

Jubilant HollisterStier Inc.  
Balance Sheet

As at 31st March,	Note No.	2014		2013	
		USD	INR (' In Thousands)	USD	INR (' In Thousands)
<b>I. EQUITY AND LIABILITIES</b>					
<b>Shareholders' Funds</b>					
Share capital	1	26,825,600	1,218,215	26,825,600	1,218,215
Reserves & surplus	2	(10,519,129)	(241,294)	(8,201,983)	(207,139)
		<u>16,306,471</u>	<u>976,921</u>	<u>18,623,617</u>	<u>1,011,076</u>
<b>Non-current liabilities</b>					
Long-term borrowings	3	-	-	4,202,653	228,162
		-	-	<u>4,202,653</u>	<u>228,162</u>
<b>Current liabilities</b>					
Short-term borrowings	4	92,231,243	5,525,574	72,764,211	3,950,369
Trade payables	5	49,166	2,946	49,166	2,669
Other current liabilities	6	9,303,450	557,370	22,072,151	1,198,297
		<u>101,583,859</u>	<u>6,085,889</u>	<u>94,885,528</u>	<u>5,151,335</u>
<b>Total</b>		<u>117,890,330</u>	<u>7,062,810</u>	<u>117,711,798</u>	<u>6,390,574</u>
<b>II. ASSETS</b>					
<b>Non-current assets</b>					
<b>Fixed assets</b>					
Non-current investments	7	110,617,830	6,627,114	111,441,573	6,050,163
Deferred tax assets(net)	8	5,922,943	354,844	4,502,669	244,450
		<u>116,540,773</u>	<u>6,981,958</u>	<u>115,944,242</u>	<u>6,294,613</u>
<b>Current assets</b>					
Cash & bank balances	9	10,286	616	312,285	16,954
Short-term loans and advances	10	1,339,271	80,236	1,455,271	79,007
		<u>1,349,557</u>	<u>80,852</u>	<u>1,767,556</u>	<u>95,961</u>
<b>Total</b>		<u>117,890,330</u>	<u>7,062,810</u>	<u>117,711,798</u>	<u>6,390,574</u>

Rajneesh Gupta  
Head Accounts  
Place : Noida  
Date : 22nd May 2014

Jubilant HollisterStier Inc.  
Statement of Profit and Loss

For the year ended 31st March,	Note No.	2014		2013	
		USD	INR (' In Thousands)	USD	INR (' In Thousands)
<b>REVENUE</b>					
<b>Total revenue</b>		-	-	-	-
<b>EXPENSES</b>					
Finance costs	12	3,866,844	233,643	3,861,434	209,869
Other expenses	11	839,151	51,803	951,474	51,713
<b>Total expenses</b>		<b>4,705,995</b>	<b>285,447</b>	<b>4,812,908</b>	<b>261,582</b>
<b>Profit before exceptional items and tax</b>		<b>(4,705,995)</b>	<b>(285,447)</b>	<b>(4,812,908)</b>	<b>(261,582)</b>
Exceptional items	13	(968,575)	(59,742)	(235,724)	(12,812)
<b>Profit before extraordinary items and tax</b>		<b>(3,737,420)</b>	<b>(225,704)</b>	<b>(4,577,184)</b>	<b>(248,770)</b>
Extraordinary items		-	-	-	-
<b>Profit before tax</b>		<b>(3,737,420)</b>	<b>(225,704)</b>	<b>(4,577,184)</b>	<b>(248,770)</b>
Tax expenses:					
- Current tax		-	-	-	-
- Deferred tax charge/(credit)		(1,420,274)	(87,702)	(4,502,669)	(244,720)
		<b>(1,420,274)</b>	<b>(87,702)</b>	<b>(4,502,669)</b>	<b>(244,720)</b>
<b>Profit for the Year</b>		<b>(2,317,146)</b>	<b>(138,003)</b>	<b>(74,515)</b>	<b>(4,050)</b>

