

Balance Sheet

	Schedule	As at			
		31-March-2011		31-March-2010	
		Euro	Rs.	Euro	Rs.
SOURCES OF FUNDS					
SHAREHOLDERS' FUNDS					
(a) Share Capital	1	69.67	3,645.29	69.67	3,645.29
(b) Reserves and Surplus	2	-	78.70	-	106.35
		<u>69.67</u>	<u>3,723.99</u>	<u>69.67</u>	<u>3,751.64</u>
LOAN FUNDS					
(a) Secured Loans	3	18.56	1,173.65	-	-
(b) Unsecured Loans	4	-	-	-	-
		<u>18.56</u>	<u>1,173.65</u>	<u>-</u>	<u>-</u>
		<u>88.23</u>	<u>4,897.64</u>	<u>69.67</u>	<u>3,751.64</u>
APPLICATION OF FUNDS					
FIXED ASSETS					
(a) Gross Block	5	0.28	17.62	0.35	21.44
(b) Less : Depreciation & Amortisation		0.27	16.84	0.32	19.42
(c) Net Block		<u>0.01</u>	<u>0.77</u>	<u>0.03</u>	<u>2.02</u>
(d) Capital Work in Progress		-	-	-	-
		<u>0.01</u>	<u>0.77</u>	<u>0.03</u>	<u>2.02</u>
INVESTMENTS	6	58.60	3,138.76	58.60	3,138.76
Net Deferred Tax Asset		-	-	-	-
CURRENT ASSETS, LOANS AND ADVANCES					
(a) Inventories	7	1.17	72.16	0.69	45.46
(b) Sundry Debtors	8	8.48	536.45	6.35	384.86
(c) Cash and Bank Balances	9	4.11	260.13	2.56	155.24
(d) Other Current assets	10	0.04	2.31	0.04	2.49
(e) Loans and Advances	11	7.77	491.51	3.23	195.63
		<u>21.58</u>	<u>1,362.55</u>	<u>12.87</u>	<u>783.68</u>
Less: CURRENT LIABILITIES AND PROVISIONS					
(a) Current Liabilities	12	11.14	704.50	12.52	757.97
(b) Provisions	13	-	-	-	-
		<u>11.14</u>	<u>704.50</u>	<u>12.52</u>	<u>757.97</u>
Net Current Assets		10.44	658.05	0.36	25.70
Profit and Loss Account		19.17	1,100.05	10.67	585.16
		<u>88.23</u>	<u>4,897.64</u>	<u>69.67</u>	<u>3,751.64</u>

All monetary and non-monetary items in the balance sheet have been translated at closing rate of 1 Euro = Rs. 63.24 (Rs. 60.56)

Profit & Loss Account

	Schedule	For the year ended			
		31-March-2011		31-March-2010	
		Euro	Rs.	Euro	Rs.
INCOME					
(a) Sales & Operating Income	14	24.60	1,484.30	25.15	1,686.22
(b) Other Income	15	0.01	0.64	0.01	0.64
Total (a+b)		24.61	1,484.94	25.16	1,686.86
EXPENDITURE					
(c) Material Cost	16	3.03	189.63	2.29	151.17
(d) Personnel Costs	17	1.34	81.11	1.56	104.71
(e) Manufacturing and Other Expenses	18	27.74	1,669.99	37.31	2,485.89
(f) Research & Development Expenses		-	-	-	-
(g) Depreciation & Amortisation		0.01	0.70	0.05	3.15
Total (c to g)		32.13	1,941.43	41.21	2,744.91
PROFIT BEFORE INTEREST, TAX AND EXCEPTIONAL ITEM		(7.52)	(456.49)	(16.05)	(1,058.05)
Net Interest expense/(income)	19	0.08	3.49	0.35	23.73
PROFIT BEFORE TAX AND EXCEPTIONAL ITEMS		(7.60)	(459.98)	(16.40)	(1,081.78)
PROVISION FOR TAXATION:					
Current Tax		1.26	77.34	-	-
Deferred Tax		-	-	-	-
		1.26	77.34	-	-
Short/(Excess) provision for tax of earlier years		(0.36)	(22.42)	0.45	28.67
		0.90	54.92	0.45	28.67
PROFIT AFTER TAX AND BEFORE EXCEPTIONAL ITEMS		(8.50)	(514.89)	(16.85)	(1,110.45)
Prior Period Adjustment		-	-	-	-
Exceptional items		-	-	-	-
NET PROFIT FOR THE PERIOD		(8.50)	(514.89)	(16.85)	(1,110.45)
Balance Brought forward from Previous Year		(10.67)	(585.16)	6.18	525.29
PROFIT AVAILABLE FOR APPROPRIATION		(19.17)	(1,100.05)	(10.67)	(585.16)
APPROPRIATIONS					
Balance Carried to Balance Sheet		(19.17)	(1,100.05)	(10.67)	(585.16)

