

# Statutory Auditors' report on the financial statement

**Zydus France**

Société par Actions Simplifiée  
au capital de 7 776 536 €  
25, rue des Peupliers  
ZAC Les Hautes Pâtures  
92000 - Nanterre

**Grant Thornton**

Société par Actions Simplifiée d'Expertise Comptable  
et de Commissariat aux Comptes  
au capital de 2 297 184 €  
inscrite au tableau de l'Ordre de la région  
Paris Ile de France et membre  
de la Compagnie régionale de Versailles  
et du Centre  
632 013 843 RCS Nanterre  
29, rue du Pont  
92200 - Neuilly-sur-Seine

**For the year ended 31st of December 2022**

# Statutory auditor's report on the financial statements

## Zydus France

For the year ended 31<sup>st</sup> of December 2022

To the sole Partner,

### Opinion

In compliance with the engagement entrusted to us by your annual general meeting, we have audited the accompanying financial statements of Zydus France for the year ended 31<sup>st</sup> of December 2022.

In our opinion, the financial statements give a true and fair view of the assets and liabilities and of the financial position of the Company as at 31<sup>st</sup> of December 2022 and of the results of its operations for the year then ended in accordance with French accounting principles.

### Basis for Opinion

#### ***Audit Framework***

We conducted our audit in accordance with professional standards applicable in France. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our responsibilities under those standards are further described in the Statutory Auditors' Responsibilities for the Audit of the Financial Statements section of our report.

**Independence**

We conducted our audit engagement in compliance with independence rules applicable to us, for the period from 1<sup>st</sup> of January 2022 to the date of our report and specifically we did not provide any prohibited non-audit services referred to in Article 5(1) of Regulation (EU) No 537/2014 or in the French Code of ethics (code de déontologie) for statutory auditors.

**Observation**

Without qualifying the opinion expressed above, we draw your attention to the loss of capital which is less than half of the share capital for the year ended 31st of December 2022.

**Justification of Assessments - Key Audit Matters**

In accordance with the requirements of Articles L.823-9 and R.823-7 of the French Commercial Code (Code de Commerce) relating to the justification of our assessments, we inform you of the key audit matters relating to risks of material misstatement that, in our professional judgment, were of most significance in our audit of the financial statements of the current period, as well as how we addressed those risks.

These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on specific items of the financial statements.

**Specific Verifications**

We have also performed, in accordance with professional standards applicable in France, the specific verifications required by laws and regulations.

We have no matters to report as to the fair presentation and the consistency with the financial statements of the information given in the management report of the President's management report and in the other documents with respect to the financial position and the financial statements provided to the sole Partner.

We attest the fair presentation and the consistency with the financial statements of the information relating to payment deadlines mentioned in Article D. 441-4 of the French Commercial Code (Code de Commerce).

### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with French accounting principles and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless it is expected to liquidate the Company or to cease operations.

The financial statements were approved by the President.

### **Statutory Auditor's Responsibilities for the Audit of the Financial Statements**

#### ***Objectives and audit approach***

Our role is to issue a report on the financial statements. Our objective is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with professional standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As specified in Article L.823-10-1 of the French Commercial Code (Code de Commerce), our statutory audit does not include assurance on the viability of the Company or the quality of management of the affairs of the Company.

As part of an audit conducted in accordance with professional standards applicable in France, the statutory auditor exercises professional judgment throughout the audit and furthermore:

- Identifies and assesses the risks of material misstatement of the financial statements, whether due to fraud or error, designs and performs audit procedures responsive to those risks, and obtains audit evidence considered to be sufficient and appropriate to provide a basis for his opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtains an understanding of internal control relevant to the audit 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 internal control.
- Evaluates the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management in the financial statements.
- Assesses the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. This assessment is based on the audit evidence obtained up to the date of his audit report. However, future events or conditions may cause the Company to cease to continue as a going concern. If the statutory auditor concludes that a material uncertainty exists, there is a requirement to draw attention in the audit report to the related disclosures in the financial statements or, if such disclosures are not provided or inadequate, to modify the opinion expressed therein.

- Evaluates the overall presentation of the financial statements and assesses whether these statements represent the underlying transactions and events in a manner that achieves fair presentation.

