

FAGRIS MEDICA PRIVATE LIMITED
BALANCE SHEET AS AT MARCH 31, 2017

| | Note No. | 31-Mar-17 | 31-Mar-16 | Amount in Rs. 1-Apr-15 |
|-------------------------------------|-------------|------------------|--------------------|---------------------------|
| A ASSETS | | | | |
| I Non-current assets | | | | |
| (a) Property, Plant and Equipment | 4 | - | 335,955 | 37,601 |
| (b) Financial assets | | | - | - |
| (i) Other financial assets | 5 | - | 38,000 | 14,650 |
| Total Non-current assets | | - | 373,955 | 52,251 |
| II Current assets | | | | |
| (a) Inventories | 6 | - | 4,065,728 | 5,737,125 |
| (b) Financial assets | | | | |
| (i) Trade receivables | 7 | - | 42,663,285 | 2,298,387 |
| (ii) Cash and cash equivalents | 8 | 1,366,238 | 3,107,370 | 1,078,217 |
| (iii) Other financial assets | 9 | - | 4,833,332 | 1,587,335 |
| (c) Other current assets | 10 | - | 433,752 | - |
| Total Current assets | | 1,366,238 | 55,103,467 | 10,701,064 |
| Total Assets | | 1,366,238 | 55,477,422 | 10,753,315 |
| B EQUITY AND LIABILITIES | | | | |
| I Equity | | | | |
| (a) Equity Share capital | 11 | 10,400,000 | 1,000,000 | 1,000,000 |
| (b) Other equity | 12 | (9,468,147) | (10,273,551) | (7,289,346) |
| Total Equity | | 931,853 | (9,273,551) | (6,289,346) |
| II Liabilities | | | | |
| 1 Non-current liabilities | | | | |
| (a) Provisions | 13 | 75,091 | 25,841 | - |
| | | 75,091 | 25,841 | - |
| 1 Current liabilities | | | | |
| (a) Financials Liabilities | | | | |
| (i) Borrowings | 14 | - | 27,910,000 | 10,185,996 |
| (ii) Trade payables | 15 | - | 28,590,422 | 3,237,836 |
| (iii) Other financial liabilities | 16 | 69,348 | 8,209,799 | 3,603,939 |
| (b) Provisions | 17 | 56 | 21 | - |
| (c) Current tax liabilities | 18 | 289,890 | 14,890 | 14,890 |
| | | 359,294 | 64,725,132 | 17,042,661 |
| Total Equity and liabilities | | 1,366,238 | 55,477,422 | 10,753,315 |

See accompanying notes forming part of the Financial Statements

In terms of our report attached
For Amarnath Kamath & Associates
Chartered Accountants
Firm Registration no. 000099S

For and on behalf of Board of Directors

V Narayanan
Partner
Mem No. : 219265

Alexander A
Director
DIN: 02276597

Joe Thomas
Director
DIN: 00468077

Place :Bangalore
Date: 11 May 2017

FAGRIS MEDICA PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS
FOR THE YEAR ENDED MARCH 31, 2017

| | Note No. | 31-Mar-17 | Amount in Rs. 31-Mar-16 |
|--|-------------|---------------------|----------------------------|
| 1 Revenue from operations | 19 | (19,932,680) | 49,970,185 |
| 2 Other income | 20 | 6,983,790 | - |
| 3 Total revenue (1+2) | | (12,948,890) | 49,970,185 |
| 4 Expenses | | | |
| (a) Cost of materials consumed | 21 | (5,485,947) | 15,425,103 |
| (c) (Increase) / Decrease in inventories of finished goods, work-in-progress and stock-in-trade | 22 | - | 1,650,550 |
| (a) Employee benefits expenses | 23 | 1,131,949 | 855,918 |
| (b) Other expenses | 24 | 17,044,421 | 33,533,795 |
| Total | | 12,690,423 | 51,465,366 |
| 5 Earning before exceptional items, interest, tax, depreciation and amortisation (EBITDA) (3-4) | | (25,639,313) | (1,495,181) |
| 6 Finance costs | 25 | 2,428,126 | 1,393,230 |
| 7 Depreciation and amortisation expense | 4 | 111,607 | 83,142 |
| 8 Profit before exceptional items and tax (5-6-7) | | (28,179,046) | (2,971,553) |
| 9 Exceptional items gain / (loss) (net) | | - | - |
| 10 Profit before tax (8+9) | | (28,179,046) | (2,971,553) |
| 11 Tax expense | 26 | 275,000 | - |
| 12 Profit for the year (10-11) | | (28,454,046) | (2,971,553) |
| 13 Other Comprehensive Income | | | |
| A) (i) Items that will not be reclassified to profit or loss | | (6,779) | (12,652) |
| A) (ii) Income tax relating to items that will not be reclassified to profit or loss | | - | - |
| B) (i) Items that may be reclassified to profit or loss | | - | - |
| B) (ii) Income tax relating to items that may be reclassified to profit or loss | | - | - |
| Total Other comprehensive Income | | (6,779) | (12,652) |
| 14 Total Comprehensive Income for the period (12+13) | | (28,460,825) | (2,984,205) |
| 15 Earnings per share (of Rs. 10/- each) | 29 | | |
| - Basic | | (155.99) | (29.72) |
| - Diluted | | (155.99) | (29.72) |