SCHEDULES
annexed to and forming part of the Financial Statements

	31-March-2011		As at		31-March-2010	
	Euro	Rs.	Euro	Rs.	Euro	Rs.
SCHEDULE - 1 : SHARE CAPITAL						
Paid-up						
Equity Shares	69.67	3,645.29	69.67	3,645.29	69.67	3,645.29
Less : Allotment Money in arrears	-	-	-	-	-	-
	69.67	3,645.29	69.67	3,645.29	69.67	3,645.29
Add : Shares Forfeited	-	-	-	-	-	-
	69.67	3,645.29	69.67	3,645.29	69.67	3,645.29
SCHEDULE - 2 : RESERVES AND SURPLUS						
General Reserve						
Surplus in Profit and Loss Account	-	-	-	-	-	-
Foreign Currency Translation Reserve	-	78.70	-	106.35	-	106.35
	-	78.70	-	106.35	-	106.35
SCHEDULE - 3 : SECURED LOANS						
Term Loan from Others	18.56	1,173.65	-	-	-	-
	18.56	1,173.65	-	-	-	-
SCHEDULE - 4 : UNSECURED LOANS						
Short Term Loans from Banks	-	-	-	-	-	-
	-	-	-	-	-	-
SCHEDULE - 6 : INVESTMENTS (Unquoted unless otherwise stated)						
LONG TERM INVESTMENTS:						
Investment in subsidiaries	58.60	3138.76	58.60	3138.76	58.60	3138.76
	58.60	3,138.76	58.60	3,138.76	58.60	3,138.76
SCHEDULE - 7 : INVENTORIES						
Stock-in-Trade:						
Finished Goods	1.17	72.16	0.69	45.46	0.69	45.46
	1.17	72.16	0.69	45.46	0.69	45.46
SCHEDULE - 8 : SUNDRY DEBTORS						
Considered Good			1.05	63.71	1.05	63.71
Doubtful			0.38	23.01	0.38	23.01
Less :- Provision			(0.38)	(23.01)	(0.38)	(23.01)
	-	-	1.05	63.71	1.05	63.71
Other Debts - Considered Good	8.48	536.45	5.30	321.15	5.30	321.15
	8.48	536.45	6.35	384.86	6.35	384.86
SCHEDULE - 9 : CASH AND BANK BALANCES						
Cash on hand	0.01	0.44	0.00	0.18	0.00	0.18
With Non - Scheduled Banks in current accounts	4.11	259.69	2.56	155.06	2.56	155.06
	4.11	260.13	2.56	155.24	2.56	155.24
SCHEDULE - 10 : OTHER CURRENT ASSETS						
Others	0.04	2.31	0.04	2.49	0.04	2.49
Fixed Assets Held for Sale [At lower of cost or net realisable value]	-	-	-	-	-	-
	0.04	2.31	0.04	2.49	0.04	2.49

