



CIN: L24231KA1979PLC003563

February 11, 2015

The Manager – Listing
Bangalore Stock Exchange Ltd,
Stock Exchange Tower
51, 1st Cross, J.C.Road
Bangalore – 560027

The Manager – Listing
BSE Limited,
1st Floor, New Trading Ring
Rotunda Building, P J Towers, Dalal Street, Fort,
Mumbai 400001

The Manager – Listing
National Stock Exchange of India Ltd.
Exchange plaza, 5th Floor, Plot No.C/1, G Block
Bandra-Kurla Complex, Bandra (E),
Mumbai 400051

Dear Sirs,

Sub: Outcome of Board Meeting held on Wednesday, February 11, 2015

Ref: Scrip Code - Bgse: ASTRAZEN /BSE: 506820 / NSE: ASTRAZEN EQ

At the Board Meeting of the Company held on Wednesday, February 11, 2015, the Board of Directors approved the Un-audited Financial Results of the Company for the third quarter ended December 31, 2014.

The said financial results together with the Limited Review Report issued by the Statutory Auditors are enclosed herewith.

Please take the same on record.

Thanking you,

Yours faithfully,
for **AstraZeneca Pharma India Limited**


Anantha Murthy N
Legal Counsel and Company Secretary

Enc: As above.

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AstraZeneca Pharma India Ltd.
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In Rs lakhs (except for number of shares)

Statement of unaudited results for the quarter and nine months ended 31 December 2014							
Part I Sl No.	Particulars	3 months ended 31/12/2014 (Unaudited)	3 months ended 30/09/2014 (Unaudited)	3 months ended 31/12/2013 (Unaudited)	9 months ended 31/12/2014 (Unaudited)	9 months ended 31/12/2013 (Unaudited)	Previous Year ended 31/03/2014 (Audited)
1	Income from operations	10,812.23	11,455.02	11,887.92	34,824.51	35,959.88	47,374.82
	a) Net sales/ income from operations (net of excise duty)	7.99	12.39	7.66	27.40	22.00	22.28
	b) Other operating income	10,820.22	11,467.41	11,895.58	34,861.91	35,981.88	47,397.10
	Total income from operations (net)						
2	Expenses	83.35	592.61	1,184.17	1,609.09	4,950.51	6,385.87
	(a) Cost of materials consumed ¹	6,153.99	4,244.73	2,873.43	14,950.90	6,647.94	12,228.88
	(b) Purchase of stock-in-trade ²	(2,363.24)	466.30	(162.00)	(1,912.37)	538.77	(2,003.40)
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	3,916.83	4,032.01	3,503.17	12,324.25	10,875.01	16,046.61
	(d) Employee benefits expense	437.47	345.88	303.07	1,126.24	715.15	1,012.49
	(e) Depreciation and amortisation expense	4,043.00	4,742.58	4,219.83	13,209.88	13,078.83	16,037.00
	(f) Other expenses	12,271.40	14,424.09	11,901.67	41,199.09	38,504.21	49,708.85
	Total expenses	(1,451.18)	(2,956.58)	(6.09)	(6,347.10)	(522.33)	(2,309.75)
3	Profit/(loss) from operations before other income, finance costs and exceptional items (1-2)	110.28	160.58	157.88	450.26	779.21	920.84
4	Other income	(1,340.90)	(2,796.00)	151.79	(5,896.92)	258.88	(1,388.91)
5	Profit/(loss) from ordinary activities before finance costs and exceptional items (3+4)						
6	Finance costs	(1,340.90)	(2,796.00)	151.79	(5,896.92)	258.88	(1,388.91)
7	Profit/(loss) from ordinary activities after finance costs but before exceptional items (5-6)						
8	Exceptional items ³						
9	Profit/(loss) from ordinary activities before tax (7+8)	(1,340.90)	(2,796.00)	151.79	(5,896.92)	258.88	(1,388.91)
10	Tax expense					50.89	50.89
11	Net profit/(loss) from ordinary activities after tax (9-10)	(1,340.90)	(2,796.00)	151.79	(5,896.92)	205.99	(50.89)
12	Extraordinary items						
13	Net profit/(loss) for the period (11-12)	(1,340.90)	(2,796.00)	151.79	(5,896.92)	205.99	(50.89)
14	Paid-up equity share capital (Face value of Rs 2 per equity share)	500.00	500.00	500.00	500.00	500.00	500.00
15	Reserves excluding revaluation reserves as per the balance sheet of previous accounting year						16,859.50
16	Basic and diluted earnings (Rs) per share (not annualised)	(5.36)	(11.18)	0.61	(23.59)	0.62	(0.20)

