

Independent Auditors' Report

To the Shareholders and Directors of
Caplin Point Laboratories Colombia SAS.

I have audited the financial statements of **Caplin Point Laboratories Colombia SAS** which comprise the Statement of Financial Position as of March 31, 2022, the Statement of Income, the Statement of Changes in Equity, and the Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, such financial statements present fairly in all material aspects, the financial position of Caplin Point Laboratories Colombia SAS., as of March 31, 2022, and the results of operations and its cash flows for the year then ended, in accordance with the Accounting and Financial Reporting Standards in Colombia.

I have conducted my audit in accordance with International Standards on Auditing (ISA). I am independent of the company in accordance with the International Ethics Standard Board for Accountants' Code of Ethics for Professionals Accountants (IESBA Code) together with the ethical requirements that are relevant to my audit of the financial statements in Colombia, and I have fulfilled my other ethical responsibilities in accordance with these requirements and the IESBA Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Sd/-

Certified Public Accountant

Jose Eliberto Pedroza BAEZ

TP. 191599-T

Colombia,
28th April , 2022

CAPLIN POINT LABORATORIES COLOMBIA SAS

Balance Sheet as at 31st March, 2022

(All amounts are in Colombian Pesos)

Particulars	Note No	As at 31st March, 2022	As at 31st March, 2021
ASSETS			
(1) Non-Current Assets			
(a) Property, Plant and Equipment	4	1,263,640	2,392,811
(b) Financial Assets			
(i) Loans & Advances	5	18,010	18,010
Sub-total-Non current assets		1,281,650	2,410,821
(2) Current Assets			
(a) Inventories	6	73,105,883	73,105,883
(b) Financial Assets			
(i) Cash and Cash equivalents	7	53,486,917	33,732,202
(ii) Loans & Advances	8	2,011,872	16,989,314
Sub-total-Current assets		128,604,672	123,827,399
Total		129,886,322	126,238,220
Equity and Liabilities			
(1) Equity			
Equity Share capital	9	1,190,033,000	997,533,000
Share application	9A	73,319,240	73,319,240
Other Equity	10	(1,052,901,120)	(966,468,492)
Current Year results		(253,284,780)	(86,432,628)
Equity attributable to shareholders of the company		(42,833,660)	17,951,120
Sub-total-Total Equity		(42,833,660)	17,951,120
(2) Liabilities			
(B) Current Liabilities			
(a) Financial Liabilities			
(i) Trade Payables	11	18,828,236	73,541,001
(ii) Other Current Liabilities	12	31,730,128	31,270,899
(b) Provisions	13	721,176	475,200
(C) Short term borrowings	14	121,440,441	-
(D) Income tax liabilities (Net)		-	3,000,000
Sub-total-Current liabilities		172,719,982	108,287,100
Total		129,886,322	126,238,220

Certified Public Accountant (CPA)

Sd/-

Jose Eliberto Pedroza BAEZ

TP. 191599-T

Place: Colombia

Legal Representative of Caplin Point Laboratories
Colombia SAS

Sd/-

Jenny Estella Preito Acosta

CAPLIN POINT LABORATORIES COLOMBIA SAS
Statement of Profit and Loss for the period April to March, 2022
(All amounts are in Colombian Pesos)

Particulars	Sch No	April 2021 to March, 2022	April 2020 to March, 2021
I . INCOME			
(a) Revenue from Operations	15	-	265,075,184
(b) Other income	16	75,392,254	131,970,912
Total Income		75,392,254	397,046,097
II . EXPENSES			
(a) Cost of Goods Sold	17	-	137,501,387
(d) Employee benefits expense	18	277,028,264	216,866,590
(f) Depreciation and Amortisation Expenses	19	1,129,171	1,122,475
(h) Other expenses	20	50,519,599	124,988,272
Total Expenses		328,677,034	480,478,724
III . Profit before exceptional Items and tax		(253,284,780)	(83,432,628)
IV . Exceptional Items		-	
V . Profit before tax		(253,284,780)	(83,432,628)
VI . Provision for taxation			
- Current Tax		-	3,000,000
VII . Profit After Tax for the Year		(253,284,780)	(86,432,628)

Certified Public Accountant (CPA)

