

PART I

Unaudited [Provisional] Financial Results for the Quarter and Six Months ended September 30, 2012.

| Rupees in Lacs | | | | | | Sr. No. | Particulars | Rupees in Lacs | | | | | |
|---------------------------|-------------------------------------|--|--|---|--------------------------------|-------------|---|---------------------------|-------------------------------------|--|--|---|--------------------------------|
| CONSOLIDATED | | | | | | | | COMPANY | | | | | |
| 3 Months ended 30/09/2012 | Preceding 3 months ended 30/06/2012 | Corresponding 3 months ended 30/09/2011 in the previous year | Year to date figures for the current period ended 30/09/2012 | Year to date figures for the previous year ended 30/09/2011 | Previous year ended 31/03/2012 | | | 3 Months ended 30/09/2012 | Preceding 3 months ended 30/06/2012 | Corresponding 3 months ended 30/09/2011 in the previous year | Year to date figures for the current period ended 30/09/2012 | Year to date figures for the previous year ended 30/09/2011 | Previous year ended 31/03/2012 |
| (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) | | |
| 154,469 | 154,664 | 123,887 | 309,133 | 242,777 | 518,067 | 1 | Income from operations | | | | | | |
| 3,219 | 3,054 | 1,923 | 6,273 | 3,462 | 9,070 | i | Gross Sales | 63,940 | 63,251 | 60,991 | 127,191 | 118,657 | 245,650 |
| 151,250 | 151,610 | 121,964 | 302,860 | 239,315 | 508,997 | ii | Less: Excise Duty | 1,617 | 1,122 | 929 | 2,739 | 1,904 | 4,325 |
| 3,514 | 7,832 | 1,676 | 11,346 | 8,894 | 17,334 | a | Net Sales | 62,323 | 62,129 | 60,062 | 124,452 | 116,753 | 241,325 |
| 154,764 | 159,442 | 123,640 | 314,206 | 248,209 | 526,331 | b | Other operating income | 17,161 | 20,993 | 16,989 | 38,154 | 38,485 | 73,753 |
| | | | | | | c | Total income from operations (net) | 79,484 | 83,122 | 77,051 | 162,606 | 155,238 | 315,078 |
| | | | | | | 2 | Expenses | | | | | | |
| 38,817 | 31,201 | 33,037 | 70,018 | 59,518 | 118,894 | a | Cost of materials consumed | 23,312 | 17,434 | 20,070 | 40,746 | 38,480 | 79,094 |
| 22,700 | 17,101 | 11,678 | 39,801 | 27,707 | 67,852 | b | Purchases of stock-in-trade | 7,005 | 4,390 | 7,890 | 11,395 | 14,031 | 30,455 |
| (4,406) | 3,034 | (5,660) | (1,372) | (11,967) | (18,811) | c | Changes in inventories of finished goods, work-in-progress and stock-in-trade | (1,617) | 3,706 | (2,309) | 2,089 | (3,323) | (5,849) |
| 22,830 | 22,976 | 18,935 | 45,806 | 35,858 | 75,122 | d | Employee benefits expense | 12,826 | 12,705 | 10,844 | 25,531 | 21,388 | 43,455 |
| 4,323 | 4,343 | 3,754 | 8,666 | 7,226 | 15,788 | e | Depreciation and amortisation expense | 2,672 | 2,752 | 2,754 | 5,424 | 5,251 | 10,823 |
| 51,760 | 49,389 | 41,943 | 101,149 | 83,147 | 174,888 | f | Other expenses | 28,409 | 24,615 | 24,630 | 53,024 | 49,694 | 101,145 |
| 136,024 | 128,044 | 103,687 | 264,068 | 201,489 | 433,733 | g | Total expenses | 72,607 | 65,602 | 63,879 | 138,209 | 125,521 | 259,123 |