Neuilly-sur-Seine, the 20<sup>th</sup> March 2023

The Statutory Auditor

**Grant Thornton**  
**Membre français de Grant Thornton International**



Lionel Cudey  
Partner

## BALANCE SHEET ASSETS

Statement expressed in Euros

		31/12/2022			31/12/2021
		Gross	Amort. And Deprec.	Net	Net
FIXED ASSETS	Capital subscribed uncalled (I)				
	<b>INTANGIBLE ASSETS</b>				
	Start-up costs				
	Development costs				
	Licenses, patents and similar rights	8 848 281	8 697 292	150 989	185 385
	Goodwill (1)				
	Other intangible assets				
	Advances and prepayments	112 800		112 800	
	<b>TANGIBLE ASSETS</b>				
	Land				
	Buildings	2 405 876	2 117 445	288 431	390 949
	Technical facilities, industrial equipment and tools	1 500	1 500		
	Other tangible assets	106 736	104 138	2 598	3 143
	Fixed assets under construction				
	Advances and prepayments				
	<b>FINANCIAL ASSETS (2)</b>				
Holdings valued using the equity method					
Other holdings					
Receivables attached to holdings					
Other fixed investments					
Loans	16 258		16 258	20 792	
Other financial assets	1 218		1 218	1 718	
	<b>TOTAL (II)</b>	<b>11 492 669</b>	<b>10 920 376</b>	<b>572 293</b>	<b>601 987</b>
CURRENT ASSETS	<b>STOCKS AND IN PROGRESS</b>				
	Raw materials and supplies	139 713		139 713	244 228
	Work in progress for production of goods				
	Work in progress for production of services				
	Intermediate and finished products	6 887 223	444 051	6 443 172	5 689 067
	Goods				
	<b>Advances and prepayments paid on orders</b>	<b>489 568</b>		<b>489 568</b>	<b>262 240</b>
	<b>RECEIVABLES (3)</b>				
	Trade receivables and related accounts	5 970 778	59 465	5 911 313	4 815 592
	Other receivables	581 860		581 860	649 022
Subscribed capital called but unpaid					
<b>INVESTMENT SECURITIES</b>					
<b>CASH</b>	<b>725 588</b>		<b>725 588</b>	<b>314 853</b>	
Prepayments	24 892		24 892	60 798	
	<b>TOTAL (III)</b>	<b>14 819 622</b>	<b>503 516</b>	<b>14 316 106</b>	<b>12 035 799</b>
ADJUSTMENT ACCOUNTS	Loan issuance cost to be spread (IV)				
	Premiums on the redemption of debentures (V)				
	Translation differences, assets (VI)				
	<b>TOTAL ASSETS (I to VI)</b>	<b>26 312 291</b>	<b>11 423 892</b>	<b>14 888 399</b>	<b>12 637 786</b>
	(1) including lease duties				
	(2) including financial fixed assets under one year			2 568	1 441
	(3) including receivables over one year			59 465	66 765

## BALANCE SHEET LIABILITIES

Statement expressed in Euros		31/12/2022	31/12/2021
Capital and reserves	Total share capital	7 776 536	7 776 536
	Issue, merger, acquisition premiums	1 426 021	1 426 021
	Differences arising on revaluation		
	<b>RESERVES</b>		
	Legal reserve	53 911	53 911
	Statutory and contractual reserves		
	Regulated reserves		
	Other reserves	173 943	173 943
	Retained earnings	-6 323 561	-5 347 750
	<b>Profit/loss for the year</b>	<b>-1 849 844</b>	<b>-975 811</b>
Investment subsidies			
Regulated provisions			
	<b>Total capital and reserves</b>	<b>1 257 008</b>	<b>3 106 850</b>
Other capital and reserves	Income from issues of participating shares		
	Conditional advances		
	<b>Total other equity</b>		
Provisions	Provisions for contingencies	110 000	173 000
	Provisions for expenses		
	<b>Total provisions</b>	<b>110 000</b>	<b>173 000</b>
PAYABLES (1)	<b>FINANCIAL EXPENSES</b>		
	Convertible debenture loans		
	Other debenture loans		
	Loans and debts from credit institutions		
	Miscellaneous loans and financial debts	3 656 942	11 869,00
	Advances and prepayments received on orders in progress		
	<b>OPERATING DEBTS</b>		
	Debts to suppliers and related accounts	7 758 137	8 435 693,00
	Fiscal and social debts	2 030 416	857 237,00
	<b>MISCELLANEOUS DEBTS</b>		
Liabilities on fixed assets and related			
Other debts	75 898	53 136,00	
Deferred revenues (1)		0	
	<b>Total debts</b>	<b>13 521 392</b>	<b>9 357 935</b>
	Translation differences LIABILITIES		
	<b>TOTAL LIABILITIES</b>	<b>14 888 400</b>	<b>12 637 785</b>
	Result of financial year expressed in cents	-1 849 844	-975 811
	(1) Liabilities and deferred income due within one year	9 884 523	9 346 066
	(2) Including current bank loans and credit balances and CCP		



