



**P. MURALI & CO.,**

CHARTERED ACCOUNTANTS  
6-3-655/2/3, SOMAJIGUDA,  
HYDERABAD - 500 082. INDIA

Tel. : (91-40) 2332 6666, 2331 2554  
2339 3967, 2332 1470

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Website : www.pmurali.com

### INDEPENDENT AUDITOR'S REPORT

To the Members of  
VIVO BIO LABS PRIVATE LIMITED  
Report on the Financial Statements:

We have audited the accompanying financial statements of VIVO BIO LABS PRIVATE LIMITED ("The Company"), which comprise the Balance Sheet as at March 31, 2014, and a summary of significant accounting policies and other explanatory information.

#### Management's Responsibility for the Financial Statements:

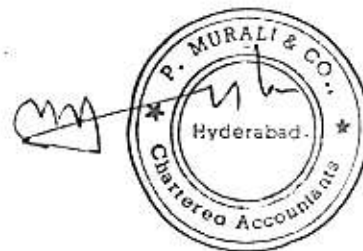
Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position of the Company in accordance with the Accounting Standards referred to in Sub-Section (3C) of Section 211 of the Companies Act, 1956('the Act') read with the General circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect Section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### Auditor's Responsibility:

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.





## P. MURALI & CO.,

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### Opinion:

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

(a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014.

### Report on Other Legal and Regulatory Requirements:

1. Since the Company is a private limited company with a paid up capital and reserves not more than rupees fifty lakhs and does not have loan outstanding exceeding rupees twenty five lakhs from any bank or financial institution and does not have a turnover exceeding rupees five Crores at any point of time during the financial year, requirement by the Companies (Auditors Report) order 2003 and as amended by the Companies (Auditor's Report)(Amendment) Order 2004, issued by the Central Government of India in terms of the sub-section(4A) of section 227 of the Companies Act, 1956 are not applicable to the Company.
2. As required by section 227(3) of the Act, we report that:
  - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books
  - c) The Balance Sheet dealt with by this Report is in agreement with the books of account
  - d) In our opinion, the Balance Sheet, comply with the Accounting Standards referred to in Sub-Section(3C)of Section 211 of the Companies Act,1956('the Act')read with the General circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect Section 133 of the Companies Act,2013.
  - e) On the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

PLACE: HYDERABAD

Date:29.05.2014

For P.MURALI & Co  
CHARTERED ACCOUNTANTS  
FIRM'S Regn NO:0072575

M. Y JOSHI

PARTNER  
MEMBERSHIP NO. 024784



VIVO BIO LABS PRIVATE LIMITED.

Notes to Accounts

A. SIGNIFICANT ACCOUNTING POLICIES:

a) BASIS OF ACCOUNTING :

- The financial statements have been prepared under the historical cost convention and in accordance with the applicable Accounting Standards as notified by the Companies (Accounting Standards) Rules, 2006 and relevant presentational requirements of the Companies Act, 1956.
- Accounting policies not specifically referred to otherwise are in consonance with prudent accounting principles.
- All revenues, expenses, assets and liabilities having material bearing on the financial statements are recognized on accrual basis, unless otherwise stated.

b) REVENUE RECOGNITION:

- The Company follows the mercantile system of Accounting and recognises income and expenditure on accrual basis.
- Revenue is not recognized on the grounds of prudence, until realized in respect of liquidated damages, delayed payments as recovery of the amounts are not certain.



VIVO BIO LABS PRIVATE LIMITED

Notes to Accounts

- 4) There are no dues to SSI Units outstanding for more than 45 days.  
5) Auditors' Remuneration:

Particulars	2013-14	2012-13
	Rupees	Rupees
Audit Fee	5618	5618

- 6) Previous years' figures are restated/regrouped/rearranged wherever necessary in order to conform to the current years' grouping and classifications.  
7) Figures have been rounded off to the nearest rupee.

SIGNATURES TO NOTES 1 TO 7

For P.Murali & Co  
Chartered Accountants  
FRN: 00007257S



M.V JOSHI  
PARTNER

M.NO:024784  
Place: Hyderabad  
Date: 29.05.2014

for and on behalf of the Board  
VIVO BIO LABS PRIVATE LIMITED

(DIRECTOR)

(DIRECTOR)

