

B S R & Co. LLP

Chartered Accountants

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To the Board of Directors
Ranbaxy Laboratories Limited

1. We have audited the accompanying Statement of Consolidated Financial Results ('the Statement') of Ranbaxy Laboratories Limited ('the Company'), its subsidiaries and associates (collectively known as 'the Group') for the fifteen months ended 31 March 2014 ('current period'), 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'), except for the disclosures regarding 'Public shareholding' and 'Promoter and promoter group shareholding', which have been traced from disclosures made by the management and have not been audited by us. Attention is drawn to the fact that the figures for the quarter ended 31 March 2014 as reported in the Statement are the balancing figures between audited figures in respect of the current period and the published year to date figures up to the fourth quarter of the current period. Also, the figures up to the end of the fourth quarter had only been reviewed and not subjected to audit.
2. The Statement has been prepared on the basis of the consolidated financial statements of the current period and reviewed quarterly consolidated financial results upto the end of the fourth quarter. Our responsibility is to express an opinion on the Statement based on our audit of the consolidated financial statements of the current period which have been prepared in accordance with the recognition and measurement principles laid down in the Companies (Accounting Standards) Rules, 2006 as per section 211 (3C) of the Companies Act, 1956 read with the General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with clause 41 of the Listing Agreement.
3. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement is free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed in the Statement. An audit includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
4. We did not audit the financial results of certain subsidiaries and associates, interests in which have been incorporated in the Statement. These subsidiaries and associates account for 25% of total assets as at 31 March 2014 and 35% of aggregate of total income from operations (net) and other income for the current period ended 31 March 2014, as shown in the Statement. Of the above:
 - a. The financial results of some of the subsidiaries incorporated outside India as drawn up in accordance with the generally accepted accounting principles of these respective countries ('local GAAP') have been audited by other auditors duly qualified to act as auditors in those countries. These subsidiaries account for 22% of total assets and 31% of aggregate of total income from operations (net) and other income for the current period ended on that date, 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



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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 audited 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 audit reports of those other auditors.

- b. The financial results of the remaining subsidiaries and associates have not been subjected to audit either by us or by other auditors, and therefore, the unaudited financial results for the current period ended 31 March 2014 of these entities have been furnished to us by the management. These subsidiaries and associates account for 3% of total assets and 4% of aggregated of total income from operation (net) and other income for the current period ended on that date, as shown in the Statement, and therefore, are not material to the Statement, either individually or in the aggregate.
5. Without qualifying our opinion, we draw attention to note 3 b) of the Statement which explains in detail the prohibition imposed by the Food and Drug Administration of the United States of America on the Toansa manufacturing facility of the Company, and the communications received from and actions taken by other regulators including the Department of Justice of the United States of America and regulators in European Union countries. Consequently, the Group has made provisions, to the extent of Rs. 2,733.60 million, on the basis of best information and estimates presently available with the Group. The basis and assumptions used by the management in calculating these provisions involve significant judgment and estimates (including those relating to inventories, sales return, trade commitments, realisability of tax assets, etc.). There are inherent uncertainties regarding the future actions of the regulators, the impact of which is not ascertainable at this stage and therefore, the actual amounts may eventually differ.
6. In our opinion and to the best of our information and according to the explanations given to us the Statement:
 - (i) is presented in accordance with the requirements of clause 41 of the Listing Agreement in this regard; and
 - (ii) gives a true and fair view of the net loss and other financial information of the Company for the current period.
7. Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of public shareholdings, as furnished by the Company in terms of clause 35 of the Listing Agreement, and found the same to be correct.

For B S R & Co. LLP
Chartered Accountants
Registration No.: 101248W



Akhil Bansal
Partner
Membership No.: 090906

Place: Gurgaon, India
Date: 9 May 2014