See accompanying notes forming part of the Financial Statements

In terms of our report attached
For Amarnath Kamath & Associates
Chartered Accountants
Firm Registration no. 000099S

For and on behalf of Board of Directors

V Narayanan
Partner
Mem No.: 219265

Alexander A
Director
DIN: 02276597

Joe Thomas
Director
DIN: 00468077

Place :Bangalore
Date: 11 May 2017

FAGRIS MEDICA PRIVATE LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEARS ENDED MARCH 31, 2017 AND MARCH 31, 2016

A) Equity share capital

| Particulars | Amount in Rs. |
|---|-------------------|
| Balance as at April 1, 2015 | 1,000,000 |
| Changes in equity share capital during the year | - |
| Balance as at March 31, 2016 | 1,000,000 |
| Changes in equity share capital during the year | |
| - Rights issue during the year | 9,400,000 |
| Balance as at March 31, 2017 | 10,400,000 |

B) Other equity

| Particulars | Reserves and Surplus | | | Other comprehensive income | Other Equity | |
|--|----------------------|---------------------|--|----------------------------|--------------|--|
| | Capital reserve | Retained earnings | Re - measurement of the defined benefit liabilities / (assets) | | | |
| | | | | | | |
| Balance as at April 1, 2015 | - | (7,289,346) | - | (7,289,346) | | |
| Profit/loss for the year | | (2,971,553) | | (2,971,553) | | |
| Other comprehensive income for the year (net of tax) | | | (12,652) | (12,652) | | |
| Total comprehensive income | - | (2,971,553) | (12,652) | (2,984,205) | | |
| Balance as at March 31, 2016 | - | (10,260,899) | (12,652) | (10,273,551) | | |
| Profit/loss for the year | | (28,454,046) | | (28,454,046) | | |
| Other comprehensive income for the year (net of tax) | - | | (6,779) | (6,779) | | |
| Total comprehensive income | - | (28,454,046) | (6,779) | (28,460,825) | | |
| Pursuant to business combinations (Refer note 28) | 29,266,229 | | | 29,266,229 | | |
| Balance as at March 31, 2017 | 29,266,229 | (38,714,945) | (19,431) | (9,468,147) | | |

See accompanying notes forming part of the standalone financial statements

In terms of our report attached
For Amarnath Kamath & Associates
Chartered Accountants
Firm Registration no. 000099S

For and on behalf of Board of Directors

V Narayanan
Partner
Mem No.: 219265

Alexander A
Director
DIN: 02276597

Joe Thomas
Director
DIN: 00468077

Place :Bangalore
Date: 11 May 2017

FAGRIS MEDICA PRIVATE LIMITED

Statement of Cashflows

Amount in Rs.