Rajneesh Gupta  
Head Accounts  
Place : Noida  
Date : 22nd May 2014

**Jubilant HollisterStier Inc.**  
**Cash Flow Statement**

For the year ended 31st March,	2014		2013	
	USD	INR (' In Thousands)	USD	INR (' In Thousands)
<b>A. Cash flow arising from Operating Activities :</b>				
Net profit / (Loss) before tax	(3,737,420)	(225,704)	(4,577,184)	(4,050)
Adjustment for:				
Finance Cost (Net)	3,866,844	233,643	3,861,434	209,869
Unrealised exchange (gain) / loss on Loan	116,000	7,008	(235,724)	(12,812)
Share of (Profit) / loss from Partnership Firm	823,743	50,866	711,904	38,692
Operating Profit / (Loss) before Working Capital Changes	1,069,167	65,812	(239,570)	231,699
Adjustment for:				
Increase/(Decrease) in current liabilities & provisions-current	3,000	181	374,481	20,353
<b>Net Cash Inflow/(Outflow) in course of Operating Activities</b>	<b>1,072,167</b>	<b>65,994</b>	<b>134,911</b>	<b>252,052</b>
<b>B. Cash Flow arising from Investing Activities :</b>				
Loan to Jubilant Draximage Inc	-	-	(1,455,270)	(79,094)
<b>Net Cash Inflow/(Outflow) in course of Investing Activities</b>	<b>-</b>	<b>-</b>	<b>(1,455,270)</b>	<b>(79,094)</b>
<b>C. Cash flow arising from Financing Activities :</b>				
Proceeds/ Repayment of short term borrowings (Net)	(1,026,116)	(61,988)	8,615,017	468,226
Repayment of long term borrowings	(19,724,844)	(1,191,578)	(28,780,878)	(1,564,241)
Loan From:				
1) Holding Co.-HSL Holding Inc.	18,633,387	1,125,643	25,900,000	1,407,665
2) Subsidiary Co. - Draxis Pharma LLC		-	7,000	380
3) Fellow subsidiary Co.- Deprenyl Inc.	(158,462)	(9,573)	650,000	35,328
4) Partnership firm - Jubilant HollisterStier General Partnership	2,018,223	121,921	(2,954,788)	(160,593)
Finance Cost paid	(1,116,353)	(67,439)	(2,336,233)	(126,974)
<b>Net Cash Inflow/(Outflow) in course of Financing Activities</b>	<b>(1,374,166)</b>	<b>(83,013)</b>	<b>1,100,117</b>	<b>59,791</b>
<b>D. Foreign Currency Translation Difference</b>		682		(242,888)
<b>Net Increase in Cash &amp; Cash equivalents (A+B+C+D)</b>	<b>(301,999)</b>	<b>(16,338)</b>	<b>(220,241)</b>	<b>(10,138)</b>
<b>Add: Cash &amp; Cash Equivalents at the beginning of Year</b>	<b>312,285</b>	<b>16,954</b>	<b>532,527</b>	<b>27,092</b>
<b>Cash &amp; Cash Equivalents at the close of the Year</b>	<b>10,286</b>	<b>616</b>	<b>312,285</b>	<b>16,954</b>

**Rajneesh Gupta**  
Head Accounts  
Place: Noida  
Date :22nd May 2014

**Jubilant HollisterStier Inc.**

Notes to financial statements as at 31st March,	2014		2013	
	USD	INR (' In Thousands)	USD	INR (' In Thousands)
<b>1. SHARE CAPITAL</b>				
<b>Authorized</b>				
Equity Share Capital	-	-	-	-
3,000 Shares at no par value	-	-	-	-
(Previous Year - 3,000 Shares at no par value)	-	-	-	-
<b>Issued Subscribed and Paid up</b>				
Equity Share Capital	26,825,600	1,218,215	26,825,600	1,218,215
1100 Equity Share of no par value (Previous Year 1100 Shares)				
	<b>26,825,600</b>	<b>1,218,215</b>	<b>26,825,600</b>	<b>1,218,215</b>
	<b>26,825,600</b>	<b>1,218,215</b>	<b>26,825,600</b>	<b>1,218,215</b>

1.1) The Company has only one class of common stock referred to herein as equity shares. Each holder of equity shares is entitled to one vote per share.

1.2) In the event of liquidation of the Company, the holders of equity shares 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 of equity shares held by the stockholders.