## INCOME STATEMENT

		31/12/2022		31/12/2021	
		12 months	% Turnover	12 months	% Turnover
OPERATING INCOME	Sales of goods				
	Production sold (Goods)	16 698 079	97,46	16 846 252	97,10
	Production sold (Services and Works)	434 712	2,54	503 445	2,90
	<b>Net Turnover</b>	<b>17 132 791</b>	<b>100</b>	<b>17 349 697</b>	<b>100</b>
	Production for stock				
	Capitalized production				
	Operating subsidies				
	Reversals on provisions and depreciation. transfer of charges	929 959	5,43	798 852	4,60
	Other income	2 290 364	13,37	2 170 645	12,51
	<b>Total operating income</b>	<b>20 353 113</b>	<b>118,80</b>	<b>20 319 194</b>	<b>117,12</b>
OPERATING EXPENSES	Cost of material consumed .	2 830	0,02	9 943	0,06
	Variations in stock				
	Purchases of raw materials and other supplies	8 846 508	51,63	8 271 994	47,68
	Variations in stock	-452 746	-2,64	126 581	0,73
	Other external purchases and expenses	7 429 986	43,37	7 285 561	41,99
	Taxes. duties and similar payments	1 995 462	11,65	1 417 758	8,17
	Wages and salaries	2 547 854	14,87	2 214 628	12,76
	Personnel social security charges	1 111 856	6,49	972 360	5,60
	Operator(s) personal contributions				
	Allowances on amortization. depreciation. and provisions	764 124	4,46	1 016 172	5,86
	Other expenses	13	0,00	30 834	0,18
	<b>Total operating expenses</b>	<b>22 245 884</b>	<b>129,84</b>	<b>21 345 812</b>	<b>123,03</b>
	<b>OPERATING PROFIT / LOSS</b>	<b>-1 892 771</b>	<b>-11,05</b>	<b>-1 026 617</b>	<b>-5,92</b>
FINANCIAL INCOME joint operation	Profit appropriated or loss transferred				
	Loss borne or profit transferred				
	From interests (3)				
	From securities and income of investment assets (3)				
	Other interests and similar income (3)				
	Reversals of provisions and depreciation and transfer of charges				
	Exchange gains				
	Net income from the sale of investment securities				
	<b>Total financial income</b>			<b>0</b>	
FINANCIAL EXPENSES	Amortization. depreciation and provisions				
	Interest and similar expenses (4)	20 073	0,12		
	Exchange losses				
	Net expenses from the sale of investment securities				
	<b>Total financial expenses</b>	<b>20073</b>	<b>0,12</b>		
	<b>FINANCIAL PROFIT / LOSS</b>	<b>-20073</b>	<b>-0,12</b>	<b>0</b>	
	<b>PROFIT / LOSS BEFORE TAX</b>	<b>-1 912 844</b>	<b>-11,16</b>	<b>-1 026 617</b>	<b>-5,92</b>
	<b>Total extraordinary income</b>	<b>63 000</b>	<b>0,37</b>	<b>123 806</b>	<b>0,71</b>
	<b>Total extraordinary expenses</b>			<b>73 000</b>	<b>0,42</b>
	<b>EXTRAORDINARY RESULT</b>	<b>63 000</b>	<b>0,37</b>	<b>50 806</b>	<b>0,29</b>
	EMPLOYEES PARTICIPATION IN THE PROFITSHARING				
	INCOME TAX ON PROFIT				
	<b>TOTAL INCOME</b>	<b>20 416 113</b>	<b>119,16</b>	<b>20 443 001</b>	<b>117,83</b>
	<b>TOTAL CHARGES</b>	<b>22 265 957</b>	<b>129,96</b>	<b>21 418 812</b>	<b>123,45</b>
	<b>PROFIT / LOSS FOR THE YEAR</b>	<b>-1 849 844</b>	<b>-10,80</b>	<b>-975 811</b>	<b>-5,62</b>

**ZYDUS FRANCE**

**Annual Financial Statements as at 31/12/2022**

**NOTES**

## ACCOUNTING RULES AND METHODS

The financial statements have been prepared in accordance with the regulations of the French Accounting Standards Authority (Autorité des Normes Comptables) No. 2015-06 of 23 November 2015 relating to the chart of accounts as well as all subsequent regulations modifying the latter and in compliance with the principle of prudence.