| Particulars | For the year ended 31 March, 2017 | | For the year ended 31 March, 2016 | |
|--|--------------------------------------|---------------------|--------------------------------------|---------------------|
| A. Cash flow from operating activities | | | | |
| Net Profit / (Loss) before extraordinary items and tax | | (28,179,046) | | (2,958,343) |
| <i>Adjustments for:</i> | | | | |
| Depreciation and amortisation | 111,607 | | 83,142 | |
| Miscellaneous expenditure written off | - | | - | |
| Amortisation of share issue expenses and discount on shares (Profit) / loss on sale / write off of assets | - | | - | |
| Expense on employee stock option scheme | - | | - | |
| Finance costs | 2,428,126 | | 1,359,730 | |
| Provision for gratuity & Leave Encashment | 42,506 | | - | |
| Net unrealised exchange (gain) / loss | - | | 93,099 | |
| | | 2,582,239 | | 1,535,971 |
| Operating profit / (loss) before working capital changes | | (25,596,807) | | (1,422,372) |
| <i>Changes in working capital:</i> | | | | |
| (Increase)/decrease in inventories | 4,065,726 | | 1,671,397 | |
| (Increase)/decrease in trade and other receivables | 42,663,285 | | (44,161,096) | |
| Other non-current assets | 38,000 | | - | |
| Other current assets | 5,267,084 | | - | |
| <i>Adjustments for increase / (decrease) in operating liabilities:</i> | | | | |
| Increase/(decrease) in trade and other payables | (36,730,873) | | 29,958,445 | |
| | | 15,303,222 | | (12,531,254) |
| | | (10,293,585) | | (13,953,626) |
| Net income tax (paid) / refunds | | - | | - |
| Net cash flow from / (used in) operating activities (A) | | (10,293,585) | | (13,953,626) |
| B. Cash flow from investing activities | | | | |
| Capital expenditure on fixed assets including capital advance | - | | (381,495) | |
| | | - | | (381,495) |
| Net cash flow from / (used in) investing activities (B) | | | | (381,495) |
| C. Cash flow from financing activities | | | | |
| Proceeds from issue of equity shares | 9,400,000 | | | |
| Advance from Related parties | - | | 17,724,004 | |
| Proceeds from Short-term borrowings | (27,910,000) | | | |
| Finance cost | (2,428,126) | | (1,359,730) | |
| | | (20,938,126) | | 16,364,274 |
| Net cash flow from / (used in) financing activities (C) | | (20,938,126) | | 16,364,274 |
| Net increase / (decrease) in Cash and cash equivalents (A+B+C) | | (31,231,711) | | 2,029,153 |
| Cash and cash equivalents at the beginning of the year | | 3,107,370 | | 1,078,217 |
| Cash and cash equivalents at the end of the year | | (28,124,341) | | 3,107,370 |
| Reconciliation of Cash and cash equivalents with the Balance Sheet: | | | | |
| Cash and cash equivalents as per Balance Sheet (Refer Note 13) | | 1,366,238 | | 3,107,370 |
| Cash and cash equivalents at the end of the year * | | 1,366,238 | | 3,107,370 |
| * Comprises: | | | | |
| (a) Cash on hand | | 17,370 | | 14,426 |
| (b) Balances with banks - in current accounts | | 1,348,868 | | 3,092,944 |
| | | 1,366,238 | | 3,107,370 |

As per our report of even date

For Amarnath Kamath & Associates

Chartered Accountants

Firm Registration no. 000099S

For and on behalf of the Board of Directors

V Narayanan

Partner

Mem No 219265

Alexander A

Director

DIN: 02276597

Joe Thomas

Director

DIN 00468077

Place :Bangalore

Date: 11 May 2017

FAGRIS MEDICA PRIVATE LIMITED
Notes forming part of the financial statements
11 Share capital
Amount in Rs.

| Particulars | 31-Mar-17 | 31-Mar-16 | 1-Apr-15 |
|---|-------------------|------------------|------------------|
| Authorised | | | |
| 1,605,000 (Previous year 105,000) Equity shares of Rs. 10/- each with voting rights | 16,050,000 | 1,050,000 | 1,050,000 |
| 6% 5,000 (Previous year 5,000) Redeemable non cumulative Preference Shares of Rs.10/- each. | 50,000 | 50,000 | 50,000 |
| Total | 16,100,000 | 1,100,000 | 1,100,000 |
| Issued, subscribed and fully paid-up | | | |
| 100,000 (Previous Year 100,000) Equity shares of Rs.10/- each with voting rights | 10,400,000 | 1,000,000 | 1,000,000 |
| Total | 10,400,000 | 1,000,000 | 1,000,000 |

(a) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

| Particulars | 31-Mar-17 | | 31-Mar-16 | | 1-Apr-15 | |
|-------------------------------|------------------|-------------------|----------------|------------------|----------------|------------------|
| | No. of Shares | Rs. | No. of Shares | Rs. | No. of Shares | Rs. |
| Equity share of Rs. 10/- each | | | | | | |
| Opening balance | 100,000 | 1,000,000 | 100,000 | 1,000,000 | 100,000 | 1,000,000 |
| Issued during the year | 940,000 | 9,400,000 | - | - | - | - |
| Closing balance | 1,040,000 | 10,400,000 | 100,000 | 1,000,000 | 100,000 | 1,000,000 |

(b) Detail of the rights, preferences and restrictions attaching to each class of shares outstanding Equity shares of Rs. 10/- each:

The Company has only one class of equity shares, having a par value of Rs.10/-. The holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. In the event of liquidation of the Company, the holders of the equity shares will be entitled to receive any of the remaining assets of the Company, after distribution to all other parties concerned. The distribution will be in proportion to number of equity shares held by the shareholders.