SCHEDULES

annexed to and forming part of the Financial Statements

	As at			
	31-March-2011		31-March-2010	
	Euro	Rs.	Euro	Rs.
SCHEDULE - 11: LOANS AND ADVANCES				
(Unsecured and considered good)				
Short Term Deposits	-	-	-	-
Advances to Subsidiary Company	4.56	288.57	2.66	161.34
Advances recoverable in cash or in kind or for value to be received	-	-	-	-
	0.75	47.73	0.10	6.02
Less : Provision for Doubtful Advances	-	-	-	-
	<u>0.75</u>	<u>47.73</u>	<u>0.10</u>	<u>6.02</u>
Balance with the Excise Department / VAT	-	-	0.47	28.27
Advance Tax and Tax Deducted	-	-	-	-
Balance with the Customs Department	-	-	-	-
Advance Tax Paid net of Provisions	2.45	155.21	-	-
	<u>7.77</u>	<u>491.51</u>	<u>3.23</u>	<u>195.63</u>
SCHEDULE - 12 : CURRENT LIABILITIES				
Sundry Creditors	2.48	156.96	1.81	109.76
Due to Subsidiary Companies	6.19	391.35	8.19	495.75
Other Liabilities	0.24	15.28	-	-
Taxes / Vat Payable	-	-	0.13	7.77
Provision Net of Advance Tax	-	-	0.67	40.83
Advances from Customers	2.23	140.91	1.72	103.86
	<u>11.14</u>	<u>704.50</u>	<u>12.52</u>	<u>757.97</u>
SCHEDULE - 13: PROVISIONS				
Provision for Expenses	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
For the year ended				
	31-March-2011		31-March-2010	
	Euro	Rs.	Euro	Rs.
SCHEDULE - 14 : SALES & OPERATING INCOME				
Sales				
Sales	2.87	171.96	2.29	153.00
Total	<u>2.87</u>	<u>171.96</u>	<u>2.29</u>	<u>153.00</u>
Less : Excise Duty / ICMS collected	-	-	-	-
	<u>2.87</u>	<u>171.96</u>	<u>2.29</u>	<u>153.00</u>
Operating Income				
Net Foreign Exchange Gains	0.01	0.87	0.01	1.00
Income from Product Registration Dossiers	20.96	1,265.32	22.31	1,495.57
Other Operating Income	0.76	46.14	0.54	36.64
	<u>21.73</u>	<u>1,312.34</u>	<u>22.86</u>	<u>1,533.22</u>
	<u>24.60</u>	<u>1,484.30</u>	<u>25.15</u>	<u>1,686.22</u>
SCHEDULE - 15 : OTHER INCOME				
Cash Discount Received	0.01	0.64	0.01	0.64
	<u>0.01</u>	<u>0.64</u>	<u>0.01</u>	<u>0.64</u>
SCHEDULE - 16 : MATERIAL COST				
Purchase of Traded Goods	3.52	216.32	2.97	196.63
	<u>3.52</u>	<u>216.32</u>	<u>2.97</u>	<u>196.63</u>
(INCREASE)/DECREASE IN STOCK				
Opening Stocks				
Finished Goods	0.69	45.46	-	-
	<u>0.69</u>	<u>45.46</u>	<u>-</u>	<u>-</u>
Less: Closing Stocks				
Finished Goods	1.17	72.16	-	-
	<u>1.17</u>	<u>72.16</u>	<u>0.69</u>	<u>45.46</u>
	<u>(0.49)</u>	<u>(26.70)</u>	<u>(0.69)</u>	<u>(45.46)</u>
	<u>3.03</u>	<u>189.63</u>	<u>2.29</u>	<u>151.17</u>

SCHEDULES
annexed to and forming part of the Financial Statements

	For the year ended			
	31-March-2011		31-March-2010	
	Euro	Rs.	Euro	Rs.
SCHEDULE - 17 : PERSONNEL COSTS				
Salaries, Wages and Bonus	1.18	71.46	1.38	92.98
Contribution to Provident, Gratuity and other Funds	0.16	9.65	0.17	11.73
	<u>1.34</u>	<u>81.11</u>	<u>1.56</u>	<u>104.71</u>
SCHEDULE - 18 : MANUFACTURING & OTHER EXPENSES				
Power & Fuel	0.00	0.27	-	-
Labour and Job Work Charges	-	-	-	-
Selling, Publicity & Medical Literature Expenses	0.12	7.13	0.12	7.84
Commission on sales	-	-	0.02	1.32
Sales & Turnover Taxes	-	-	-	-
Provision for Doubtful Debts	-	-	0.38	26.30
Bad Debts written off	-	-	-	-
Travelling, Conveyance & Vehicle Expenses	0.02	1.15	0.11	7.35
Communication Expenses	0.00	0.11	0.01	0.88
Insurance	0.10	6.04	0.05	3.60
Rent	(0.00)	(0.03)	0.00	0.01
Registration Expenses	22.32	1,342.76	31.53	2,097.41
Net Foreign Exchange Loss	-	-	-	-
General Charges	5.17	311.96	5.09	341.18
Loss on Sale of Assets/ Impairment Loss on Assets	0.01	0.59	-	-
	<u>27.74</u>	<u>1,669.99</u>	<u>37.31</u>	<u>2,485.89</u>
SCHEDULE - 19 : NET INTEREST EXPENSE/(INCOME)				
Paid				
Fixed Period Loans	-	-	-	-
Others	0.50	30.30	0.37	24.79
	<u>0.50</u>	<u>30.30</u>	<u>0.37</u>	<u>24.79</u>
Received				
	0.43	26.81	0.02	1.06
	<u>0.08</u>	<u>3.49</u>	<u>0.35</u>	<u>23.73</u>