| 18,740 | 31,398 | 19,953 | 50,138 | 46,720 | 92,598 | 3 | Profit/ (Loss) from Operations before other income, finance costs and exceptional items (1-2) | 6,877 | 17,520 | 13,172 | 24,397 | 29,717 | 55,955 |
| 646 | 951 | 1,104 | 1,597 | 1,735 | 5,315 | 4 | Other income | 5,202 | 269 | 15,410 | 5,471 | 16,275 | 23,914 |
| 19,386 | 32,349 | 21,057 | 51,735 | 48,455 | 97,913 | 5 | Profit/ (Loss) from ordinary activities before finance costs and exceptional items (3+4) | 12,079 | 17,789 | 28,582 | 29,868 | 45,992 | 79,869 |
| 4,050 | 5,719 | 7,686 | 9,769 | 8,801 | 18,490 | 6 | Finance costs | 2,794 | 3,869 | 5,974 | 6,663 | 6,661 | 12,826 |
| 15,336 | 26,630 | 13,371 | 41,966 | 39,654 | 79,423 | 7 | Profit/ (Loss) from ordinary activities after finance costs but before exceptional items (5-6) | 9,285 | 13,920 | 22,608 | 23,205 | 39,331 | 67,043 |
| 0 | 0 | 0 | 0 | 0 | 0 | 8 | Exceptional items | 0 | 0 | 0 | 0 | 0 | 0 |
| 15,336 | 26,630 | 13,371 | 41,966 | 39,654 | 79,423 | 9 | Profit/ (Loss) from ordinary activities before tax (7+8) | 9,285 | 13,920 | 22,608 | 23,205 | 39,331 | 67,043 |
| 4,939 | 6,537 | 2,351 | 11,476 | 5,205 | 11,304 | 10 | Tax expense | (460) | 650 | (490) | 190 | 940 | 1,291 |
| 10,397 | 20,093 | 11,020 | 30,490 | 34,449 | 68,119 | 11 | Net Profit/ (Loss) from ordinary activities after tax (9-10) | 9,745 | 13,270 | 23,098 | 23,015 | 38,391 | 65,752 |
| 0 | 0 | 0 | 0 | 0 | 0 | 12 | Extraordinary items (net of tax expense) | 0 | 0 | 0 | 0 | 0 | 0 |
| 10,397 | 20,093 | 11,020 | 30,490 | 34,449 | 68,119 | 13 | Net Profit/ (Loss) for the period (11+12) | 9,745 | 13,270 | 23,098 | 23,015 | 38,391 | 65,752 |
| 0 | 0 | 0 | 0 | 0 | 0 | 14 | Share of profit/ (loss) of associates | 0 | 0 | 0 | 0 | 0 | 0 |
| (883) | (614) | (752) | (1,497) | (1,199) | (2,860) | 15 | Minority interest | 0 | 0 | 0 | 0 | 0 | 0 |
| 9,514 | 19,479 | 10,268 | 28,993 | 33,250 | 65,259 | 16 | Net Profit/ (Loss) after taxes, minority interest and share of profit/ (loss) of associates (13+14+15) | 9,745 | 13,270 | 23,098 | 23,015 | 38,391 | 65,752 |
| 10,237 | 10,237 | 10,237 | 10,237 | 10,237 | 10,237 | 17 | Paid-up equity share capital (Face Value Rs. 5/-) | 10,237 | 10,237 | 10,237 | 10,237 | 10,237 | 10,237 |
| | | | | | 247,122 | 18 | Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year | | | | | 244,695 | |
| | | | | | | 19 i | Earnings per share (before extraordinary items) (of Rs. 5/- each) (not annualised): | | | | | | |
| 4.65 | 9.51 | 5.01 | 14.16 | 16.24 | 31.87 | a | Basic (Rs.) | 4.76 | 6.48 | 11.28 | 11.24 | 18.75 | 32.11 |
| 4.65 | 9.51 | 5.01 | 14.16 | 16.24 | 31.87 | b | Diluted (Rs.) | 4.76 | 6.48 | 11.28 | 11.24 | 18.75 | 32.11 |
| | | | | | | 19 ii | Earnings per share (after extraordinary items) (of Rs. 5/- each) (not annualised): | | | | | | |
| 4.65 | 9.51 | 5.01 | 14.16 | 16.24 | 31.87 | a | Basic (Rs.) | 4.76 | 6.48 | 11.28 | 11.24 | 18.75 | 32.11 |
| 4.65 | 9.51 | 5.01 | 14.16 | 16.24 | 31.87 | b | Diluted (Rs.) | 4.76 | 6.48 | 11.28 | 11.24 | 18.75 | 32.11 |

