

**INDEPENDENT AUDITOR'S REPORT  
TO HCG (MAURITIUS) PRIVATE LIMITED**

**Report on the Special Purpose IND AS Consolidated Financial Information**

We have audited the accompanying Special Purpose IND AS Consolidated Financial Information of HCG (Mauritius) Private Limited ('Company'), which comprise the Special Purpose IND AS Consolidated Financial Results for the year ended 31 March 2018, Special Purpose IND AS Consolidated Balance Sheet as at 31 March 2018 and Notes to Special Purpose IND AS Consolidated Financial Information (together referred to as 'Financial Information').

These Financial Information have been prepared by the management of HealthCare Global Enterprises Limited, the holding company of the Company ('HCG' or 'Holding Company') for the purpose of preparation of consolidated financial Information of the Holding Company for the year ended and as at 31 March 2018.

**Management's Responsibility for the Financial Information**

The HCG's Management is responsible for the preparation of these Financial Information that give a true and fair view of the financial position and financial performance of the Company in accordance with recognition and measurement principles as mentioned in Note 1 to the Financial Information. This responsibility also includes safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Information 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 Information based on our audit. We conducted our audit of the Financial Information 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 Information are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Financial Information. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Financial Information, whether due to fraud or error. In making those risk assessments, the auditor considers the internal financial control relevant to the Company's preparation of Financial Information that give a true and fair view in order to design audit procedures that are appropriate in the circumstances.

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

**S G M & Associates LLP**  
**Chartered Accountants**

No.444 Ground Floor, 6<sup>th</sup> Cross, 7<sup>th</sup> Main,  
J P Nagar 3<sup>rd</sup> Phase, Bengaluru 560 078.  
CIN AAI-0262

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**Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the said accounts give a true and fair view in conformity with the recognition and measurement principles as mentioned in Note 1 to the Financial Information.

**Restriction of use**

These Financial Information have been prepared by the management of the Holding Company for the purpose of preparation of consolidation financial statements of HCG for the year ended 31 March 2018 and these Financial Information should not be used for any other purpose without our consent in writing.

**For S G M & Associates LLP**  
Chartered Accountants  
(LLP Registration No. 200058S)

**S Vishwamurthy**  
Partner  
(Membership No.215675)

Bengaluru, 18 May 2018

**HCG (Mauritius) Private Limited**

Special Purpose IND AS Consolidated Financial Information as at and for the year ended 31 March 2018

(Amount mentioned are in Rupees Million, unless otherwise specifically stated)

**Financial results for the year ended 31 March 2018**

| <b>Sl. No.</b> | <b>Particulars</b>   | <b>31-Mar-18</b> |
|----------------|--|------------------|
| <b>1</b>       | <b>Income</b>  |                  |
|                | (a) Revenue from Operations  | 0.55             |
|                | (b) Other income   | 0.07             |
|                | <b>Total Income</b>  | <b>0.62</b>      |
| <b>2</b>       | <b>Expenses</b>  |                  |
|                | (a) Employee benefits expense  | 1.05             |
|                | (b) Finance costs  | 0.09             |
|                | (c) Depreciation and amortisation expense  | 0.02             |
|                | (d) Other expenses   | 6.26             |
|                | <b>Total expenses</b>  | <b>7.42</b>      |
| <b>3</b>       | <b>Profit before exceptional items and tax (1-2)</b>                                 | <b>(6.80)</b>    |
| <b>4</b>       | Exceptional items (Refer note 1)   | 63.97            |
| <b>5</b>       | <b>Profit before share of loss of equity accounted investee and income tax (3+4)</b> | <b>57.17</b>     |
| <b>6</b>       | Share of loss of equity accounted investee   | (6.60)           |
| <b>7</b>       | <b>Profit before tax (5+6)</b>   | <b>50.57</b>     |
| <b>8</b>       | <b>Tax expense</b>   |                  |
|                | - Current tax  | 0.16             |
|                | - Deferred tax   | -                |
|                | <b>Total tax</b>   | <b>0.16</b>      |
| <b>9</b>       | <b>Profit for the year (7-8)</b>   | <b>50.41</b>     |
| <b>10</b>      | <b>Other comprehensive income</b>  |                  |
|                | (i) Items that will not be reclassified to the statement of profit and loss          | -                |
|                | (ii) Items that will be reclassified to Statement of profit and loss                 | -                |
|                | <b>Other comprehensive income for the year</b>                                       | <b>-</b>         |
| <b>11</b>      | <b>Total comprehensive income for the year, net of tax (9+10)</b>                    | <b>50.41</b>     |