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

Name of the shareholder	2014		2013	
	USD	INR (' In Thousands)	USD	INR (' In Thousands)
HSL Holdings Inc., USA - the Holding Company				
Equity Shares at no par value	26,825,600	1,218,215	26,825,600	1,218,215

1.4) The details of shareholders holding more than 5% shares as at 31st March,2014 is set out below:

Name of the shareholder	2014		2013	
	% held	No of shares	% held	No of shares
HSL Holdings Inc., USA - the Holding Company	100	1,100	100	1,100

1.5) The reconciliation of the number of shares outstanding as at 31st March,2014 and 31st March,2013 is set out below:

Particulars	2014		2013	
	No	INR (' In Thousands)	No	INR (' In Thousands)
Numbers of shares at the beginning	1,100	1,218,215	1,100	1,218,215
Add: Shares issued during the year	-	-	-	-
Numbers of shares at the end	<b>1,100</b>	<b>1,218,215</b>	<b>1,100</b>	<b>1,218,215</b>

**Jubilant HollisterStier Inc.**
**Notes to financial statements as at 31st March,**

	2014		2013	
	USD	INR (' In Thousands)	USD	INR (' In Thousands)
<b>2. RESERVES AND SURPLUS</b>				
<b>Foreign Currency Translation Reserve</b>				
Foreign Currency Translation Reserve Opening	-	168,650	-	-
Foreign Currency Translation Reserve During the Year	-	103,847	-	168,650
	-	<b>272,498</b>	-	<b>168,650</b>
<b>Surplus as per P&amp;L Account</b>				
As per last Balance Sheet	(8,201,983)	(375,790)	(8,127,468)	(371,740)
Add: Net Profit after tax transferred from Statement of Profit and Loss	(2,317,146)	(138,003)	(74,515)	(4,050)
Amount available for appropriation	<b>(10,519,129)</b>	<b>(513,792)</b>	<b>(8,201,983)</b>	<b>(375,789)</b>
<b>3. LONG-TERM BORROWINGS</b>				
<b>Term loans</b>				
-From Banks				
-Foreign currency loan(secured)*	-	-	4,202,653	228,162
	-	-	<b>4,202,653</b>	<b>228,162</b>
<b>The above amount includes</b>				
Secured borrowings	-	-	4,202,653	228,162
Unsecured borrowings	-	-	-	-
	-	-	<b>4,202,653</b>	<b>228,162</b>
<p>* Term loans of USD 4.20 million (Rs.251,781 thousand) as on 31 March 2014 (Previous Year USD 20.93 million (Rs. 1,136,448 thousand)) under Facility C to the company from ICICI Bank Canada as the arranger and the agent is secured by way of</p> <p>i) Pledge over the entire fully paid up equity shares, present and future, of Jubilant HollisterStier Inc.</p> <p>ii) First and exclusive charge over the assets of Jubilant HollisterStier Inc.</p> <p>iii) Irrevocable and unconditional corporate guarantee from parent company guaranteeing all outstanding obligations of the borrower under the facility. Total guaranteed amount as 31 March 2014 is Rs. 251,781 thousand.</p>				
<b>4. SHORT TERM BORROWINGS</b>				
<b>Loan repayable on demand</b>				
-From Banks				
-Cash credit/working capital demand loans(secured)	13,606,954	815,193	14,633,071	794,429
Loans and advances from related parties(unsecured)	78,624,288	4,710,381	58,131,140	3,155,940
	<b>92,231,243</b>	<b>5,525,574</b>	<b>72,764,211</b>	<b>3,950,369</b>
<b>The above amount includes</b>				
Secured borrowings	13,606,954	815,193	14,633,071	794,429
Unsecured borrowings	78,624,288	4,710,381	58,131,140	3,155,940
	<b>92,231,243</b>	<b>5,525,574</b>	<b>72,764,211</b>	<b>3,950,369</b>
<p>a) Revolving Credit Facility of CAD 15.02 million (Rs. 815,193 thousand) as on 31st March 2014 (Previous Year CAD 14.87 million (Rs. 794,429 thousand)under Facility D1 to the company availed from ICICI Bank, Canada as the arranger and the agent is secured by way of:</p> <p>i) Irrevocable and unconditional corporate guarantee from the company and its subsidiaries.</p> <p>ii) Pledge over all the fully paid up equity shares of the company and its subsidiaries.</p> <p>iii) First and exclusive charge over the fixed assets and current assets of the company and its subsidiaries.</p> <p>b) Revolving Credit Facility of CAD 15.02 million (Rs. 815,193 thousand) as on 31st March 2014 (Previous Year CAD 14.87 million (Rs. 794,429 thousand)under Facility D1 to the company availed from ICICI Bank, Canada as the arranger and the agent is secured by way of:</p> <p>i) Pledge over the entire fully paid up equity shares (present and future of the company)</p> <p>ii) First and exclusive charge over the assets of the company.</p>				
<b>5. TRADE PAYABLES</b>				
Trade payables-others	49,166	2,946	49,166	2,669
	<b>49,166</b>	<b>2,946</b>	<b>49,166</b>	<b>2,669</b>
<b>6. OTHER CURRENT LIABILITIES</b>				
Current maturities of long term debt	4,202,653	251,781	19,724,844	1,070,862
Interest accrued but not due on borrowings	5,095,173	305,252	2,344,682	127,293
Other payables	5,625	337	2,625	143
	<b>9,303,450</b>	<b>557,370</b>	<b>22,072,151</b>	<b>1,198,297</b>