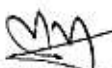
VIVO BIO LABS PRIVATE LIMITED


BALANCE SHEET AS AT 31-03-2014

PARTICULARS	Note Nos.	As at 31.3.2014 Rs.	As at 31.3.2013 Rs.
<b>I I. EQUITY AND LIABILITIES</b>			
(1) Shareholder's Funds			
(a) Share Capital	1	1,00,000	1,00,000
(b) Reserves and Surplus		(11,236)	(5,618)
(2) Non-Current Liabilities			
(a) Long-term borrowings		12,71,900	12,71,900
(3) Current Liabilities			
(a) Provisions Short-term borrowings		5,618	5,618
<b>TOTAL</b>		<b>13,66,282</b>	<b>13,71,900</b>
<b>II.Assets</b>			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets - Land		12,81,900	12,81,900
(b) Other Non Current Assets	2	57,208	57,208
(2) Current assets			
(a) Cash and cash equivalents	3	27,174	32,792
<b>TOTAL</b>		<b>13,66,282</b>	<b>13,71,900</b>

AS PER OUR REPORT EVEN DATE  
FOR P MURALI & CO  
CHARTERED ACCOUNTANTS

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS  
For VIVO BIO LABS PRIVATE LIMITED

  
PARTNER



DIRECTOR

DIRECTOR

Place : Hyderabad  
Date : 29.05.2014

**VIVO BIO LABS PRIVATE LIMITED**  
**NOTE NUMBERS TO BALANCE SHEET**

**NOTE NO 1 : SHARE CAPITAL**

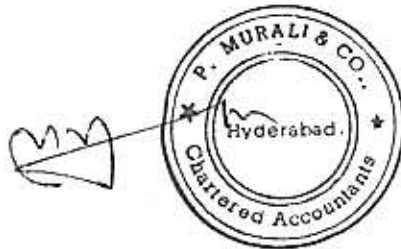
S.NO.	Particulars	As on 31/03/2014	As on 31/03/2013
		Rs	Rs
a	Share Capital ( For each class of capital ) (a) Authorized, Issued, Subscribed & Fully Paid Up	1,00,000	1,00,000
	Total Equity Share capital	1,00,000	1,00,000
b	A Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period: Equity Shares of Rs.10Each, Fully paid up :	Number of Shares	Number of Shares
	At the Beginning	10,000	10,000
	At the end	10,000	10,000
c	Details of Shareholder holding more than 5% shares of the company:	% of Share Holding	% of Share Holding
	10000 Equity Shares of Rs. 10 each Held By M/s. Vivo Bio Tech Limited	100%	100%

**NOTE NO.2 : OTHER NON - CURRENT ASSETS**

S.No.	Particulars	As on 31/03/2014	As on 31/03/2013
		Rs.	Rs.
I	Unamortised Expenses	57,208	57,208
	Total non - Current Assets	57,208	57,208

**NOTE NO. 3 : CASH AND CASH EQUIVALENTS**

S. No.	Particulars	As on 31/03/2014	As on 31/03/2013
		Rs.	Rs.
I	Cash and cash equivalents :		
	Cash on hand	27,174	32,792
	Total Cash and Cash Equivalents	27,174	32,792





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### INDEPENDENT AUDITOR'S REPORT

To the Members of  
AGRADE EXIM PRIVATE LIMITED  
Report on the Financial Statements:

We have audited the accompanying financial statements of AGRADE EXIM PRIVATE LIMITED ("The Company"), which comprise the Balance Sheet as at March 31, 2014, and a summary of significant accounting policies and other explanatory information.

#### Management's Responsibility for the Financial Statements:

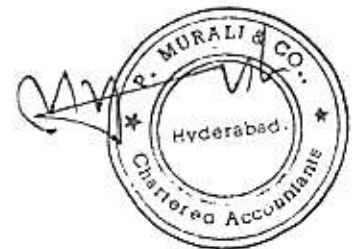
Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the Accounting Standards referred to in Sub-Section (3C) of Section 211 of the Companies Act, 1956 ('the Act') 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. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### Auditor's Responsibility:

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.





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**Opinion:**

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

(a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014.

**Report on Other Legal and Regulatory Requirements:**

1. Since the Company is a private limited company with a paid up capital and reserves not more than rupees fifty lakhs and does not have loan outstanding exceeding rupees twenty five lakhs from any bank or financial institution and does not have a turnover exceeding rupees five Crores at any point of time during the financial year, requirement by the Companies (Auditors Report) order 2003 and as amended by the Companies (Auditor's Report)(Amendment) Order 2004, issued by the Central Government of India in terms of the sub-section(4A) of section 227 of the Companies Act, 1956 are not applicable to the Company.