Legal Representative of Caplin Point
Laboratories Colombia SAS

Sd/-

Sd/-

Jose Eliberto Pedroza BAEZ

Jenny Estella Preito Acosta

TP. 191599-T

Place: Colombia

Caplin Point Laboratories Colombia SAS				
Cash Flow statement for the period ended 31st March, 2022				
(All amounts are in Colombian Pesos)				
	For the Period period March 31, 2022	For the year ended March 31, 2021		
<u>A. Cash Flow from Operating Activities</u>				
Profit before tax	(253,284,780)	(83,432,628)		
<u>Adjustments for:</u>				
Depreciation and Amortisation	1,129,171	1,122,475		
Unrealised Foreign Exchange Fluctuation Loss (Gain)	-	5,936,810		
Interest income	(334,820)	(83,731)		
	(252,490,429)	(76,457,074)		
Operating Profit before Working Capital changes				
<u>Adjustments for :</u>				
(Increase) / Decrease in inventories	-	(73,105,883)		
(Increase) / Decrease in Loans	14,977,443	(12,712,314)		
Increase/(Decrease) in Trade payables ,Current Liabilities, Borrowings & Provisions long term & short term	64,432,882	(62,915,798)		
CASH GENERATED FROM OPERATIONS	(173,080,105)	(225,191,068)		
Income tax Paid	-	(854,215)		
Net Cash inflow / (outflow) from Operating activities	(173,080,105)	(226,045,283)		
<u>B. Cash Flow from Investing Activities</u>				
Interest received	334,820	83,731		
Net Cash inflow / (outflow) from Investing activities	334,820	83,731		
<u>C. Cash Flow from Financing Activities</u>				
Proceeds from issue of equity shares	192,500,000	183,397,240		
Net Cash inflow / (outflow) from Financing activities	192,500,000	183,397,240		
Net increase / (decrease) in cash and cash equivalents during the year	19,754,715	(42,564,312)		
Cash and Cash Equivalents as at the beginning of the year	33,732,202	82,233,324		
Effect of exchange rate changes on cash and cash equivalents	-	5,936,810		
Net Cash and Cash Equivalents as at the end of the year (a,b & c)	53,486,917	33,732,202		
Notes:				
a). Reconciliation of Cash And Cash Equivalents				
Cash And Cash Equivalents As Per Balance Sheet	53,486,917	33,732,202		
Other Bank Balances As Per Balance Sheet	-	-		
Total Cash And Cash Equivalents As Per The Statement Of Cash Flows	53,486,917	33,732,202		
<table style="width: 100%; border: none;"> <tr> <td style="width: 50%; vertical-align: top;"> Certified Public Accountant (CPA) Sd/- Jose Eliberto Pedroza BAEZ TP. 191599-T Place: Colombia </td> <td style="width: 50%; vertical-align: top; text-align: right;"> Legal Representative of Caplin Point Laboratories Colombia SAS Sd/- Jenny Estella Preto Acosta </td> </tr> </table>			Certified Public Accountant (CPA) Sd/- Jose Eliberto Pedroza BAEZ TP. 191599-T Place: Colombia	Legal Representative of Caplin Point Laboratories Colombia SAS Sd/- Jenny Estella Preto Acosta
Certified Public Accountant (CPA) Sd/- Jose Eliberto Pedroza BAEZ TP. 191599-T Place: Colombia	Legal Representative of Caplin Point Laboratories Colombia SAS Sd/- Jenny Estella Preto Acosta			

Caplin Point Laboratories Colombia SAS

Statement of Changes in Equity for the year ended March 31, 2022

In Colombian Pesos

Particulars	Share Capital	Share Application	Retained Earnings	Stockholders Equity
Balance as at March 31, 2020	814,135,760	73,319,240	(966,468,492)	- 79,013,492
Changes during the year	183,397,240	-	(86,432,628)	96,964,613
Balance as at March 21, 2021	997,533,000	73,319,240	(1,052,901,120)	17,951,121
Changes during the year	192,500,000	-	(253,284,780)	- 60,784,780
Balance as at March 21, 2022	1,190,033,000	73,319,240	(1,306,185,900)	- 42,833,660

Notes to Financial Statements

For the period 31st March, 2022 All amounts are in Colombian Pesos

NOTE 1 – ORGANIZATION AND OPERATIONS

Caplin Point Laboratories Colombia SAS is a Private Limited Company incorporated in Colombia which began its operation in 2016. Company has its registered office in Bogota, Colombia. It is a Company with commercial nature. The company is active and its duration is indefinite.

Caplin Point Laboratories Colombia SAS is a subsidiary of Caplin Point Laboratories Limited, India.

NOTE 2 – CURRENCY UNIT

The company maintains its accounting records in Colombian Pesos (Q), the official currency of the Republic of Colombia.

NOTE 3 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The main accounting policies adopted by the company in accounting for its operations and in the preparation of its financial statements are summarized below:

A - Basis of presentation

The preparation and presentation of Financial Statements have been in accordance with the Accounting and Financial Reporting Standards in Colombia.

B – Cash

Cash and cash equivalents include cash and bank availabilities, there are no restrictions on its use.

C - Accounts receivable

Accounts receivable from clients are recorded at invoicing cost and do not earn interests. Uncollectible accounts are recognized using the direct method, that is, when accounts with high delinquencies are identified and all collection procedures have been exhausted, and/or when all tax requirements have been met in order to recognize an account as uncollectible.

D- Inventories and cost of sales

Inventories are valued at acquisition cost or at their net realizable value, whichever is less. The cost is determined by applying the average cost method. Merchandise in transit at invoice value plus relative expenses incurred.

The net realizable value is the estimated sale price in the ordinary course of business minus the estimated cost of completion and selling expenses.