In addition, regulations CRC2002-10 and 2004-06 on the reform of assets have been taken into account.

The balance sheet for the year shows a total of Euros 14,888,400.

The income statement, presented in list form, shows:

Total revenues of Euros 20,416,113  
Total expenses of Euros 22,265,957  
Hence resulting in a loss of - Euros 1,849,844.

The financial year under review starts on 01/01/2022 and ends on 31/12/2022. It has a duration of 12 months.

The following notes and tables are an integral part of the annual accounts.

The general accounting policies have been applied in accordance with the following basic assumptions

- continuity of business activity.
- consistency of accounting methods from one year to the next.
- independence of financial years.

and in accordance with the general rules for the preparation and presentation of annual accounts.

The basic method used for the valuation of items recorded in the accounts is the historical cost method.

### **Tangible fixed assets**

Tangible fixed assets are recorded at their acquisition cost.

These assets are depreciated on a straight-line basis over their estimated useful lives.

The rates applied are as follows:

Fixtures and fittings	10%
Industrial tools	20%
Buildings	5%
Office equipment	20%

## ACCOUNTING RULES AND METHODS

### Intangible assets

Intangible assets consist mainly of marketing authorisations and are accounted for at their acquisition value.

The company started to promote and sell generic products in 2004.

Marketing authorisations are amortised over a period of 10 years, namely at 10% per annum.

For marketing authorisations for products that are no longer marketed, an exceptional depreciation or provision (impairment) is recorded to reduce the net value of these marketing authorisations to zero.

In addition, the company performs an impairment test calculated by product on the basis of operating results before amortisation projected over 9 years and discounted at a rate of 3.50%.

The impairment provisioned at the end of the financial year corresponds to the difference between the net book value after annual amortisation of 10% and the operating results before discounted amortisation.

<i>Gross Marketing Authorization</i>	<i>Opening 1 Jan 22</i>	<i>Increase</i>	<i>Sale/Write off</i>	<i>Transfer</i>	<i>Closing 31 Dec 2022</i>
Marketed products	7 984 205	43 887	0	56 500	8 084 592
Discontinued products	1 329 752	0	-700 760	0	628 992
	<b>9 313 957</b>	<b>43 887</b>	<b>-700 760</b>	<b>56 500</b>	<b>8 713 584</b>
Products launch in progress	178 936	112 800	0	-56 500	235 236
	<b>9 492 893</b>	<b>156 687</b>	<b>-700 760</b>	<b>0</b>	<b>8 948 820</b>
<i>Provision/Impairment</i>	<i>Opening 1 Jan 22</i>	<i>Allocation</i>	<i>Reversal of Provision</i>	<i>Transfer</i>	<i>Closing 31 Dec 2022</i>
Marketed products	261 797	69 358	72 760	0	258 395
Discontinued products	0	0	0	0	0
	<b>261 797</b>	<b>69 358</b>	<b>72 760</b>	<b>0</b>	<b>258 395</b>
Products launch in progress	0	0	0	0	0
	<b>261 797</b>	<b>69 358</b>	<b>72 760</b>	<b>0</b>	<b>258 395</b>

## ACCOUNTING RULES AND METHODS

<i>Depreciation</i>	<i>Opening 1 Jan 22</i>	<i>Increase</i>	<i>Sale/Write off</i>	<i>Transfer</i>	<i>Closing 31 Dec 2022</i>
Marketed products	7 714 655	81 686	0	0	7 796 341
Discontinued products	1 329 752	0	-700 760	0	628 992
	<b>9 044 407</b>	<b>81 686</b>	<b>-700 760</b>	<b>0</b>	<b>8 425 333</b>
Products launch in progress	0	0	0	0	0
	<b>9 044 407</b>	<b>81 686</b>	<b>-700 760</b>	<b>0</b>	<b>8 425 333</b>
<i>Net Marketing Authorization</i>	<i>Opening 1 Jan 22</i>	<i>Closing 31 Dec 2022</i>			
Marketed products	7 753	29 856			
Discontinued products	0	0			
	<b>7 753</b>	<b>29 856</b>			
Products launch in progress	178 936	235 236			
	<b>186 689</b>	<b>265 093</b>			

### Holdings, other long-term securities and marketable securities

NON-APPLICABLE

### Stocks

Raw materials, packaging and finished goods are valued at purchase price, weighted-average cost method per batch based on the quantities counted at the end of the financial year.