(c) Details of equity shares held by each shareholder holding more than 5% of shares:

| Particulars | 31-Mar-17 | | 31-Mar-16 | | 1-Apr-15 | |
|-------------------------|------------------|-------------|----------------|-------------|----------------|-------------|
| | No. of Shares | % Of shares | No. of Shares | % Of shares | No. of Shares | % Of shares |
| STRIDES SHASUN LIMITED | 1,040,000 | 100% | 90,000 | 90% | 90,000 | 90% |
| ROHINI MARIAM ALEXANDER | - | 0% | 10,000 | 10% | 10,000 | 10% |
| Total | 1,040,000 | 100% | 100,000 | 100% | 100,000 | 100% |

FAGRIS MEDICA PRIVATE LIMITED
Notes forming part of the financial statements

12 Other equity

Amount in Rs.

| Particulars | 31-Mar-17 | 31-Mar-16 | 1-Apr-15 |
|---|---------------------|---------------------|--------------------|
| Capital reserve | | | |
| Opening Balance | - | - | - |
| Add : On tranfer of business (Refer note 28) | 29,266,229 | - | - |
| Closing balance | 29,266,229 | - | - |
| Surplus in Statement of Profit and Loss | | | |
| Opening Balance | (10,260,899) | (7,289,346) | (3,059,310) |
| Add: (Loss) for the year | (28,454,046) | (2,971,553) | (4,230,036) |
| Closing balance | (38,714,945) | (10,260,899) | (7,289,346) |
| Items of other comprehensive income | | | |
| Opening Balance | (12,652) | - | - |
| Add/(Less) : other compehensive income for the year | (6,779) | (12,652) | - |
| Add / (Less): Tax impact on above | - | - | - |
| Closing balance | (19,431) | (12,652) | - |
| Total | (9,468,147) | (10,273,551) | (7,289,346) |

Note 3

Reconciliation of total equity as at March 31, 2016 and April 1, 2015

Amount in Rs.

| Particulars | Notes | As at March 31, 2016 (End of last period presented under previous GAAP) | As at April 01, 2015 (Date of transition) |
|---|-------|--|--|
| Total equity (shareholders' funds) under previous GAAP | | (9,247,689) | (6,289,345) |
| Re-measurement of defined benefit obligation | a | (25,862) | - |
| Total adjustment to equity | | (25,862) | - |
| Total Equity under Ind AS | | (9,273,551) | (6,289,345) |

Reconciliation of total comprehensive income for the year ended March 31, 2016

Amount in Rs.

| Particulars | Notes | Statement of Profit and loss | Other comprehensive Income | Total comprehensive Income |
|---|-------|------------------------------|----------------------------|----------------------------|
| Profit under previous GAAP as reported | | (2,958,343) | - | (2,958,343) |
| IND AS adjustments: | | | | |
| Recognition of defined benefit obligation liability | b | (13,210) | (12,652) | (25,862) |
| Profit as per IND AS (attributable to the owners of the Company) | | (2,971,553) | (12,652) | (2,984,205) |

Note:

- a) As per Ind-AS 19, liabilities arising on account of defined benefit obligation were accrued as per the actuarial valuation report. Actuarial gains and losses are recognized in other comprehensive income as compared to being recognized in the statement of profit and loss under IGAAP
- b) Adjustments reflect unamortised negative past service cost arising on modification of the gratuity plan in an earlier period. Ind AS 19 requires such gains and losses to be adjusted to retained earnings

Explanation of material adjustments to Statement of Cash Flows:

There are no material differences between the statement of cash flows presented under Ind AS and the previous GAAP except due to various re-classification adjustments recorded under Ind AS and difference in the definition of cash and cash equivalents under these two GAAPs.

FAGRIS MEDICA PRIVATE LIMITED

Note 4

Property, plant and equipment

Amount in Rs.

| SI No | Description | GROSS BLOCK | | | | DEPRECIATION | | | | NET BLOCK | |
|-------|------------------------------|----------------|-----------------|-----------------|-----------|----------------|----------------|-----------------|-----------|-----------|----------------|
| | | As on | Additions | Deletions | As on | Up to | For the | Deletions | Up to | As on | As on |
| | | 1/Apr/16 | During the year | During the Year | 31/Mar/17 | 1/Apr/16 | Year | During the Year | 31/Mar/17 | 31/Mar/17 | 31/Mar/16 |
| 1 | OFFICE EQUIPMENT & COMPUTERS | 84,657 | - | 84,657 | - | 63,281 | 16,233 | 79,514 | - | - | 21,376 |
| 2 | PLANT & MACHINERY | 381,495 | - | 381,495 | - | 66,917 | 95,374 | 162,291 | - | - | 314,578 |
| | TOTAL | 466,152 | - | 466,152 | - | 130,197 | 111,607 | 241,804 | - | - | 335,955 |

Amount in Rs.