Notes to Financial Statements

For the period 31st March, 2022 All amounts are in Colombian Pesos

E - Property and Equipment

Property and Equipment are valued at their acquisition cost. Major replacements and improvements are capitalized, as long as these result in a longer useful life of the asset or in a higher return. Maintenance and repair expenses are charged to the results of the period in which they are incurred.

F – Depreciation

The company depreciates property and equipment using the straight-line method based on the estimated useful lives.

G - Income and expenses

The recognition of the Income and Expenses of is under the accrual method.

H - Income Tax

The company calculates and records the current Income Tax based on the the tax regulations in force at the date of the financial statements.

Note- 4 Property, Plant and Equipment

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Computers	4,873,750	4,873,750
Furniture & Fittings	5,000,000	5,000,000
Accumulated Depreciation	(8,610,110)	(7,480,939)
Total	1,263,640	2,392,811

Note- 5 Long Term Loans & Advances

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Security Deposit	18,010	18,010

Note- 6 Inventories

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Inventory - Import	73,105,883	73,105,883

Notes to Financial StatementsFor the period 31st March, 2022 All amounts are in Colombian Pesos**Note- 7 Cash and Cash Equivalents**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Cash Balances	600,000	600,000
Bank Balances	52,886,917	33,132,202
Total	53,486,917	33,732,202

Note- 8 Loans

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Advances recoverable in Cash or kind	2,011,872	14,376,314
Balance with Statutory authorities	-	2,613,000
Total	2,011,872	16,989,314

Note- 9 Share Capital

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Equity Share Capital	1,190,033,000	997,533,000

Note-9A Share Application

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Share Application	73,319,240	73,319,240

Note-10 Other Equity

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
RETAINED EARNINGS	(1,052,901,120)	(966,468,492)
Current Year results	(253,284,780)	(86,432,628)
Total	(1,306,185,900)	(1,052,901,120)

Note-11 Trade Payables

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Trade payables for goods & services	18,828,236	73,541,001

Notes to Financial StatementsFor the period 31st March, 2022 All amounts are in Colombian Pesos**Note-12 Other Current Liabilities**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Salaries Payable	27,847,339	7,246,639
Statutory dues payable	3,882,789	24,024,260
Total	31,730,128	31,270,899

Note-13 Short Term Provisions

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Provision for employee Benefit	721,176	475,200

Note-14 Short Term Borrowings

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Loans	121,440,441	-

Note-15 Revenue from Operations

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Sale of products	-	265,075,184

Note-16 Other Income

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Interest Income	334,820	83,731
Miscellaneous Income	75,057,434	131,887,181
Total	75,392,254	131,970,912

Notes to Financial StatementsFor the period 31st March, 2022 All amounts are in Colombian Pesos**Note-17 Cost of Goods Sold**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Cost of Goods Sold	-	137,501,387

Note-18 Employee Benefit Expenses

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Salaries	94,747,989	142,560,000
Contribution to statutory & other funds	182,280,275	74,306,590
Total	277,028,264	216,866,590

Note-19 Depreciation

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Depreciation	1,129,171	1,122,475

Note-20 Other Expenses

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Bank Charges	148,306	160,151
Forex Loss - Unrealised	-	5,936,810
Lease Rent	2,919,900	3,214,987
Miscellaneous Expenses	3,563	37,846
Professional Charges	16,066,529	39,318,578
Software & License Expense	-	1,183,331
Taxes, License & Fees	2,975,280	1,900,174
Telephone Charges	1,461,010	1,576,127
TT Bank Charges	1,004,787	1,003,643
Insurance Expenses	-	744,163
Repair & Maintenance	16,438,704	11,610,296
Power & Fuel Expenses	275,540	330,690
Office Maintenance expenses	4,229,781	5,674,816
Product registration expenses	4,997,200	52,296,659
Total	50,519,599	124,988,272

Notes to Financial Statements

For the period 31st March, 2022 All amounts are in Colombian Pesos

NOTE 21 – ACCOUNTING RECORDS

The information used to prepare the financial statements as of and for the periods ended March 31, 2022 and 2021 was obtained from the auxiliary records kept by the company, and from the updated legal books.

NOTE 22 - SUBSEQUENT EVENTS

Due to the COVID-19 pandemic, during March 2020 the Colombian government implemented measures to restrict the free movement of the population, which has significantly affected economic activity. Due to the type of operation, Caplin Point Laboratories Colombia SAS., has not had significant economic impacts as of the date of this report.

NOTE 23 – DATE OF APPROVAL OF THE FINANCIAL STATEMENTS

The financial statements as of March 31, 2022 were approved for issuance by the Administration on April 28, 2022.

NOTE 24 _Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

Certified Public Accountant

**Legal Representative of Caplin
Point Laboratories Colombia SAS**

Sd/-

Sd/-

Jose Eliberto Pedroza BAEZ

Jenny Estella Prieto Acosta

TP. 191599-T

Colombia,
28th April , 2022