

INDEPENDENT AUDITOR'S REPORT

To The Partners of Zullinc Healthcare LLP

1. Report on the Financial Statements

We have audited the accompanying Financial Statements of **Zullinc Healthcare LLP**, which comprise the Balance Sheet as at 31st March, 2016, and the Statement of Profit and Loss and the Cash Flow Statement for the period ended, and a summary of the significant accounting policies and other explanatory information.

2. Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance and cash flows of the LLP in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI). This responsibility includes design, implementation and maintenance of adequate internal financial controls relevant to the preparation and presentation of the Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

3. Auditor's Responsibility

Our responsibility is to express an opinion on these Financial Statements based on our audit.

We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India (ICAI). Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the LLP's preparation and fair presentation of the Financial in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Financial Statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Financial Statements.

4. Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In the case of the Balance Sheet, of the state of affairs of the LLP as at 31st March, 2016;
- b) In the case of the Profit and Loss Account, of the Loss for the period ended on that date and,
- c) In the case of the Cash Flow Statement, of the cash flows for the period ended on that date.

5. Report on Other Legal and Regulatory Requirements

We Report that:

- A. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- B. In our opinion, proper books of account as required by law have been kept by the LLP so far as it appears from our examination of those books.
- C. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- D. In our opinion, the aforesaid financial statements comply with the Accounting Standards by the Institute of Chartered Accountants of India.

For K. P. Sompura & Co.
Chartered Accountants
(FRN: 131641W)

Place: Ahmedabad
Date: 30/05/2016

K. P. Sompura
Proprietor
(Membership No. 045155)

ZULLINC HEALTHCARE LLP

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH 2016

(Registered under the Limited Liability Partnership Act, 2008 on Conversion from Zullinc Healthcare Limited w.e.f. 01.02.2016 with LLPIN: AAF-5934)

PARTICULARS	For the year ended on 31-Mar-2016
Cash flow from Operations	
Net Profit Before Tax & Extra-Ordinary Items.	(630)
Adjustments to reconcile net income to net cash provided by operating activities	
Expenses Reported under other activity head	630
Cash flow from Operating Activities	-
Changes in current assets & current liability	
(Increase)/ Decrease in Current Liability	(1,660)
(Increase)/ Decrease in Current Assets	(6,73,177)
Net cash from operating activities of Continuing operations	(6,74,837)
Tax Paid	-
Net cash from operations- (A)	(6,74,837)
Cash flow from Investing Activities	
Other Investment	-
Net cash from Investing Activities- (B)	-
Cash flow from Financing Activities	
Repayment of Long term Loans & Advances	6,59,437
Finance Expense	(630)
Net cash from Financing Activities-(C)	6,58,807
Net Increase / (decrease) in cash & cash equivalents- A+B+C	(16,030)
Cash & cash equivalents at the beginning of the year	9,29,177
Cash & cash equivalents at the end of the year	9,13,147
Net Increase / (decrease) in cash & cash equivalents	(16,030)

As per our report of even date
For K.P. Sompura & Co.
Chartered Accountants
FR No. 131641W

FOR ZULLINC HEALTHCARE LLP

Mahendra G. Patel (Designated Partners)

(K. P. Sompura)
Proprietor
M. No. 045155

Hasmukhbhai I. Patel (Designated Partners)

Date: 30/05/2016
Ahmedabad

Date: 30/05/2016
Ahmedabad

ZULLINC HEALTHCARE LLP BALANCE SHEET AS AT MARCH 31, 2016

(Registered under the Limited Liability Partnership Act, 2008 on Conversion from Zullinc Healthcare Limited w.e.f. 01.02.2016 with LLPIN: AAF-5934)

Particulars	Note No.	As at 31-Mar-2016 Rupees
A CAPITAL AND LIABILITIES		
1 CAPITAL ACCOUNT		
(a) Partner's Capital	2	5,00,000
(b) Reserves and surplus	3	75,10,180
2 NON CURRENT LIABILITIES		
(a) Long-term borrowings		—
3 Current liabilities		
(a) Trade payables		44,55,051
(b) Other current liabilities	4	1,53,867
TOTAL		1,26,19,098
B ASSETS		
1 Non-current assets		
(a) Non-current investments	5	15,000
(b) Long-term loans and advances	6	72,19,130
2 Current assets		
(a) Cash and Bank Balance		
Cash and cash equivalents	7	9,13,147
(b) Short-term loans and advances	8	44,71,821
TOTAL		1,26,19,098
ACCOUNTING POLICIES & OTHER NOTES TO ACCOUNT	1	

As per our report of even date
For K. P. Sompura & Co.
Chartered Accountants
FRN: 131641W

FOR ZULLINC HEALTHCARE LLP

Mahendra G. Patel (Designated Partners)

(K. P. Sompura)
Proprietor
M. No. 045155
Date: 30/05/2016
Place : Ahmedabad

Hasmukhbhai I. Patel (Designated Partners)

Date: 30/05/2016
Place : Ahmedabad

ZULLINC HEALTHCARE LLP

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON MARCH 31, 2016

(Registered under the Limited Liability Partnership Act, 2008 on Conversion
from Zullinc Healthcare Limited w.e.f. 01.02.2016 with LLPIN: AAF-5934)

Particulars	Note No.	For the year ended on 31-Mar-2016
Revenue from operations		—
Other income		—
TOTAL REVENUE		—
Purchases of Stock-in-Trade		—
Finance costs	9	630
Other expenses		—
TOTAL EXPENSES		630
Profit before tax		- 630
Tax expense:		
Current tax		—
Total Tax Expense		—
Profit (Loss) for the period		- 630