TORRENT PHARMA GMBH

SCHEDULE - 5: FIXED ASSETS

(Euro in lacs)

Particulars	Gross Block (At Cost)						Depreciation & Amortization						Net Block	
	As at 1-Apr-10	Additions up to 31-Mar-11	Deductions up to 31-Mar-11	As at 31-Mar-11	Forex Adjustments	As at 31-Mar-11	As at 1-Apr-10	For the year ended 31-Mar-11	On deduction up to 31-Mar-11	As at 31-Mar-11	Forex Adjustments	As at 31-Mar-11	As at 31-Mar-11	As at 31-Mar-10
I. TANGIBLES :														
Furniture and Fixtures, Office and Factory Appliances	0.29		0.08	0.22		0.22	0.27	0.01	0.07	0.22		0.22	-	0.03
Vehicles				-		-		-	-	-		-	-	-
II. INTANGIBLES :														
Computer Software	0.03			0.03		0.03	0.01	0.00	-	0.02		0.02	0.01	0.02
Product Licenses	0.04			0.04		0.04	0.04			0.04		0.04	-	-
TOTAL	0.35	-	0.08	0.28	-	0.28	0.32	0.01	0.07	0.27	-	0.27	0.01	0.03
Previous Year	0.32	0.04	-	0.35	-	0.35	0.27	0.05	-	0.32	-	0.32	0.03	
RATES	60.56	60.24	60.24			63.24	60.56	60.24	60.24			63.24		

(Rs. In Lacs)

Particulars	Gross Block (At Cost)						Depreciation & Amortization						Net Block	
	As at 1-Apr-10	Additions up to 31-Mar-11	Deductions up to 31-Mar-11	As at 31-Mar-11	Forex Adjustments	As at 31-Mar-11	As at 1-Apr-10	For the year ended 31-Mar-11	On deduction up to 31-Mar-11	As at 31-Mar-11	Forex Adjustments	As at 31-Mar-11	As at 31-Mar-11	As at 31-Mar-10
I. TANGIBLES :														
Furniture and Fixtures, Office and Factory Appliances	17.63	-	4.54	13.09	0.55	13.64	16.61	0.45	3.98	13.08	0.56	13.64	-	1.02
Vehicles	-	-	-	-	-	-		-	-		-	-	-	-
II. INTANGIBLES :														
Computer Software	1.67	-	-	1.67	0.07	1.74	0.67	0.25	-	0.93	0.04	0.97	0.77	1.00
Product Licenses	2.14	-	-	2.14	0.09	2.23	2.14	-	-	2.14	0.09	2.23	-	-
TOTAL	21.44	-	4.54	16.89	0.72	17.62	19.42	0.70	3.98	16.15	0.69	16.84	0.77	2.02
Previous Year	21.50	2.29	-	23.79	(2.36)	21.44	18.36	3.15	-	21.51	(2.09)	19.42	2.02	

Torrent Pharma GmbH, Nuremberg

Cash Flow Statement for the period April 1, 2010 to March 31, 2011 *

2010-11	
	Tsd. EUR
Loss after tax	-850
Depreciation/Amortisation of intangible assets and fixed assets	1
Increase in accruals	-227
De-/increase in inventories, trade receivables as well as other assets not to be assigned to investment and financing activity	-614
Decrease/increase of trade liabilities and other liabilities not to be assigned to investment and financing activity	-12
Loss/gain from sale of non-current assets	1
Other non-cash income and expenses	0
Cash flow from operating activities	-1.701
Payments-in from disposals of fixed assets	0
Payments-out for investments in tangible fixed assets	0
Payments-out for investments in intangible assets	0
Payments-out for investments in subsidiaries	0
Cash flow from investing activities	0
Payments-in from raising of credits	1.856
Payments-out from the repayment of credits	0
Cash flow from financing activities	1.856
Changes in cash and cash equivalents	155
Cash and cash equivalents at the beginning of the period	256
Cash and cash equivalents at the end of the period	411
Check	0

Cash and cash equivalents are composed as follows:

03/31/2011	
	Tsd. EUR
Cash	1
Bank balances	410
	411

* Cash Flow Statement in accordance with German GAAP ("DRS 2").

For identification purpose only
KPMG AG Wirtschaftsprüfungsgesellschaft

21.4.11