The following method governs the calculation of provisions for depreciation

- each product is identified with an expiry date;
- a sales forecast is drawn up for each product;
- at the closing date, the theoretical stock of products not sold 6 months before the expiry date is calculated;
- the amount of stock thus determined is depreciated by 100%.

In this way, the risk of deterioration or obsolescence is covered.

### Receivables

Trade receivables are written down by 50% in the case of receivership and by 100% in the event of liquidation, and in principle also by 100% in the case of late payment exceeding 150 days.

## ACCOUNTING RULES AND METHODS

### Change in valuation method - Change in presentation method

There were no changes in method during the financial year.

### Commitments for retirement benefits

Companies are required to assess their commitments relating to the end-of-career indemnities that they must pay on the retirement of their employees. In the company accounts drawn up under French standards, this commitment can be entered in the balance sheet in the form of a provision or simply communicated in the notes to the accounts.

The retirement indemnity is not recognised as at 31 December 2022. It is valued at €750k compared with €750k in 2021.

The commitment is determined based on the rights of the national collective agreement for the pharmaceutical industry.

The amount of the commitment corresponds to the current value of the rights acquired by the employees regarding the contractual indemnities to which they will be entitled on their retirement.

The calculation method used is the Projected Benefit Obligation (PBO) method: it is based on the actuarial value of all the employee's rights projected to his/her retirement date, which spans the employee's whole career. This method is recommended by the IAS19 standard.

It is the result of a calculation that takes into account length of service, life expectancy and staff turnover, as well as salary revaluation and discounting assumptions.

The main assumptions are as follows

- table of mortality by age and gender as defined by INSEE
- voluntary retirement age: 62
- turnover (depending on the age of the employees)
  - 16 to 30 years old 6%
  - 30 to 40 years old 4%
  - 40 to 50 years old 2%
  - 50 to 75 years old 0 %
- discount rate: 3.60%
- revaluation rate: 3%.

The maximum indemnity is limited to 9 months' salary.

## ACCOUNTING RULES AND METHODS

### **Shareholders' equity**

Equity as at 31/12/2021	€ 3,106,851
Result for the financial year	- € 1,849,844
Equity as at 31/12/2022	€ 1,257,008

### **Provision for staff-related risks**

Provisions for staff disputes were recorded in the amount of €110k as at 31 December 2022. Reversals have been recorded for an amount of €63k, €33k of which has not been used.

### **Additional information**

Auditors' fees for the financial year 2022 amount to €43k.

### **Transfer of expenses**

This mainly concerns the re-invoicing to our parent company of products that do not comply with marketing requirements.

### **Important events that occurred since the year end closing**

Following the conflict in Ukraine, Zydus France does not note any direct consequence on its activity (no subsidiaries, no suppliers from Ukraine...). Zydus France notes however the increase in the cost of raw materials (diesel....) impacting its transport costs (air freight and car fleet). In addition, Zydus France suffers in its costs from the impact of the inflation rate such as service providers.

## FIXED ASSETS

Statement expressed in Euros		Gross value beginning of financial year	Movements in the financial year				Gross value as at 31/12/2022
			Increases		Decreases		
			Reassessments	Acquisitions	Transfer owner to owner	Sales/Write off	
INTANGIBLE	Facility fees						
	Miscellaneous	9 505 154		156 687		700 760	8 961 081
	<b>TOTAL INTANGIBLE ASSETS</b>	<b>9 505 154</b>		<b>156 687</b>	<b>0</b>	<b>700 760</b>	<b>8 961 081</b>
TANGIBLE	Land						
	Buildings on own land	2 054 819					2 054 819
	on other's land						
	installations, fit-out, fixtures & fittings	344 556		6 501			351 057
	Technical installations, industrial equipment and machinery	1 500					1 500
	Other installations, miscellaneous fit-out, fixtures and fittings						
	Transport equipment						
	Office equipment, furniture	106 736					106 736
	Recuperable and various packaging						
Tangible assets in progress							
Advances and deposits							
<b>TOTAL TANGIBLE ASSETS</b>	<b>2 507 611</b>		<b>6 501</b>	<b>0</b>	<b>0</b>	<b>2 514 112</b>	
FINANCIAL	Holdings assessed in equivalence						
	Other holdings						
	Other fixed securities						
	Loans and other fixed financial assets	22 510				5 034	17 476
	<b>TOTAL FINANCIAL ASSETS</b>	<b>22 510</b>			<b>0</b>	<b>5 034</b>	<b>17 476</b>
<b>TOTAL</b>		<b>12 035 275</b>		<b>163 188</b>	<b>0</b>	<b>705 794</b>	<b>11 492 669</b>