As per our report of even date
For K. P. Sompura & Co.
Chartered Accountants
FRN: 131641W

FOR ZULLINC HEALTHCARE LLP

(K. P. Sompura)
Proprietor
M. No. 045155

Mahendra G. Patel (Designated Partners)

Date: 30/05/2016
Place: Ahmedabad

Hasmukhbhai I. Patel (Designated Partners)
Date: 30/05/2016
Place : Ahmedabad

Zullinc Healthcare LLP

Notes forming part of the Financial Statements

1. Corporate Information

Zullinc Healthcare LLP (Formally known as Zullinc Healthcare Limited) is a Limited Liability Partnership, Registered under the Liability Partnership Act, 2008. The Conversion of said LLP into LLP was carried on 1st February, 2016.

Significant Accounting Policies

2. Basis of accounting and preparation of financial statement

The Financial Statements have been prepared on accrual basis under historical cost convention and in accordance with the applicable accounting standards prescribed by the Institute of Chartered Accountants of India (ICAI). The accounting policies are consistently applied unless otherwise stated.

3. Use of estimates:

The preparation of Financial Statements in conformity with generally accepted principles requires management to make estimated and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the Financial Statements and the results of operations during the reporting period end. Although there estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

4. Revenue Recognition:

Revenue from sale of goods is recognised on transfer of all significant risks and rewards of ownership to the buyer. Sales are stated net of excise duty, sales tax and trade discounts.

Interest on deployment of surplus funds is recognized using the time-proportion method, based on interest rates implicit in the transaction based on reasonable certainty of receipt.

Interest on advances is recognized when the ultimate collection is not uncertain.

Dividend income is recognized when the right to receive dividend is established.

5. Taxation

Income tax expense comprises current tax expense and deferred tax expense/credit.

Current tax

Provision for current tax is calculated in accordance with the provisions of the Income-Tax Act, 1961 and is made annually based on the tax liability computed after considering tax allowances and exemptions. Assets and liabilities representing current tax are disclosed on a net basis when there is a legally enforceable right to set off and where the management intends to settle the asset and liability on a net basis.

Deferred tax

Deferred tax liability or asset is recognised for timing differences between the profits/losses offered for income taxes and profits/ losses as per the financial statements. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent there is a reasonable certainty that the assets can be realised in future; however where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written-up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realised.

6. Investment

Current investments are carried at the lower of cost and fair value computed category wise. Long term investments are stated at cost. Provision for diminution in the value of long term investments is made, only if, in the opinion of the management, such a decline is regarded as being other than temporary.

7. Cash flow statement

Cash flow is reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipt receipts or payments. The cash flow from operating, investing and financing activities of the LLP are segregated based on the available information.

8. Contingencies and provisions

The LLP creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Zullinc Healthcare LLP

2 Partner's Capital

Partner's Capital	For the year ended on 31-Mar-2016
Lincoln Pharmaceuticals Limited-Capital	5,00,000
TOTAL	5,00,000

Zullinc Healthcare LLP

3 Reserves & Surplus

Reserves & Surplus	For the year ended on 31-Mar-2016
General Reserve	35,00,000
Profit & Loss Account	40,10,810
Add : Profit during the year	- 630
TOTAL	75,10,180

Zullinc Healthcare LLP

4 Other Current liability

Other Current Liabilities	As at 31-Mar-2016 Rupees
Other payables Creditors For Expense	1,53,867
TOTAL	1,53,867

Zullinc Healthcare LLP

5 Non Current Investments

Particulars	As at 31-Mar-2016 Rupees
Other Investments- NSC	15,000
TOTAL	15,000

Zullinc Healthcare LLP

6 Long Term Loans and Advances

Long Term Loans and Advances	As at
Loans and Advances to Other Parties Unsecured, considered good	72,19,130
TOTAL	72,19,130

Zullinc Healthcare LLP

7 Cash and Bank Balance

Cash and cash equivalents	As at 31-Mar-2016 Rupees
Balances with banks	1,98,841
Cash on hand	7,14,306
TOTAL	9,13,147

Zullinc Healthcare LLP

8 Short-term loans and advances

Short-term loans and advances		As at
		-
Balance With Governmet Authorities		
Unsecured, considered good		3,030
	Net of provision	3,030
Advance to sundry creditors		44,55,051
Other Advance in Nature of Short term Advance		
Secured, considered good		
Unsecured, considered good		13,740
	Net of provision	13,740
TOTAL		44,71,821

Zullinc Healthcare LLP

9 Finance Cost

Particulars	For the year ended on 31-Mar-2016
Interest expense	—
Bank Charges	630
TOTAL	630

Zullinc Healthcare LLP

10 Related party disclosures

a List of related parties

Sr.	Name of related Party	Nature of relation
1	Lincoln Pharmaceuticals Limited	Partner

b Details of transactions with related party

Sr	Name of party	Nature of Transaction	Transaction during 2015-16	Closing Balance
1	Lincoln Pharmaceuticals Ltd.	Loan repaid	3,23,146	11,627

Note Negative Sign Denotes Credit Balance

As per our report of even date

For K.P. Sompura & Co.

Chartered Accountants

FR No. 131641W

FOR ZULLINC HEALTHCARE LLP

Mahendra G. Patel (Designated Partners)

(K.P. Sompura)

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