Notes :

- The above results for the quarter/ six months ended on September 30, 2012 were reviewed by the Audit Committee on November 6, 2012 and then approved by the Board of Directors at their meeting held on November 7, 2012.
- The Statutory Auditors of the Company have carried out a "Limited Review" of the above results as per Clause 41 of the Listing Agreement.
- During the quarter, Finest Procuring Solutions Limited, a step down subsidiary merged with Zydus Animal Health Limited, a wholly owned subsidiary of the Company with effect from August 27, 2012 pursuant to a Scheme of Amalgamation approved by the Delhi High Court.
- The company has incorporated Hercon Pharmaceuticals LLC as a wholly owned subsidiary of Zydus Noveltch Inc. USA and has invested an initial capital of USD 100,000.
- The changes in Investments during the quarter are as under:
Zydus BSV Pharma Private Limited [Additional Investment] - Rs. 200 Lacs
Zydus Lanka Private Limited, Sri Lanka - Rs. 4 Lacs
- The above financial results include loss on account of foreign exchange fluctuations of Rs. 4,909 Lacs for the quarter [loss of Rs. 7,752 Lacs in the corresponding quarter of previous year] on standalone basis and Rs. 7,565 Lacs for the quarter [loss of Rs. 7,202 Lacs in the corresponding quarter of previous year] on consolidated basis.
The above financial results include loss on account of foreign exchange fluctuations of Rs. 5,746 Lacs for the six months [loss of Rs. 6,837 Lacs in the corresponding six months of previous year] on standalone basis and Rs. 5,884 Lacs for the six months [loss of Rs. 5,266 Lacs in the corresponding six months of previous year] on consolidated basis.
- Figures of previous reporting periods have been regrouped/ reclassified wherever necessary to correspond with the current reporting period.
- The Company has one segment of activity viz., "Pharmaceuticals".

PART II

Select information for the Quarter and Six Months ended 30/09/2012

| 3 Months ended 30/09/2012 | Preceding 3 months ended 30/06/2012 | Corresponding 3 months ended 30/09/2011 in the previous year | Year to date figures for the current period ended 30/09/2012 | Year to date figures for the previous year ended 30/09/2011 | Previous year ended 31/03/2012 | Particulars | 3 Months ended 30/09/2012 | Preceding 3 months ended 30/06/2012 | Corresponding 3 months ended 30/09/2011 in the previous year | Year to date figures for the current period ended 30/09/2012 | Year to date figures for the previous year ended 30/09/2011 | Previous year ended 31/03/2012 |
|---------------------------|-------------------------------------|--|--|---|--------------------------------|-------------|--|-------------------------------------|--|--|---|--------------------------------|
| 51,610,474 | 51,610,474 | 51,610,474 | 51,610,474 | 51,610,474 | 51,610,474 | A | | | | | | |
| 25.21% | 25.21% | 25.21% | 25.21% | 25.21% | 25.21% | 1 | PARTICULARS OF SHAREHOLDING | | | | | |
| | | | | | | | Public shareholding | | | | | |
| | | | | | | | - Number of shares | 51,610,474 | 51,610,474 | 51,610,474 | 51,610,474 | 51,610,474 |
| | | | | | | | - Percentage of Shareholding | 25.21% | 25.21% | 25.21% | 25.21% | 25.21% |
| | | | | | | | 2 | | | | | |
| | | | | | | | Promoters and Promoter Group Shareholding | | | | | |
| | | | | | | | a | | | | | |
| | | | | | | | Pledged / Encumbered | | | | | |
| | | | | | | | - Number of shares | Nil | Nil | Nil | Nil | Nil |
| | | | | | | | - Percentage of shares (as a % of the total shareholding of promoter and promoter group) | N.A. | N.A. | N.A. | N.A. | N.A. |
| | | | | | | | - Percentage of shares (as a % of the total share capital of the company) | N.A. | N.A. | N.A. | N.A. | N.A. |
| | | | | | | | b | | | | | |
| | | | | | | | Non - encumbered | | | | | |
| | | | | | | | - Number of shares | 153,138,046 | 153,138,046 | 153,138,046 | 153,138,046 | 153,138,046 |
| | | | | | | | - Percentage of shares (as a % of the total shareholding of Promoter and Promoter group) | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% |
| | | | | | | | - Percentage of shares (as a % of the total share capital of the company) | 74.79% | 74.79% | 74.79% | 74.79% | 74.79% |