2. As required by section 227(3) of the Act, we report that:

a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;

b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books

c) The Balance Sheet dealt with by this Report is in agreement with the books of account

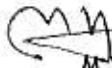
d) In our opinion, the Balance Sheet comply with the Accounting Standards referred to in Sub-Section(3C) of Section 211 of the Companies Act, 1956('the Act') read with the General circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect Section 133 of the Companies Act, 2013.

e) On the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

PLACE: HYDERABAD

Date:08-09-2014

For P.MURALI & Co  
CHARTERED ACCOUNTANTS  
FIRM'S Regn NO:0072575

  
M.V JOSHI

PARTNER  
MEMBERSHIP NO. 024784





AGRADE EXIM PRIVATE LIMITED

Notes to Accounts

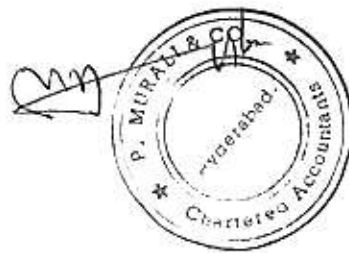
A. SIGNIFICANT ACCOUNTING POLICIES:

a) BASIS OF ACCOUNTING :

- The financial statements have been prepared under the historical cost convention and in accordance with the applicable Accounting Standards as notified by the Companies (Accounting Standards) Rules, 2006 and relevant presentational requirements of the Companies Act, 1956.
- Accounting policies not specifically referred to otherwise are in consonance with prudent accounting principles.
- All revenues, expenses, assets and liabilities having material bearing on the financial statements are recognized on accrual basis, unless otherwise stated.

b) REVENUE RECOGNITION:

- The Company follows the mercantile system of Accounting and recognises income and expenditure on accrual basis.
- Revenue is not recognized on the grounds of prudence, until realized in respect of liquidated damages, delayed payments as recovery of the amounts are not certain.



AGRADE EXIM PRIVATE LIMITED

Notes to Accounts

9) There are no dues to SSI Units outstanding for more than 45 days.

10) Auditors' Remuneration:

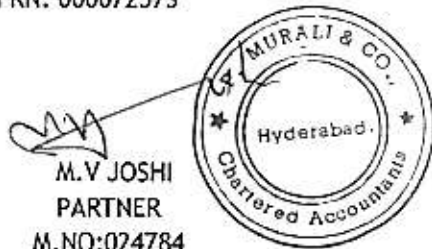
Particulars	2013-14	2012-13
	Rupees	Rupees
Audit Fee	3371	5000

11) Previous years' figures are restated/regrouped/rearranged wherever necessary in order to conform to the current years' grouping and classifications.

12) Figures have been rounded off to the nearest rupee.

SIGNATURES TO NOTES 1 TO 12

For P.Murali & Co  
Chartered Accountants  
FRN: 000072575



M.V JOSHI  
PARTNER

M.NO:024784

Place: Hyderabad

Date: 08-09-2014

for and on behalf of the Board  
AGRADE EXIM PRIVATE LIMITED

(DIRECTOR)

(DIRECTOR)

**AGRADE EXIM PRIVATE LIMITED**

Balance Sheet as at 31st March, 2014

Particulars	Note No	As on 31/03/2014	As on 31/03/2013
		Rs.	Rs.
<b>I. EQUITY AND LIABILITIES</b>			
(1) Shareholder's Funds			
(a) Share Capital	1	1,00,000	1,00,000
(b) Reserves and Surplus	2	(38,558)	(28,284)
(2) Non Current Liabilities			
(a) Long Term Borrowings	3	2,00,00,000	2,00,00,000
(3) Current Liabilities			
(a) Short-term provisions	4	3,371	5,000
<b>Total</b>		<b>2,00,64,813</b>	<b>2,00,76,716</b>
<b>II. Assets</b>			
(1) Non-current assets			
(a) Non-current investments	5	2,00,00,000	2,00,00,000
(b) Long term loans and advances	6	-	-
(c) Other Non Current Assets	7	31,801	36,344
(2) Current assets			
(a) Cash and cash equivalents	8	33,012	40,372
<b>Total</b>		<b>2,00,64,813</b>	<b>2,00,76,716</b>

The accompanying Notes are an Integral Part of the Financial Statements  
AS PER OUR REPORT OF EVEN DATE

For P.Murali & Co.,  
Firm Regn. No: 007257S  
Chartered Accountants



*(Signature)*  
Partner

Place : Hyderabad  
Date : 08.09.2014

for and on behalf of the Board  
for AGRADE EXIM PRIVATE LIMITED

Director

Director

**AGRADE EXIM PRIVATE LIMITED**

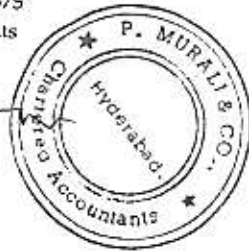
**Profit and Loss statement for the year ended 31st March, 2014**