Select information for the quarter and nine months ended 31 December 2014							
A	Particulars of shareholding						
1	Public shareholding						
	- Number of shares	6,250,000	6,250,000	6,250,000	6,250,000	6,250,000	6,250,000
	- Percentage of shareholding	25.0%	25.0%	25.0%	25.0%	25.0%	25.0%
2	Promoters and promoter group shareholding						
	a) Pledged/Encumbered						
	- Number of shares	-	-	-	-	-	-
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-
	- Percentage of shares (as a % of the total share capital of the Company)	-	-	-	-	-	-
	b) Non-encumbered						
	- Number of shares	18,750,000	18,750,000	18,750,000	18,750,000	18,750,000	18,750,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%
	- Percentage of shares (as a % of the total share capital of the Company)	75.0%	75.0%	75.0%	75.0%	75.0%	75.0%

B	Particulars	3 months ended 31/12/2014
	Investor complaints	
	Pending at the beginning of the quarter	Nil
	Received during the quarter	Nil
	Disposed of during the quarter	Nil
	Remaining unresolved at the end of the quarter	Nil

Notes:

- The above statement of financial results was reviewed by the Audit Committee and having been recommended for approval, was approved by the Board of Directors of the Company at their meeting held on 11 February 2015.
- The Company's sole reportable business segment is - 'Healthcare'. The other segments are not material and are hence disclosed as 'Others'. Others comprise service income pertaining to clinical trials and co-promotion activities (till 31 January 2014) (Also refer note 5 below).
- Other income for the nine months ended 31 December 2013 and year ended 31 March 2014 includes an amount of Rs 253.02 lakhs towards compensation for factory land acquired by National Highway Authority of India (NHAI) during the financial year 2011-12. In the earlier years, the Company had accrued an income of Rs 763.55 lakhs based on the information available with the Company. The aforesaid additional income had been recognised on the receipt of the total compensation during the year ended 31 March 2014. Accordingly, the Company had accounted for the capital gains tax aggregating Rs 50.89 lakhs during the nine months ended 31 December 2013 and year ended 31 March 2014.
- The Company had entered into a subvention agreement ("the agreement") dated 7 May 2013 with AstraZeneca Pharmaceuticals AB Sweden ("Promoter Company") wherein to assist the Company in its efforts to establish/grow its presence in the Indian market, the Promoter Company had voluntarily decided to provide a non refundable financial grant. Accordingly, the Company received Rs 2,171.40 lakhs during the quarter ended 31 December 2013, Rs 6,491.00 lakhs during the nine months ended 31 December 2013 and Rs 8,624 lakhs during the year ended 31 March 2014 as financial grant. The Promoter Company vide its letter dated 1 March 2014 informed the Board of Directors of the Company of a revision of the agreement, whereby the payment under the agreement was revised to USD 14 million (Indian rupee equivalent 8,624 lakhs) and period covered under the agreement to financial year 2013-14. The Promoter Company vide its letter dated 25 April 2014 terminated the agreement effective 25 March 2014 on the ground that the Company's business and financial performance had been in line with more recent expectations, and that the Company would not require any further grant for the financial years 2014-15 and 2015-16. Consequently to the termination of the agreement, out of the total subvention receipt amounting to Rs 8,624 lakhs during the year ended 31 March 2014, the Company had credited subvention receipt amounting to Rs 1,388.91 lakhs representing loss incurred by the Company for the year ended 31 March 2014 to the profit and loss account and the balance subvention receipt amounting to Rs 7,235.09 lakhs had been transferred by the Company to capital reserves during the quarter and year ended 31 March 2014.
- Effective 1 February 2014, AstraZeneca Group Companies acquired the Global Diabetic business of Bristol-Myers Squibb Company. Consequently to the aforesaid acquisition, the Company entered into a consignment sale agreement with Bristol Myers Squibb India Private Limited (BMS) for a transition period from 1 February 2014 to 31 May 2014, post which the Company is directly selling these products. Accordingly, sale of the BMS diabetic products in India for the period 1 February 2014 to 31 March 2014 and 1 April 2014 to 31 December 2014 has been included as part of the sales of the Company. Sales for the quarter and nine months ended 31 December 2014 is not comparable with sales for the respective comparative period to the extent of these sales. The Company was earning income from co-promotion services for the period upto 31 January 2014. The Company has not earned any further income from the above mentioned co-promotion services after 31 January 2014.
- AstraZeneca Pharmaceuticals AB, Sweden ("AZPAB"), the promoter of the Company vide its letter dated 1 March 2014, had proposed voluntary delisting of equity shares from stock exchanges ("Delisting Proposal"). The Board of Directors at their meeting held on 15 March 2014, had accorded approval for the Delisting Proposal. Further, the Delisting Proposal has been approved by the requisite majority of shareholders of the Company as required under Regulation 8 of SEBI (Delisting of Equity Shares) Regulations, 2009. SEBI in its order dated 24 June 2014 has issued directions to Bombay Stock Exchange and National Stock Exchange to closely monitor the entire delisting process of the Company and the AZPAB shall finally purchase shares from the public shareholders in the delisting offer only after seeking approval from Bombay Stock Exchange and National Stock Exchange. The Company has received in-principle approval of National Stock Exchange, Bombay Stock Exchange and Bangalore Stock Exchange, for voluntary delisting of equity shares from the said exchanges. A Writ Petition has been filed by two shareholders of the Company before the High Court of Judicature at Bombay ("the Court"), seeking inter-alia an order from the Court, restraining the Company and AZPAB from implementing the Delisting Proposal of AZPAB. The Court, which heard the Petition on 8 October 2014, has disposed of the same, with the directions that the Petitioners as well as the Company and AZPAB are at liberty to prefer appeal against Securities Exchange Board of India (SEBI) Order dated 24 June 2014, to the Securities Appellate Tribunal (SAT), within six weeks; until the SAT hears and disposes off the Petitioners' appeal, the Company and AZPAB, shall not take any further steps in the process of delisting of equity shares of the Company; and the SAT to hear and decide the appeal as expeditiously as possible and preferably by 28 February 2015. Further, an appeal has also been filed by two shareholders of the Company before the SAT, Mumbai, against part of SEBI's Order dated 24 June 2014, in relation to delisting proposal of AZPAB. At the hearing held on 16 January 2015, the SAT posted the matter to be heard on 5 March 2015.
- During the current quarter, the Company has received credit notes aggregating Rs 899.50 Lakhs in relation to raw materials and Rs 286.38 Lakhs in relation to traded goods procured from Group companies for the period 1 April 2014 to 30 November 2014 on account of reduction in prices. The aforesaid amount includes reduction in prices for the quarter ended 30 June 2014 and 30 September 2014 aggregating Rs 75.01 Lakhs and Rs 328.39 Lakhs for raw materials and Rs 75.89 Lakhs and Rs 49.89 Lakhs for traded goods, respectively.
- The above statement of financial results has been reviewed by the statutory auditors. The statutory auditors have issued an unqualified review report. The review report has been filed with the stock exchange and is also available on the Company's website.