| Particulars | 3 months ended 30/09/2012 |
|--|---------------------------|
| B | |
| INVESTOR COMPLAINTS [In Numbers] | |
| Pending at the beginning of the quarter | Nil |
| Received during the quarter | 11 |
| Disposed of during the quarter | 11 |
| Remaining unresolved at the end of the quarter | Nil |

Statement of Assets and Liabilities

| CONSOLIDATED | | Particulars | COMPANY | |
|--|--|---|--|--|
| Rupees in Lacs | | | Rupees in Lacs | |
| As at current half year end 30/09/2012 (Unaudited) | As at previous year end 31/03/2012 (Audited) | | As at current half year end 30/09/2012 (Unaudited) | As at previous year end 31/03/2012 (Audited) |
| | | EQUITY AND LIABILITIES | | |
| | | 1 Shareholders' funds | | |
| | | a Share capital | 10,237 | 10,237 |
| | | b Reserves and surplus | 277,560 | 247,122 |
| | | c Money received against share warrants | 0 | 0 |
| | | Sub-total - Shareholders' funds | 287,797 | 257,359 |
| | | 2 Share application money pending allotment | 0 | 0 |
| | | 3 Minority Interest | 10,548 | 9,043 |
| | | 4 Non-current liabilities | | |
| | | a Long-term borrowings | 121,912 | 132,234 |
| | | b Deferred tax liabilities (net) | 11,918 | 11,846 |
| | | c Other long-term liabilities | 5,054 | 4,260 |
| | | d Long-term provisions | 7,150 | 7,562 |
| | | Sub-total - Non-current liabilities | 146,034 | 155,902 |
| | | 5 Current liabilities | | |
| | | a Short-term borrowings | 98,839 | 68,710 |
| | | b Trade payables | 63,846 | 54,551 |
| | | c Other current liabilities | 80,098 | 69,243 |
| | | d Short-term provisions | 9,161 | 22,805 |
| | | Sub-total - Current liabilities | 251,944 | 215,309 |
| | | 6 Foreign Currency Monetary Items Translation Difference Account | 0 | 311 |
| | | TOTAL - EQUITY AND LIABILITIES | 696,323 | 637,924 |
| | | ASSETS | | |
| | | 1 Non-current assets | | |
| | | a Fixed assets | 265,591 | 234,382 |
| | | b Goodwill on consolidation | 98,802 | 98,802 |
| | | c Non-current investments | 2,115 | 2,115 |
| | | d Long-term loans and advances | 30,202 | 26,313 |
| | | e Other non-current assets | 0 | 0 |
| | | Sub-total - Non-current assets | 396,710 | 361,612 |
| | | 2 Current assets | | |
| | | a Current investments | 3,584 | 304 |
| | | b Inventories | 111,651 | 109,050 |
| | | c Trade receivables | 100,181 | 88,631 |
| | | d Cash and cash equivalents | 50,456 | 46,662 |
| | | e Short-term loans and advances | 27,613 | 27,458 |
| | | f Other current assets | 5,612 | 4,207 |
| | | Sub-total - Current assets | 299,097 | 276,312 |
| | | 3 Foreign Currency Monetary Items Translation Difference Account | 516 | 0 |
| | | TOTAL - ASSETS | 696,323 | 637,924 |

For Cadila Healthcare Limited,

Pankaj R. Patel
Chairman & Managing Director