### DEPRECIATION

Statement expressed in Euros		Depreciation beginning of financial year	Movements in the financial year		Depreciation as at 31/12/2022
			Allocations	Decreases	
INTANGIBLE	Set-up and development expenses				
	Other	9 057 972	81 686	700 760	8 438 897
<b>TOTAL INTANGIBLE ASSETS</b>		<b>9 057 972</b>	<b>81 686</b>	<b>700 760</b>	<b>8 438 897</b>
TANGIBLE	Land				
	Buildings on own land	1 695 863	102 741		1 798 604
	on other's land				
	installations, fit-out, fixtures & fittings	312 563	6 278		318 841
	Technical installations, industrial equipment and machinery	1 500			1 500
	Other installations, miscellaneous fit-out, fixtures & fittings				
	Transport equipment				
Office equipment, furniture	103 593	545		104 138	
Recuperable and various packaging					
<b>TOTAL TANGIBLE ASSETS</b>		<b>2 113 519</b>	<b>109 564</b>	<b>0</b>	<b>2 223 083</b>
<b>TOTAL</b>		<b>11 171 491</b>	<b>191 250</b>	<b>700 760</b>	<b>10 661 980</b>

	Breakdown of the movements affecting the provision for special depreciation allowances						Net movement of depreciation as at end of the year
	Allocations			Reversals			
	Period differential and other	Declining balance method	Exceptional tax depreciation	Period differential and other	Declining balance method	Exceptional tax depreciation	
Set-up and development expenses							
Other intangible assets							
<b>TOTAL INTANGIBLE ASSETS</b>							
Land							
Buildings on own land							
on other's land							
installations, fit-out, fixtures & fittings							
Technical installations, industrial equipment and machinery							
General installations, various fit-outs, fixtures and fittings							
Transport equipment							
Office equipment, IT, furniture							
Recuperable and various packaging							
<b>TOTAL TANGIBLE ASSETS</b>							
Acquisition costs linked to equity investments							
<b>TOTAL</b>							
<b>TOTAL GENERAL NOT BROKEN DOWN</b>							

## PROVISIONS

Statement expressed in Euros

		Beginning financial year	Increases	Decreases	31/12/2022
REGULATED PROVISIONS	Reconstruction of mine and oil deposits				
	Provisions for investments				
	Provisions for price increases				
	Provisions for derogatory depreciation				
	Fiscal provisions for installation loans				
	Other provisions				
<b>REGULATED PROVISIONS</b>					
PROVISIONS FOR CONTINGENCIES AND CHARGES	For disputes	173 000		63 000	110 000
	For guarantees given to customers				
	For losses on future markets				
	For fines and penalties				
	For exchange losses				
	For pensions and similar obligations				
	For taxes				
	For depreciation renewal				
	Provisions for major maintenance and big reviews				
	For social and fiscal charges on paid holidays				
Others					
<b>PROVISIONS FOR CONTINGENCIES AND CHARGES</b>		173 000	0	63 000	110 000
PROVISIONS FOR DEPRECIATION	On depreciation	261 797	69 358	72 760	258 395
	{ intangible				
	{ tangible				
	{ securities placed in equivalence				
	{ holding securities				
{ other financial depreciations					
On stocks and in progress	640 895	444 051	640 895	444 051	
On customers accounts	66 765	59 465	66 765	59 465	
Others					
<b>PROVISIONS FOR DEPRECIATION</b>		969 457	572 874	780 420	761 911
<b>TOTAL GENERAL</b>		1 142 457	572 874	843 420	871 911
Including allowances and reversals	{ - of operating - financial - extraordinary		572 874	780 420 63 000	
Securities placed in equivalence: depreciation amount at the closing of the financial year calculated according to the rules provided under article 39-1.5e of the General Tax Code.					

