

Jubilant Hollister Stier Inc
Balance Sheet as at 31 March 2017

		USD	(₹ in thousand)	USD	(₹ in thousand)	USD	(₹ in thousand)
	Notes	As at 31 March 2017		As at 31 March 2016		As at 01 April 2015	
ASSETS							
Non-current assets							
Non-current investments	1	94,313,122	6,116,206	97,158,062	6,436,722	103,704,274	6,481,517
Deferred tax assets(net)		5,922,943	384,103	5,922,943	392,395	5,922,943	370,184
Income tax assets(net)		10,510	682	10,510	697	10,510	657
Total		100,246,575	6,500,991	103,091,515	6,829,814	109,637,727	6,852,358
Current assets							
Financial assets							
Cash and cash equivalents	2	17,683	1,147	17,698	1,172	140,462	8,779
Total current assets		17,683	1,147	17,698	1,172	140,462	8,779
Total assets		100,264,258	6,502,138	103,109,213	6,830,986	109,778,189	6,861,137
EQUITY AND LIABILITIES							
Equity							
Equity share capital	3(a)	42,325,600	1,922,108	42,325,600	1,922,108	26,825,600	1,218,215
Other equity	3(b)	(35,039,667)	(1,449,614)	(29,304,618)	(1,059,467)	(19,562,977)	(764,301)
Equity attributable to equity holders of the Parent		7,285,933	472,494	13,020,982	862,641	7,262,623	453,914
LIABILITIES							
Current liabilities							
Financial liabilities							
i) Short-term borrowings	4(a)	79,706,555	5,168,971	79,876,058	5,291,789	94,066,851	5,879,178
ii) Trade payables	4(b)	83,474	5,413	70,037	4,640	67,788	4,238
iii) Other financial liabilities	4(c)	13,188,296	855,260	10,142,136	671,916	8,380,926	523,807
Total current liabilities		92,978,325	6,029,644	90,088,231	5,968,345	102,515,565	6,407,223
Total liabilities		92,978,325	6,029,644	90,088,231	5,968,345	102,515,565	6,407,223
Total equity and liabilities		100,264,258	6,502,138	103,109,213	6,830,986	109,778,188	6,861,137

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

Place: Noida
Date: 22 May, 2017

Jubilant Hollister Stier Inc

Statement of Profit and Loss for the year ended 31 March 2017

		USD (₹ in thousand)		USD (₹ in thousand)	
	Notes	For the year ended 31 March 2017		For the year ended 31 March 2016	
Income		-	-	-	-
Expenses					
Finance costs	5	3,046,159	204,368	3,317,603	216,085
Other expenses	6	2,688,890	180,332	6,424,038	433,500
Total expenses		5,735,049	384,700	9,741,641	649,585
Loss for the Year		(5,735,049)	(384,700)	(9,741,641)	(649,585)
Other comprehensive income					
Items that will be reclassified to profit or loss					
Exchange differences on translation of foreign operations		-	(11,792)	-	663,263
Other comprehensive income for the year, net of tax		-	(11,792)	-	663,263
Total comprehensive income for the year		(5,735,049)	(396,491)	(9,741,641)	13,678
Loss is attributable to:					
Equity holders of the Parent		(5,735,049)	(384,700)	(9,741,641)	(649,585)
Non-controlling interests		-	-	-	-
		(5,735,049)	(384,700)	(9,741,641)	(649,585)
Total comprehensive income is attributable to:					
Equity holders of the Parent		(5,735,049)	(396,491)	(9,741,641)	13,678
Non-controlling interests		-	-	-	-
		(5,735,049)	(396,491)	(9,741,641)	13,678

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

Place: Noida
Date: 22 May, 2017

Jubilant Hollister Stier Inc
Statement of Cash Flows for the year ended 31 March 2017

	USD	(₹ in thousand)	USD	(₹ in thousand)
	For the year ended 31 March 2017		For the year ended 31 March 2016	
A. Cash flow from operating activities				
Net loss before tax	(5,735,049)	(384,700)	(9,741,641)	(649,585)
Adjustments :				
Share of Loss from Partnership	2,844,940	190,839	6,546,212	441,018
Unrealised foreign exchange	(199,092)	(13,393)	(128,333)	(7,923)
Finance costs	3,046,159	204,368	3,317,603	216,085
	5,692,007	381,814	9,735,482	649,180
Operating cash flow before working capital changes	(43,042)	(2,886)	(6,159)	(405)
Increase in trade payables, provisions and other liabilities	13,437	901	2,249	147
Cash generated from operations	(29,605)	(1,985)	(3,910)	(258)
Net cash generated from operating activities	(29,605)	(1,985)	(3,910)	(258)
C. Cash flow arising from financing activities				
Proceeds from issue of share capital	-	-	15,500,000	1,010,910
Proceeds/ Repayment of short term borrowings (Net)	29,590	1,984	(6,483,016)	(422,822)
Loan from subsidiaries	-	-	(7,579,443)	(494,331)
Finance costs paid	-	-	(1,556,395)	(101,508)
Net cash used in financing activities	29,590	1,984	(118,854)	(7,751)
D. Effect of exchange rate changes	-	(24)	-	402
Net decrease in cash and cash equivalents (A+B+C+D)	(15)	(25)	(122,764)	(7,607)
Add: cash and cash equivalents at the beginning of year	17,698	1,172	140,462	8,779
Cash and cash equivalents at the end of the year	17,683	1,147	17,698	1,172