Jubilant HollisterStier Inc.

Notes to financial statements as at 31st March,

	2014		2013	
	USD	INR (' In Thousands)	USD	INR (' In Thousands)
<b>7. NON CURRENT INVESTMENTS</b>				
<b>(At Cost)</b>				
<b>Trade Investments</b>				
<b>Investment in Equity Instruments (Fully Paid up Equity Shares)</b>				
<b>Investment in Subsidiary Companies :</b>				
- Draxis Pharma LLC (1000 units of no par value)	250,100	14,983	250,100	13,578
- Jubilant HollisterStier General Partnership(99.99% Stake)	111,191,474	6,661,481	111,903,377	6,075,234
(less): Share of (loss) from Partnership Firm	(823,743)	(49,350)	(711,903)	(38,649)
	<b>110,617,831</b>	<b>6,627,114</b>	<b>111,441,574</b>	<b>6,050,163</b>
<b>8. DEFERRED TAX ASSETS</b>				
Deferred tax Assets	6,649,035	398,344	4,502,669	244,450
Deferred tax liabilities(Net)	726,092	43,500	-	-
Deferred tax Assets(Net)	<b>5,922,943</b>	<b>354,844</b>	<b>4,502,669</b>	<b>244,450</b>
<b>9. CASH AND BANK BALANCES</b>				
<b>Cash and cash equivalents</b>				
<b>Balances with banks:</b>				
- On current accounts	10,286	616	312,285	16,954
	<b>10,286</b>	<b>616</b>	<b>312,285</b>	<b>16,954</b>
<b>Other bank balances:</b>				
	<b>10,286</b>	<b>616</b>	<b>312,285</b>	<b>16,954</b>
<b>10. SHORT TERM LOANS AND ADVANCES</b>				
- Loans to related parties(unsecured,considered good)	1,339,271	80,236	1,455,271	79,007
	<b>1,339,271</b>	<b>80,236</b>	<b>1,455,271</b>	<b>79,007</b>

Jubilant HollisterStier Inc.

Notes to financial statements as at 31st March,

	2014		2013	
	USD	INR (' In Thousands)	USD	INR (' In Thousands)
<b>11. OTHER EXPENSE</b>				
Auditors Remuneration - As Auditors	3,000	185	5,125	279
Legal , professional & consultancy charges	11,742	712	233,805	12,707
Bank Charges	666	40	640	35
Share of loss from Partnership Firm	823,743	50,866	711,904	38,692
	<b>839,151</b>	<b>51,803</b>	<b>951,474</b>	<b>51,713</b>
<b>12. FINANCE COSTS</b>				
Interest expense	3,866,844	233,643	3,861,434	209,869
	<b>3,866,844</b>	<b>233,643</b>	<b>3,861,434</b>	<b>209,869</b>
<b>13. EXCEPTIONAL ITEMS</b>				
Foreign Exchange (Gain)/Loss	(968,575)	(59,742)	(235,724)	(12,812)
	<b>(968,575)</b>	<b>(59,742)</b>	<b>(235,724)</b>	<b>(12,812)</b>