By Order of the Board of Directors
For AstraZeneca Pharma India Limited

Sanjay Muralidhar
Managing Director

Segment wise revenue, results and capital employed

Sl.no	Particulars	3 months ended 31/12/2014 (Unaudited)	3 months ended 30/09/2014 (Unaudited)	3 months ended 31/12/2013 (Unaudited)	9 months ended 31/12/2014 (Unaudited)	9 months ended 31/12/2013 (Unaudited)	Previous year ended 31/03/2014 (Audited)
(Rs in lakhs)							
1	Segment revenue						
	(a) Healthcare	10,716.81	11,477.52	10,965.93	34,895.63	33,080.66	44,178.44
	(b) Others	103.41	(10.11)	929.65	(43.72)	2,901.22	3,218.66
	Total	10,820.22	11,467.41	11,895.58	34,851.91	35,981.88	47,397.10
	Net income from operations	10,820.22	11,467.41	11,895.58	34,851.91	35,981.88	47,397.10
2	Segment results						
	Profit/(loss) before tax and interest						
	(a) Healthcare	(1,460.93)	(2,982.81)	(147.37)	(6,392.97)	(1,144.73)	(3,113.81)
	(b) Others	9.75	26.13	141.28	45.79	622.40	804.06
	Total	(1,451.18)	(2,956.68)	(6.09)	(6,347.18)	(522.33)	(2,309.75)
	Add: Other income	110.28	160.68	157.88	450.26	779.21	920.84
	Add: Exceptional item	-	-	-	-	-	1,388.91
	Less: Interest	-	-	-	-	-	-
	Total profit/(loss) before tax	(1,340.90)	(2,796.00)	151.79	(5,896.92)	256.88	-
3	Capital employed						
	(a) Healthcare	8,165.92	6,454.30	7,079.94	8,165.92	7,079.94	7,829.14
	(b) Others	(266.00)	(407.52)	31.29	(266.00)	31.29	(559.23)
	(c) Unallocated	3,362.66	6,556.70	3,070.05	3,362.66	3,070.05	9,889.59
	Total	11,262.58	12,603.48	10,181.28	11,262.58	10,181.28	17,159.50

Notes :

- 1 Certain assets and liabilities of the Healthcare segment are interchangeably used for other segments for limited purposes. Identification of such assets and liabilities is not feasible. Hence, such assets have not been allocated to any segment.
- 2 The Company has an agreement with AstraZeneca AB, Sweden for global clinical trial studies to be undertaken in India. As per the terms of the agreement, the Company charges the cost incurred (External and Internal) on clinical trials plus a markup on the internal cost to AstraZeneca AB, Sweden. As at 31 December 2014, the Company has six studies ongoing in India for which the Company has incurred external cost aggregating to Rs 75.77 lakhs during the quarter ended 30 September 2014, Rs 104.31 lakhs during quarter ended 31 December 2014 and Rs 426.90 lakhs for nine months ended 31 December 2014. Certain reversal of provisional cost has resulted in a net reversal in the other revenue for the quarter ended 30 September 2014 and nine months ended 31 December 2014.
- 3 Exceptional item for the year ended 31 March 2014 represents receipt under subvention agreement credited to statement of profit and loss to the extent of losses incurred during the year ended 31 March 2014.