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

Place: Noida
Date: 22 May, 2017

Jubilant Hollister Stier Inc
Notes to the financial statements for the year ended 31 March 2017

1. Non Current Investment

	USD	(₹ in thousand)	USD	(₹ in thousand)	USD	(₹ in thousand)
	As at		As at		As at	
	31 March 2017		31 March 2016		01 April 2015	
Trade Investments						
Investment in Equity Instruments (Fully Paid up Equity Shares)						
Investment in Subsidiary Companies :						
1000 (31 March 2016: 1000; 1 April 2015: 1000) units of no par value						
Draxis Pharma LLC	250,100	16,219	250,100	16,569	250,100	15,631
99.99% (31 March 2016: 99.99%; 1 April 2015; 99,99%) stake in						
Jubilant HollisterStier General Partnership	96,907,962	6,284,481	103,454,174	6,853,839	110,367,730	6,897,983
Add / (less): Share of loss from Partnership Firm	(2,844,940)	(184,494)	(6,546,212)	(433,686)	(6,913,556)	(432,097)
Total non current investments	94,313,122	6,116,206	97,158,062	6,436,722	103,704,274	6,481,517

2. Cash and cash equivalents

	USD	(₹ in thousand)	USD	(₹ in thousand)	USD	(₹ in thousand)
	As at		As at		As at	
	31 March 2017		31 March 2016		01 April 2015	
Balances with banks						
- in current accounts	17,683	1,147	17,698	1,172	140,462	8,779
Total cash and cash equivalents	17,683	1,147	17,698	1,172	140,462	8,779

4 (a) Short term borrowings

	USD	(₹ in thousand)	USD	(₹ in thousand)	USD	(₹ in thousand)
	As at		As at		As at	
	31 March 2017		31 March 2016		01 April 2015	
Loan repayable on demand from related parties	79,706,555	5,168,971	79,876,058	5,291,789	94,066,851	5,879,178
Total Revolving credit facility	79,706,555	5,168,971	79,876,058	5,291,789	94,066,851	5,879,178

4 (b) Trade payables

	USD	(₹ in thousand)	USD	(₹ in thousand)	USD	(₹ in thousand)
	As at		As at		As at	
	31 March 2017		31 March 2016		01 April 2015	
Trade payables	83,474	5,413	70,037	4,640	67,788	4,238
Total trade payables	83,474	5,413	70,037	4,640	67,788	4,238

4 (c) Other financial liabilities

	USD	(₹ in thousand)	USD	(₹ in thousand)	USD	(₹ in thousand)
	As at		As at		As at	
	31 March 2017		31 March 2016		01 April 2015	
Interest Accrued But Not Due On Borrowings	13,188,296	855,260	10,142,136	671,916	8,380,926	523,807
Total other current financial liabilities	13,188,296	855,260	10,142,136	671,916	8,380,926	523,807

Jubilant Hollister Stier Inc

Notes to the financial statements for the year ended 31 March 2017

3 (a) Equity share capital

	USD
Balance as at 1 April 2015	26,825,600
Additions during the year	15,500,000
Balance as at 31 March 2016	42,325,600
Additions during the year	-
Balance as at 31 March 2017	42,325,600

3 (b) Other Equity

	Reserves and Surplus		
	Retained earnings	Foreign currency translation reserve	Total
As at 1 April 2015	(19,562,977)	-	(19,562,977)
Loss for the year	(9,741,641)	-	(9,741,641)
Other comprehensive income	-	-	-
Total comprehensive income for the year	(9,741,641)	-	(9,741,641)
As at 31 March 2016	(29,304,618)	-	(29,304,618)

	Reserves and Surplus		
	Retained earnings	Foreign currency translation reserve	Total
As at 1 April 2016	(29,304,618)	-	(29,304,618)
Loss for the year	(5,735,049)	-	(5,735,049)
Other comprehensive income	-	-	-
Total comprehensive income for the year	(5,735,049)	-	(5,735,049)
As at 31 March 2017	(35,039,667)	-	(35,039,667)

Jubilant Hollister Stier Inc

Notes to the financial statements for the year ended 31 March 2017

3 (a) Equity share capital

	(₹ in thousand)
Balance as at 1 April 2015	1,218,215
Deductions during the year on account of capital reduction	703,893
Balance as at 31 March 2016	1,922,108
Additions during the year	-
Balance as at 31 March 2017	1,922,108