| SI No | Description | GROSS BLOCK | | | | DEPRECIATION | | | | NET BLOCK | |
|-------|------------------------------|---------------|-----------------|-----------------|----------------|---------------|---------------|-----------------|----------------|----------------|---------------|
| | | As on | Additions | Deletions | As on | Up to | For the | Deletions | Up to | As on | As on |
| | | 1/Apr/15 | During the year | During the Year | 31/Mar/16 | 1/Apr/15 | Year | During the Year | 31/Mar/16 | 31/Mar/16 | 1/Apr/15 |
| 1 | OFFICE EQUIPMENT & COMPUTERS | 84,657 | - | - | 84,657 | 47,056 | 16,225 | - | 63,281 | 21,376 | 37,601 |
| 2 | PLANT & MACHINERY | - | 381,495 | - | 381,495 | - | 66,917 | - | 66,917 | 314,578 | - |
| | TOTAL | 84,657 | 381,495 | - | 466,152 | 47,056 | 83,141 | - | 130,197 | 335,955 | 37,601 |

FAGRIS MEDICA PRIVATE LIMITED
Notes forming part of the financial statements

Note
No.

| 5 Other financial assets | | Amount in Rs. | | |
|------------------------------------|-----------|----------------------|---------------|--|
| Particulars | 31-Mar-17 | 31-Mar-16 | 1-Apr-15 | |
| Unsecured, considered good: | | | | |
| - Security deposits | - | 38,000 | 14,650 | |
| Total | - | 38,000 | 14,650 | |

| 6 Inventories | | Amount in Rs. | | |
|--|-----------|----------------------|------------------|--|
| Particulars | 31-Mar-17 | 31-Mar-16 | 1-Apr-15 | |
| Raw materials | - | 4,065,728 | 4,086,575 | |
| Finished goods (other than those acquired for trading) | - | - | 1,650,550 | |
| Total | - | 4,065,728 | 5,737,125 | |

| 7 Trade receivables | | Amount in Rs. | | |
|--|-----------|----------------------|------------------|--|
| Particulars | 31-Mar-17 | 31-Mar-16 | 1-Apr-15 | |
| Trade receivables | | | | |
| - Unsecured, considered good | - | 42,663,285 | 2,298,387 | |
| - Unsecured, considered doubtful | - | - | - | |
| | - | 42,663,285 | 2,298,387 | |
| Less: Provision for doubtful trade receivables | - | - | - | |
| | - | 42,663,285 | 2,298,387 | |
| Total | - | 42,663,285 | 2,298,387 | |

| 8 Cash and cash equivalents | | Amount in Rs. | | |
|------------------------------------|------------------|----------------------|------------------|--|
| Particulars | 31-Mar-17 | 31-Mar-16 | 1-Apr-15 | |
| Cash on hand | 17,370 | 14,426 | 3,499 | |
| Balance with banks: | | | | |
| - In current account | 1,348,868 | 3,092,944 | 1,074,718 | |
| Total | 1,366,238 | 3,107,370 | 1,078,217 | |

| 9 Other financial assets | | Amount in Rs. | | |
|---------------------------------------|-----------|----------------------|------------------|--|
| Particulars | 31-Mar-17 | 31-Mar-16 | 1-Apr-15 | |
| Balances with government authorities: | | | | |
| - CENVAT credit receivable | - | 2,007,368 | 849,126 | |
| - VAT credit receivable | - | 1,169,017 | 738,209 | |
| - Service tax credit receivable | - | 759,154 | - | |
| - Incentives receivables | - | 897,793 | - | |
| Total | - | 4,833,332 | 1,587,335 | |

FAGRIS MEDICA PRIVATE LIMITED
Notes forming part of the financial statements

Note

No.

10 Other current assets **Amount in Rs.**

| Particulars | 31-Mar-17 | 31-Mar-16 | 1-Apr-15 |
|-----------------------------------|-----------|----------------|----------|
| Unsecured, considered good | | | |
| Loans and advances to suppliers | - | 433,752 | - |
| Total | - | 433,752 | - |

13 Provisions **Amount in Rs.**

| Particulars | 31-Mar-17 | 31-Mar-16 | 1-Apr-15 |
|--------------------------|---------------|---------------|----------|
| Gratuity (Refer note 27) | 75,091 | 25,841 | - |
| Total | 75,091 | 25,841 | - |

14 Borrowings **Amount in Rs.**

| Particulars | 31-Mar-17 | 31-Mar-16 | 1-Apr-15 |
|---------------------------------|-----------|-------------------|----------------------|
| Related Parties : | | | |
| Unsecured Loans (Refer note 29) | - | 27,910,000 | 10,185,996.00 |
| Total | - | 27,910,000 | 10,185,996.00 |

The company has obtained unsecured loan from holding Company Strides Shasun Ltd, Carries an interest of 9% Per