Particulars	Note No	As on 31/03/2014	As on 31/03/2013
I. Revenue from operations			
II. Other Income			
<b>III. Total Revenue (I +II)</b>			-
<i>IV. Expenses:</i>			
Employee benefit expense			
Other operating expenses		3,371	5,000
Financial costs		2,360	2,421
Depreciation and amortization expense		4,543	4,543
Other expenses			
<b>Total Expenses</b>		<b>10,274</b>	<b>11,964</b>
V. Profit before exceptional and extraordinary items and tax ( III - IV)		(10,274)	(11,964)
VI. Exceptional Items			-
VII. Profit before extraordinary items and tax (V - VI)		(10,274)	(11,964)
VIII. Extraordinary Items			
IX. Profit before tax (VII - VIII)		(10,274)	(11,964)

The accompanying Notes are an Integral Part of the Financial Statements  
AS PER OUR REPORT OF EVEN DATE

For P.Murali & Co.,  
Firm Regn. No: 0072575  
Chartered Accountants

  
Partner



Place : Hyderabad  
Date : 08.09.2014

for and on behalf of the Board  
for AGRADE EXIM PRIVATE LIMITED

Director

Director

**AGRADE EXIM PRIVATE LIMITED**

**NOTE NUMBERS TO BALANCE SHEET**

**NOTE NO. 1 : SHARE CAPITAL**

S.NO.	Particulars	As on 31/03/2014	As on 31/03/2013
a	Share Capital ( For each class of capital )		
	(a) Authorised	1,00,000	1,00,000
	(b) Issued	1,00,000	1,00,000
	(c) Subscribed & Fully Paid Up	1,00,000	1,00,000
	<b>Total Equity Share capital</b>	<b>1,00,000</b>	<b>1,00,000</b>
b	A Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period:	Number of Shares	
	Equity Shares of Rs.10Each, Fully paid up :		
	At the Beginning	10000	10,000
	Issued during the year - Bonus Issue		
	Issued during the year - Cash Issue		
	Issued during the year - ESOP		
Forfeited / Bought Back during the year			
At the end	<b>10,000</b>	<b>10,000</b>	
c	Details of Shareholder holding more than 5% shares of the company:		
	Equity Shares of Rs. 10 each Held By		

**NOTE NO. 2 : RESERVES AND SURPLUS**

S. No.	Particulars	As on 31/03/2014	As on 31/03/2013
		Rs.	Rs.
I	<b>RESERVES AND SURPLUS</b>		
	a) Surplus :		
	i) Opening Balance - Profit and Loss Account	(28,284)	-16,320
	Add: Transfer from Profit & Loss Account	(10,274)	-11964
	<b>Total Reserves and Surplus</b>	<b>(38,558)</b>	<b>-28,284</b>

**NOTE NO. 3 : LONG TERM LOANS AND ADVANCES**

S. No.	Particulars	As on 31/03/2014	As on 31/03/2013
		Rs.	Rs.
	d) Other loans And advances ( Specify the nature )		
	Secured		
	Unsecured	2,00,00,000	2,00,00,000
	Doubtfull		
		<b>2,00,00,000</b>	<b>2,00,00,000</b>

**NOTE NO. 4 : SHORT TERM PROVISIONS**

S. No.	Particulars	As on 31/03/2014	As on 31/03/2013
		Rs.	Rs.
I	a) Provision for Expenses	3,371	5,000
	<b>Total short term provisions</b>	<b>3,371</b>	<b>5,000</b>



**NOTE NO. 5 : NON CURRENT INVESTMENTS**

S. No.	Particulars	As on 31/03/2014	As on 31/03/2013
		Rs.	Rs.
I	Investment in Equity Instrument Quoted - Investment in Virinchi Technologies Ltd	2,00,00,000	2,00,00,000
	Total Long Term Loans and Advances	2,00,00,000	2,00,00,000

**NOTE NO.6: OTHER NON - CURRENT ASSETS**

S. No.	Particulars	As on 31/03/2014	As on 31/03/2013
		Rs.	Rs.
I	Unamortised Expenses	31,801	36,344
	Less : Provision for Bad and Doubtful debts		
	Total non - current assets( net )	31,801	36,344

**NOTE NO. 7 : CASH AND BANK BALANCES**

S. No.	Particulars	As on 31/03/2014	As on 31/03/2013
		Rs.	Rs.
I	Cash and cash equivalents :		
	a) Balances with banks :		
	1) On Current Accounts	3,452	5,812
	b) Cash on hand	29,560	34,560
	Total Cash and Cash Equivalents	33,012	40,372