3 (b) Other Equity

	(₹ in thousand)		
	Reserves and Surplus		
	Retained earnings	Foreign currency translation reserve	Total
As at 1 April 2015	(764,301)	-	(764,301)
Loss for the year	(649,585)	-	(649,585)
Other comprehensive income	-	354,419	354,419
Total comprehensive income for the year	(649,585)	354,419	(295,166)
			-
As at 31 March 2016	(1,413,886)	354,419	(1,059,467)

	Reserves and Surplus		
	Retained earnings	Foreign currency translation reserve	Total
As at 1 April 2016	(1,413,886)	354,419	(1,059,467)
Loss for the year	(384,700)	-	(384,700)
Other comprehensive income	-	(5,447)	(5,447)
Total comprehensive income for the year	(384,700)	(5,447)	(390,147)
			-
As at 31 March 2017	(1,798,586)	348,972	(1,449,614)

Jubilant Hollister Stier Inc

Notes to the financial statements for the year ended 31 March 2017

3 (c). SHARE CAPITAL

	USD	(₹ in thousand)	USD	(₹ in thousand)	USD	(₹ in thousand)
	As at 31 March 2017		As at 31 March 2016		As at 01 April 2015	
Authorised						
3000 (31 March 2016: 3000; 1 April 2015: 3000) equity shares of no par value	-	-	-	-	-	-
Issued, Subscribed & Paid up						
1600 (31 March 2016: 1600; 1 April 2015: 1100) equity shares of no par value	42,325,600	1,922,108	42,325,600	1,922,108	26,825,600	1,218,215

(i) The Company has only one class of shares referred to as equity shares. Each holder of equity shares is entitled to one vote per share.

(ii) 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. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held by the shareholders.

(iii) The details of shareholders holding more than 5% shares is set out below:

Name of the shareholder	As at 31 March 2017		As at 31 March 2016		As at 01 April 2015	
	No of shares	% holding	No of shares	% holding	No of shares	% holding
HSL Holdings Inc.,USA, Holding company	1,600	100	1,600	100	1,100	100

(iv) 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:

Name of the shareholder	As at 31 March 2017		As at 31 March 2016		As at 01 April 2015	
	No of shares	(₹ in thousand)	No of shares	(₹ in thousand)	No of shares	(₹ in thousand)
HSL Holdings Inc.,USA, Holding company	42,325,600	1,922,108	42,325,600	1,922,108	26,825,600	1,218,215

(v) The reconciliation of the number of shares outstanding is set out below:

Particulars	As at 31 March 2017		As at 31 March 2016		As at 01 April 2015	
	No of shares	(₹ in thousand)	No of shares	(₹ in thousand)	No of shares	(₹ in thousand)
Numbers of shares at the beginning	1,600	1,922,108	1,100	1,218,215	1,100	1,218,215
Add: Shares issued during the year	-	-	500	703,893	-	-

Numbers of shares at the end

<u>1,600</u>	<u>1,922,108</u>	<u>1,600</u>	<u>1,922,108</u>	<u>1,100</u>	<u>1,218,215</u>
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Notes to the financial statements for the year ended 31 March 2017

5. Finance costs

Particulars	USD (₹ in thousand)		USD (₹ in thousand)	
	For the year ended		For the year ended	
	31 March 2017		31 March 2016	
Interest and finance charges on financial liabilities not at fair value through profit or loss	3,046,159	204,368	3,317,603	216,085
Finance costs expensed in profit or loss	3,046,159	204,368	3,317,603	216,085

6. Other expenses

Particulars	USD (₹ in thousand)		USD (₹ in thousand)	
	For the year ended		For the year ended	
	31 March 2017		31 March 2016	
Payments to auditors (refer note 6(a) below)	34,350	2,303	2,025	132
Legal and professional fees	8,677	582	3,785	250
Bank charges	15	1	349	23
Share of Loss from Partnership	2,844,940	190,839	6,546,212	441,018
Foreign Exchange Gain/Loss	(199,092)	(13,393)	(128,333)	(7,923)
Total other expenses	2,688,890	180,332	6,424,038	433,500

6 (a). Details of payments to auditors

Particulars	USD (₹ in thousand)		USD (₹ in thousand)	
	For the year ended		For the year ended	
	31 March 2017		31 March 2016	
Payment to auditors				
As auditor:				
Audit fee	34,350	2,303	2,025	132
Total payments to auditors	34,350	2,303	2,025	132

Revolving Credit Facility of CAD 8.27 million as at 1 April 2015 under Facility D1 to Jubilant HollisterStier Inc. from ICICI Bank, Canada as the arranger and the agent was closed during the year ended 31 March 2016. The facility was secured by way of:

- (i) Irrevocable and unconditional corporate guarantee from Jubilant HollisterStier Inc. and its subsidiaries.
- (ii) Pledge over all the fully paid up equity shares (present and future) of Jubilant HollisterStier Inc. and Draxis Pharma LLC.
- (iii) First and exclusive charge over the fixed assets and current assets of Jubilant HollisterStier Inc. and its subsidiaries.

16.2.7 Revolving Credit Facility of CAD Nil as at 1 April 2015 under Facility D2 to Jubilant DraxImage Inc. from ICICI Bank