 12: Other expenses

Particulars	USD	INR (' In Thousands)	USD	INR (' In Thousands)
	For the year ended 31 March 2018		For the year ended 31 March 2017	
Rates and taxes	225	15	-	-
Receivable balance written off	8,325	539	-	-
Auditors remuneration	-	-	2,727	183
Legal and professional fees	527,271	34,150	506,081	33,917
Bank charges	8,647	556	23,845	1,599
Foreign exchange loss	-	-	101	7
Diminution in value of investment	9,199	678	-	-
Total other expenses	553,667	35,938	532,754	35,706