## RECEIVABLES AND PAYABLES

Statement expressed in Euros

		31/12/2022	Under 1 year	Over 1 year
<b>RECEIVABLES</b>	Receivables from equity interests			
	Loan (1) (2)	16 258	2 568	13 690
	Other financial fixed assets	1 218		1 218
	Doubtful and disputed trade receivables			
	Other receivables	5 970 778	5 911 313	59 465
	Receivables representing securities lent			
	Personnel and related receivables	1 850	1 850	
	Social Security and other welfare agencies			
	Income tax	13 971	13 971	
	Value added tax	534 474	534 474	
	Other taxes, duties and levies			
	Miscellaneous			
	Group and shareholders (2)			
	Sundry debtors	31 564	31 564	
	Prepaid expenses	24 892	24 892	
	<b>TOTAL RECEIVABLES</b>	<b>6 595 006</b>	<b>6 520 634</b>	<b>74 373</b>
(1) Loans granted during the financial year				
(1) Reimbursements obtained during the financial year				
(2) Loans and advances granted to shareholders (natural persons)				

		31/12/2022	Under 1 year	1 to 5 years	Over 5 years
<b>PAYABLES</b>	Convertible bonds (1)				
	Other bonds (1)				
	Loans, payables, credit establishments of 1yr max. at origin (1)				
	Loans, payables, credit establishments of more than 1yr at origin (1)				
	Sundry loans and financial debts (1) (2)	3 656 942	20 073	3 636 869	
	Suppliers and related accounts	7 758 137	7 758 137		
	Personnel and related accounts	393 835	393 835		
	Social Security and other welfare agencies	342 770	342 770		
	Income tax				
	Value added tax				
	Guaranteed bonds				
	Taxes, duties and other levies	1 293 811	1 293 811		
	Amounts payable on fixed assets and related accounts				
	Group and shareholders (2)				
	Other debts	75 898	75 898		
	Payables on securities borrowed				
Deferred revenues					
<b>TOTAL PAYABLES</b>	<b>13 521 392</b>	<b>9 884 523</b>	<b>3 636 869</b>	<b>0</b>	
(1) Loans subscribed during the financial year					
(1) Loans reimbursed during the financial year					
(2) Borrowings and liabilities due to shareholders (natural persons)					

## ACCRUALS

Statement expressed in Euros		31/12/2022
<b>Total accrued income</b>		<b>1 091 219</b>
<b>Other trade receivables</b>		<b>1 072 369</b>
<i>CUSTOMER INVOICES TO ESTABLISH</i>	1 072 369	
<b>Other receivables</b>		<b>18 850</b>
<i>CREDIT NOTE TO BE RECEIVED</i>	17 000	
<i>PERSONNEL ACCRUED EXPENSES</i>	1 850	

## ACCRUED LIABILITIES

Statement expressed in Euros		31/12/2022
<b>Total expenses to pay</b>		<b>3 993 255</b>
<b>Debts to suppliers and related accounts</b>		<b>2 075 790</b>
<i>SUPPLIERS INVOICES NOT RECEIVED Marketing</i>	1 330 648	
<i>SUPPLIERS INVOICES NOT RECEIVED CSP</i>	186 588	
<i>SUPPLIERS INVOICES NOT RECEIVED Overhead</i>	153 747	
<i>SUPPLIERS INVOICES NOT RECEIVED Regulatory Matters</i>	138 902	
<i>SUPPLIERS INVOICES NOT RECEIVED Goods delivered ( GRIR)</i>	265 905	
<b>Fiscal and social debts</b>		<b>1 849 110</b>
<i>DEBTS FOR HOLIDAYS</i>	244 023	
<i>PERSONNEL CHARGES TO PAY</i>	149 812	
<i>SOCIAL CHARGES ON PAID HOLIDAYS</i>	109 810	
<i>SOCIAL INSTITUTIONS SOCIAL CHARGES TO PAY</i>	68 050	
<i>STATE CHARGES TO PAY</i>	1 277 415	
<b>Other debts</b>		<b>68 355</b>
<i>CREDIT NOTES TO BE ISSUED</i>	36 421	
<i>Miscellaneous CHARGES TO PAY</i>	31 934	

## PREPAYMENTS

Statement expressed in Euros

	Period	Amounts	31/12/2022
<b>Prepayments - OPERATING</b>			<b>24 892</b>
Other prepaid expenses		24 892	
<b>Prepayments - FINANCIAL</b>			
<b>Prepayments - EXTRAORDINARY</b>			
<b>TOTAL</b>			<b>24 892</b>

