

BSR & Co.

(Registered)

Chartered Accountants

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To the Board of Directors
Ranbaxy Laboratories Limited

1. We have audited the accompanying Consolidated Financial Results ('Statement') of Ranbaxy Laboratories Limited ('the Company'), its subsidiaries and an associate (collectively known as 'the Group') for the year ended 31 December 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 and have not been audited by us. Attention is drawn to the fact that the figures for the quarter ended 31 December 2012 and the corresponding quarter ended in the previous year as reported in the Statement are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the relevant financial year. Also the figures up to the end of the third quarter had only been reviewed and not subjected to audit.
2. The Statement has been prepared on the basis of the annual consolidated financial statements and reviewed quarterly financial results upto the end of the third quarter which are the responsibility of the Company's management. Our responsibility is to express an opinion on the Statement based on our audit of the annual consolidated financial statements 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 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 as financial results. An audit also 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 an associate, interests in which have been incorporated in the Statement. These subsidiaries and associate account 21% of total assets as at 31 December 2012 and 28% of aggregate of total income from operations (net) and other income for the year ended 31 December 2012, 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 17% of total assets and 25% of aggregate of total income from operations (net) and other income for the year 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 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

V. Aggarwal

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 an associate have not been subjected to audit either by us or by other auditors, and therefore, the unaudited financial results for the year ended 31 December 2012 of these entities have been furnished to us by the management. These subsidiaries and associate account for 4% of total assets and 3% of aggregate of total income from operations (net) and other income for the year 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 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. 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 profit and other financial information of the Group for the year ended 31 December 2012.
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.

Place: Gurgaon, India
Date: 26 February 2013

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



Vikram Aggarwal

Partner

Membership No: 089826