15 Trade payables **Amount in Rs.**

| Particulars | 31-Mar-17 | 31-Mar-16 | 1-Apr-15 |
|--------------------------|-----------|-------------------|------------------|
| Trade payables: | | | |
| - Acceptance | - | - | - |
| - Other than acceptances | - | 28,590,422 | 3,237,836 |
| Total | - | 28,590,422 | 3,237,836 |

16 Other financial liabilities **Amount in Rs.**

| Particulars | 31-Mar-17 | 31-Mar-16 | 1-Apr-15 |
|---------------------------|---------------|------------------|------------------|
| Dues to Related Parties | 16,891 | 7,947,117 | 488,624 |
| Other payables: | | | |
| - Statutory remittances | 52,457 | 262,682 | 83,134 |
| - Advances from Customers | - | - | 3,032,181 |
| Total | 69,348 | 8,209,799 | 3,603,939 |

17 Provisions **Amount in Rs.**

| Particulars | 31-Mar-17 | 31-Mar-16 | 1-Apr-15 |
|--------------------------|-----------|-----------|----------|
| Gratuity (Refer note 27) | 56 | 21 | - |
| Total | 56 | 21 | - |

18 Current tax liabilities **Amount in Rs.**

| Particulars | 31-Mar-17 | 31-Mar-16 | 1-Apr-15 |
|----------------------------|----------------|---------------|---------------|
| - Provision for income tax | 289,890 | 14,890 | 14,890 |
| Total | 289,890 | 14,890 | 14,890 |

FAGRIS MEDICA PRIVATE LIMITED
Notes forming part of the financial statements

Note
No.

19 Revenue from operations **Amount in Rs.**

| Particulars | 31-Mar-17 | 31-Mar-16 |
|--|---------------------|-------------------|
| Sale of products (Refer note (i) below) | (19,113,159) | 48,260,236 |
| Other operating revenues (Refer note (ii) below) | (819,521) | 1,709,949 |
| Total | (19,932,680) | 49,970,185 |
| Less: Excise duty | - | - |
| Total | (19,932,680) | 49,970,185 |

Note:

(i) Sale of products include Rs.29,043,242/- towards return of goods sold during the previous year ended March 31, 2016.

(ii) Other operating revenues include Rs.1,247,115/- towards reversal and payment of government incentives claimed on the above sales return.

20 Other income **Amount in Rs.**

| Particulars | 31-Mar-17 | 31-Mar-16 |
|---------------------------|------------------|-----------|
| Others (Refer note below) | 6,983,790 | - |
| Total | 6,983,790 | - |

Note:

Other income includes claims received from transporters and insurance towards shipment damage.

21 Cost of materials consumed **Amount in Rs.**

| Particulars | 31-Mar-17 | 31-Mar-16 |
|-----------------------------------|------------------|-------------------|
| Opening stock | 4,065,728 | 4,086,575 |
| Add: Purchases | 220,774 | 15,358,892 |
| Add: Excise Duty | 1,465,394 | 45,364 |
| Closing stock | - | 4,065,728 |
| Cost of materials consumed | 5,751,896 | 15,425,103 |

22 (Increase) / Decrease in inventories of finished goods, work-in-progress and stock-in-trade

| Particulars | 31-Mar-17 | 31-Mar-16 |
|--|-----------|------------------|
| Inventories at the end of the year: | | |
| - Finished goods | - | - |
| Inventories at the beginning of the year: | | |
| - Finished goods | - | 1,650,550 |
| Net (increase) / decrease | - | 1,650,550 |

23 Employee benefits expenses **Amount in Rs.**

| Particulars | 31-Mar-17 | 31-Mar-16 |
|------------------------|------------------|----------------|
| Salaries and wages | 1,117,894 | 846,318 |
| Staff welfare expenses | 14,055 | 9,600 |
| Total | 1,131,949 | 855,918 |

FAGRIS MEDICA PRIVATE LIMITED
Notes forming part of the financial statements

Note

No.

24 Other expenses

Amount in Rs.

| Particulars | 31-Mar-17 | 31-Mar-16 |
|--|-------------------|-------------------|
| Subcontracting | 10,000 | 1,263,196 |
| Power and fuel | - | 34,935 |
| Rent | 278,963 | 237,200 |
| Repairs and maintenance: | | |
| - Machinery | - | 87,166 |
| - Others | 8,935 | 55,698 |
| Insurance | 20,150 | 9,052 |
| Rates and taxes | 313,107 | 614,820 |
| Communication | 63,355 | 135,506 |
| Travelling and conveyance | 819,443 | 264,289 |
| Printing and stationery | 14,974 | 20,813 |
| Freight and forwarding | 3,369,175 | 1,851,167 |
| Business promotion | 520 | 23,291,490 |
| Legal and professional | 2,606,077 | 2,514,401 |
| Payments to auditors (-Refer Note (i) below) | 50,000 | 200,000 |
| Consumables | 998,739 | 1,672,169 |
| Support Service charges | 906,183 | 1,200,000 |
| Net loss on foreign currency transactions | 364,868 | 16,798 |
| Provision for doubtful trade receivables | 7,200,029 | - |
| Miscellaneous expenses | 19,903 | 65,095 |
| Total | 17,044,421 | 33,533,795 |