**SHARE CAPITAL**

Statement expressed in Euros		31/12/2022	Number	Nominal value	Amount
<b>SHARES / STOCKS</b>	Of the share capital at the beginning of the financial year		1 944 134	4.00	7 776 536
	Issued during the financial year				
	Reimbursed during the financial year				
	<b>Of the share capital at the end of the financial year</b>		<b>1 944 134</b>	<b>4.00</b>	<b>7 776 536</b>

## BREAKDOWN OF TURNOVER

Statement expressed in Euros		31/12/2022
<b>Turnover per activity field</b>		<b>17 132 791</b>
<b>Production sold Products</b>		<b>16 698 079</b>
<i>SALES PRODUCTS GX 2.10%</i>	16 011 795	
<i>SALES PRODUCTS</i>	93 575	
<i>FINISHED PRODUCTS SOLD TO EXPORT</i>	592 710	
<b>Production sold Services</b>		<b>434 712</b>
<i>PROVISION SERVICES 20.00%</i>	9 546	
<i>PROVISION SERVICES WITHOUT VAT</i>	313 204	
<i>SERVICES WITHOUT VAT</i>	21 108	
<i>RENTAL</i>	90 854	
<b>Turnover per geographical market</b>		<b>17 132 791</b>
<b>Turnover France</b>		<b>16 518 973</b>
<i>SALES PRODUCTS GX 2.10%</i>	16 011 795	
<i>SALES PRODUCTS</i>	93 575	
<i>SERVICES 20.00%</i>	9 546	
<i>SERVICES CRIST</i>	313 204	
<i>RENTAL</i>	90 854	
<b>Turnover Export</b>		<b>613 818</b>
<i>FINISHED PRODUCTS SOLD TO EXPORT</i>	592 710	
<i>SERVICES WITHOUT VAT</i>	21 108	



**BREAKDOWN OF INCOME TAX**

Statement expressed in Euros

	31/12/2022	Profit (loss) before tax	Taxes (1)	Profit (loss) after tax
PROFIT / (LOSS)		(1 912 844)		(1 912 844)
EXTRAORDINARY PROFIT		63 000		63 000
PROFIT / (LOSS) FOR THE YEAR	-	1 849 844		-1 849 844

(1) after tax adjustments

## INCREASES AND DECREASES OF FUTURE TAX LIABILITIES

Statement expressed in Euros

31/12/2022

Statement expressed in Euros		31/12/2022
<b>INCREASES</b>	Regulated provisions	
	Others	
<b>INCREASES OF FUTURE TAX LIABILITIES</b>		
<b>DECREASES</b>	Provisions non deductible for the year when recognized PROVISION FOR MARKETING AUTHORISATIONS	64 599
	Others	
	DEFICITS CARRIED FORWARD	4 544 924
<b>DECREASES OF FUTURE TAX LIABILITIES</b>		<b>4 609 523</b>

**REMUNERATIONS OF EXECUTIVES**

Statement expressed in Euros

31/12/2022

Remunerations of members:

- of administration bodies

- of management bodies

- of supervisory bodies

**In compliance with the principle of persons' rights, such information is not always served since it would have an indirect effect which would provide individual data.**

### AVERAGE STAFF NUMBERS

		31/12/2022	Internal	External
<b>AVERAGE STAFF PER CATEGORY</b>	Executives & higher intellectual professions		20	
	Intermediary professions			
	Employees		16	
	Workers			
	<b>TOTAL</b>		<b>36</b>	

## FINANCIAL COMMITMENTS GIVEN AND RECEIVED

Statement expressed in Euros	31/12/2022	Financial commitments given	Financial commitments given
<b>Unmatured discounted items</b>			
<b>Endorsements, bonds, and guarantees</b>			
<b>Leasing commitments</b>			
<b>Pension, retirement and similar benefits commitments</b>			
<b>Other commitments</b>			
AUTOMOBILE RENTALS		101 761	
OTHER EQUIPMENTS		196 578	
		298 339	
<b>Total financial commitments (1)</b>		<b>298 339</b>	
(1) Including concerning:			
The executives			
The subsidiaries			
The holdings (interests)			
Other related companies			

## PARENT COMPANIES CONSOLIDATING THE ACCOUNTS

31/12/2022

Zydus France is a company integrated in the consolidation of Cadila Healthcare Limited which publishes its consolidated accounts under the Indian Accounting Standards (IND AS).