

BSR & Co.

(Registered)

Chartered Accountants

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To the Board of Directors
Ranbaxy Laboratories Limited

1. We have reviewed the accompanying Consolidated Unaudited Financial Results ('Statement') of Ranbaxy Laboratories Limited ('the Company'), its subsidiaries and associate (collectively known as the 'the Group') for the quarter and nine months ended 30 September 2012, attached herewith, being submitted by the Company pursuant to the requirement of clause 41 of the Listing Agreement issued by the Securities and Exchange Board of India ("Listing Agreement"). The disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management have not been reviewed by us. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors on 8 November 2012. Our responsibility is to issue a report on this Statement, based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial results are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. We did not review the financial results of certain subsidiaries and of an associate, interests in which have been incorporated in the Statement. These subsidiaries and the associate account for 32% and 26% of total income from operations and other income, for the quarter and nine months ended 30 September 2012 respectively, as shown in the Statement. Of the above:
 - (a) The unaudited financial results of some of the subsidiaries incorporated outside India as drawn up in accordance with the generally accepted accounting principles of the respective countries ('local GAAP') have been reviewed by other auditors duly qualified to act as auditors in those countries. These subsidiaries account for 29% and 23% of total income from operations and other income, for the quarter and nine months period ended on that date respectively, as shown in the Statement. The aforesaid local GAAP financial results have been restated by the management of the said entities so that they conform to the generally accepted accounting principles in India. This has been done on the basis of a reporting package prepared by the Company which covers accounting and disclosure requirements applicable to the Statement under the generally accepted accounting principles in India. The reporting packages made for this purpose have been reviewed by the other auditors and reports of those other auditors have been furnished to us. Our opinion on the Statement, insofar as it relates to these entities, is based on the aforesaid review reports of those other auditors.

V. Aggarwal

- (b) The unaudited financial results of the remaining subsidiaries and associate have not been subjected to review either by us or by other auditors, and therefore, the unaudited financial results for the quarter and nine months period ended 30 September 2012 of these entities have been furnished to us by the management. These subsidiaries and associates account for 3% and 3% of total income from operations and other income, for the quarter and nine months period ended on that date respectively, as shown in the Statement, and therefore, are not material to the Statement, either individually or in the aggregate.
4. *As stated in Note 6 of the attached Statement, the claims and contractual payment expense included in 'Other expenses' qualifies for a separate line item disclosure in accordance with clause 41 of the Listing Agreement as the same is more than 10% of total expenses for the nine months ended 30 September 2012 and quarter ended 30 June 2012. As informed to us, the Company had not disclosed the said amount as a separate line item in view of certain terms of agreement between the parties. This was a subject matter of qualification in our review report for the quarter and six months ended 30 June 2012, quarter ended 31 March 2012 and audit report for the year ended 31 December 2011 as well.*
5. Without qualifying our opinion, we draw attention to Note 4 of the attached Statement, wherein it has been stated that on the basis of a legal advice, the Company is of the view that the appointment and payment of remuneration to Mr. Arun Sawhney, CEO and Managing Director for the full year ended 31 December 2011 is in accordance with the conditions stipulated under the Notification no. GSR 534(E) dated 14 July 2011 read with the clarification dated 16 August 2012 issued by the Ministry of Corporate Affairs.
6. Based on our review conducted as explained in paragraphs 1 and 2 above and *subject to the comment given in paragraph 4 above on the relevant items of the attached Statement*, nothing has come to our attention that cause us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in term of clause 41 of the Listing Agreement, including the manner in which is to be disclosed, or that is contains any material misstatement.

For BSR & Co.
Chartered Accountants
Registration No. 101248W



Vikram Aggarwal
Partner
Membership No: 089826

Place: Gurgaon
Date : 8 November 2012