25 Finance costs

Amount in Rs.

| Particulars | 31-Mar-17 | 31-Mar-16 |
|----------------------|------------------|------------------|
| Interest expense on: | | |
| - Borrowings | 2,384,688 | 1,359,730 |
| Other finance costs | 43,438 | 33,500 |
| Total | 2,428,126 | 1,393,230 |

26 Tax expenses

Amount in Rs.

| Particulars | 31-Mar-17 | 31-Mar-16 |
|---|------------------|------------------|
| Current tax expenses | 275,000 | - |
| Current tax expense relating to prior years | - | - |
| Deferred tax expenses | - | - |
| Less: MAT credit availed | - | - |
| Net tax expense | 275,000 | - |

FAGRIS MEDICA PRIVATE LIMITED
Notes forming part of the financial statements

27. Employee benefit plans

27.1 Defined benefit plans

The Company provides for gratuity for employees as per the Payment of Gratuity Act, 1972. Employees who are in continuous service of 5 years are eligible for gratuity under this Act. The amount of gratuity payable on termination / retirement is the last drawn basic salary per month of the employee proportionate for a period of 15 days per completed year of service. The above liability is not funded.

These plans typically expose the Group to actuarial risks such as: investment risk, interest rate risk, longevity risk and salary risk

The most recent actuarial valuation of the plan assets and the present value of the defined benefit obligation were carried out as at March 31, 2017 by Mr. I Sambasiva Rao, Fellow of the Institute of Actuaries of India. The present value of the defined benefit obligation, and the related current service cost and past service cost, were measured using the projected unit credit method.

The principal assumptions used for the purposes of the actuarial valuations were as follows.

| | Valuation as at | |
|-------------------------------------|-----------------|-----------|
| | 31-Mar-17 | 31-Mar-16 |
| Discount rate(s) | 7.50% | 8.00% |
| Expected rate(s) of salary increase | 10% | 10% |

Amounts recognised in statement of profit and loss in respect of these defined benefit plans are as follows.

| | Amount in INR | |
|---|---------------|---------------|
| | 31-Mar-17 | 31-Mar-16 |
| Service cost: | | |
| Current service cost | 40,437 | 13,210 |
| Past service cost and (gain)/loss from settlements | - | - |
| Net interest expense | 2,069 | - |
| Components of defined benefit costs recognised in profit or loss | 42,506 | 13,210 |

Remeasurement on the net defined benefit liability:

| | | |
|--|--------|--------|
| Return on plan assets (excluding amounts included in net interest expense) | 6,779 | 12,652 |
| Adjustments for restrictions on the defined benefit asset | - | - |
| Components of defined benefit costs recognised in other comprehensive income | 6,779 | 12,652 |
| Total | 49,285 | 25,862 |

The current service cost and the net interest expense for the year are included in the 'Employee benefits expense' line item in the statement of profit and loss. The remeasurement of the net defined benefit liability is included in other comprehensive income.

The amount included in the balance sheet arising from the entity's obligation in respect of its defined benefit plans is as follows:

| | Amount in INR | |
|--|---|-----------------|
| | As at 31-Mar-17 | As at 31-Mar-16 |
| Present value of defined benefit obligation | 75,147 | 25,862 |
| Fair value of plan assets | - | - |
| Funded status | The defined benefit plan is not funded. | |
| Restrictions on asset recognised | - | - |
| Others [describe] | - | - |
| Net liability arising from defined benefit obligation | 75,147 | 25,862 |

| Movements in the present value of the defined benefit obligation are as follows. | Amount in INR | |
|---|---------------------------------|---------------------------------|
| | Year ended 31-Mar-17 | Year ended 31-Mar-16 |
| Opening defined benefit obligation | 25,862 | - |
| Current service cost | 40,437 | 13,210 |
| Interest cost | 2,069 | - |
| Remeasurement (gains)/losses: | | |
| Actuarial gains and losses arising from changes in demographic assumptions | - | - |
| Actuarial gains and losses arising from changes in financial assumptions | 5,553 | - |
| Actuarial gains and losses arising from experience adjustments | 1,226 | 12,652 |
| Closing defined benefit obligation | 75,147 | 25,862 |

Significant actuarial assumptions for the determination of the defined obligation are discount rate, expected salary increase and mortality. The sensitivity analyses below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

| Defined Benefit Obligation | Amount in INR | |
|-------------------------------------|----------------------|-------------------------|
| | 01-Apr-16 | to 31-Mar-17 |
| Under Base Scenario | | 75,147 |
| Discount rate | | |
| a. Discount rate - 100 basis points | | 88,443 |
| b. Discount rate + 100 basis points | | 64,648 |
| Salary increase rate | | |
| a. Rate - 100 basis points | | 65,827 |
| b. Rate + 100 basis points | | 81,725 |
| Withdrawal Rate | | |
| a. Rate - 100 basis points | | 78,787 |
| b. Rate + 100 basis points | | 71,974 |

The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same as that applied in calculating the defined benefit obligation liability recognised in the balance sheet.

There was no change in the methods and assumptions used in preparing the sensitivity analysis from prior years.

Note: The estimates and rate of escalation in salary considered in actuarial valuation take into consideration inflation, seniority, promotion and other relevant factors such as employment market conditions. These figures are as certified by an actuary.

Notes forming part of the financial statements**Note 28**

The Company entered into an agreement to sell its business to Strides Shasun Limited ("Strides") on February 7, 2017 and the transaction was completed on March 31, 2017. The Company is a wholly owned subsidiary of Strides as on the date of transfer. This being a common control transaction, the assets and liabilities of the Company has been transferred at book value, and the difference between the consideration and book value of assets transferred has been credited to Capital reserve.

Consideration received:

| Particulars | Amount |
|--|-------------------|
| Cash (adjusted against loan received from the holding company) | 30,454,170 |
| Total | 30,454,170 |

Assets acquired and liabilities transferred at the date of sale:

| Particulars | Amount |
|-------------------------|---------------|
| Current assets | 27,523,342 |
| Non-current assets | 224,349 |
| Current liabilities | (26,559,750) |
| Non-current liabilities | - |

Capital reserve arising on transfer:

| Particulars | Amount |
|--|-------------------|
| Consideration received | 30,454,170 |
| Less: Identifiable net assets transferred | (1,187,941) |
| Excess of the consideration received by the Company over the net assets transferred to Strides, has been credited to capital reserves | 29,266,229 |

Note 29**Related Party Disclosures**

| Party where the Control Exists | Name of Related Party |
|--------------------------------|------------------------|
| Holding Company | Strides Shasun Limited |
| Fellow subsidiary | Strides CIS Limited |

Amount in Rs.

| SI No | Nature of Transaction | | Holding Company | Fellow Subsidiary |
|----------|---|------|-----------------|-------------------|
| A | Transactions during the year: | | | |
| | a) Loans & Advances - Taken / Repaid (net) | 2017 | (27,910,000) | - |
| | | 2016 | 22,400,000 | - |
| | b) Sale of Goods | 2017 | 3,587,821 | - |
| | | 2016 | 1,574,967 | - |
| | c) Support Service Charges (excl. Service tax) | 2017 | 906,183 | - |
| | | 2016 | 1,200,000 | - |
| | d) Reimbursed of Expenses incurred by | 2017 | 741,308 | - |
| | | 2016 | 92,626 | 23,282,505 |
| | e) Interest Expenses | 2017 | 2,380,690 | - |
| | | 2016 | 1,359,730 | - |
| | f) Rent Paid | 2017 | 60,300 | - |
| | | 2016 | - | - |
| | g) Issue of shares | 2017 | 9,400,000 | - |
| | | 2016 | - | - |
| | h) Consideration for sale of business | 2017 | 30,454,170 | - |
| | | 2016 | - | - |
| B | Balances Outstanding: | | | |
| | a) Loan | 2017 | - | - |
| | | 2016 | 27,910,000 | - |
| | b) Advances | 2017 | 16,891 | - |
| | | 2016 | 7,947,117 | - |
| | c) Payables | 2017 | - | - |
| | | 2016 | 1,254,000 | 23,282,505 |

Note 30**Earnings Per share**

| Particulars | 31st March 2017 | 31st March 2016 |
|---|-----------------|-----------------|
| Net Profit after Tax (In Rupees) | (28,454,046) | (2,971,553) |
| Weighted average number of equity shares (No.s) | 182,411 | 100,000 |
| Earnings/(Loss) per share (In Rupees) | (155.99) | (29.72) |
| Nominal Value of Equity Shares (In Rupees) | 10.00 | 10.00 |

Note 31

Previous year figures have been regrouped and reclassified where necessary to conform to current year figures.

For **Amarnath Kamath & Associates**

Chartered Accountants

Firm Registration no. 000099S

For and on behalf of Board of Directors

V Narayanan
Partner
Mem No 219265

Alexander A
Director
DIN: 02276597

Joe Thomas
Director
DIN 00468077

Place :Bangalore
Date: 11 May 2017