**HCG (Mauritius) Private Limited**

Special Purpose IND AS Consolidated Financial Information as at and for the year ended 31 March 2018

(Amount mentioned are in Rupees Million, unless otherwise specifically stated)

**Balance sheet as at 31 March 2018**

|           | Particulars                         | 31-Mar-18     |
|-----------|-------------------------------------|---------------|
| <b>A</b>  | <b>ASSETS</b>                       |               |
| <b>I</b>  | <b>Non-current assets</b>           |               |
|           | (a) Financial assets                |               |
|           | Investments                         | 262.45        |
|           |                                     | <b>262.45</b> |
| <b>II</b> | <b>Current assets</b>               |               |
|           | (a) Financial assets                |               |
|           | Cash and cash equivalents           | 1.37          |
|           |                                     | <b>1.37</b>   |
|           | <b>Total assets</b>                 | <b>263.82</b> |
| <b>B</b>  | <b>EQUITY AND LIABILITIES</b>       |               |
| <b>I</b>  | <b>Equity</b>                       |               |
|           | (a) Equity share capital            | 248.31        |
|           | (b) Other equity                    | 13.80         |
|           | <b>Total equity</b>                 | <b>262.11</b> |
| <b>II</b> | <b>Liabilities</b>                  |               |
| <b>1</b>  | <b>Current liabilities</b>          |               |
|           | (a) Financial liabilities           |               |
|           | Trade payables                      | 1.71          |
|           |                                     | <b>1.71</b>   |
|           | <b>Total equity and liabilities</b> | <b>263.82</b> |

**Notes to Special Purpose IND AS Consolidated Financial Information**

- 1 The above Special Purpose IND AS Consolidated Financial Information, comprising of Financial Results for the year ended 31 March 2018 and Balance Sheet as at 31 March 2018, (Financial Results and Balance Sheet, together is referred to as 'Financial Information').

HCG Mauritius Private Limited ('HCG Mauritius') is a private limited company domiciled in Mauritius and 100% of its equity share capital is held by HealthCare Global Enterprises Limited ('HCG' or 'Ultimate Holding Company') along with its subsidiary Niruja Product Development and Healthcare Research Private Limited.

These Financial Information have been prepared in accordance with recognition and measurement principles of Indian Accounting Standards ('IND AS') notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016, as applicable to HCG. These Financial Information have been prepared by the management of HCG for the purpose of preparation of consolidated financial statements of HCG for the year ended and as at 31 March 2018.

- 2 The above Financial Information includes the financial information of the following subsidiaries / joint venture of HCG Mauritius:
- (a) Healthcare Global (Africa) Private Limited, Mauritius
  - (b) Healthcare Global (Uganda) Private Limited, Uganda
  - (c) Healthcare Global (Kenya) Private Limited, Kenya
  - (d) Healthcare Global (Tanzania) Private Limited, Tanzania
  - (e) Cancer Care Kenya Limited, Kenya
  - (f) Advanced Molecular Imaging Limited, Kenya

Note: (b), (c) and (d) are wholly owned subsidiaries of (a). (e) and (f) are subsidiary and joint venture entity, respectively, of (a). (e) and (f) were acquired during the year.

- 3 Centers for Disease Control and Prevention ('CDC') invested in Healthcare Global (Africa) Private Limited ('HCG Africa') to acquire 20.55% stake in July 2017. Pursuant to the contractual arrangement with CDC, HCG Mauritius lost control over HCG Africa and retained its investment in HCG Africa as an associate.

Pursuant to loss of control over HCG Africa, investments in HCG Africa, held by HCG Mauritius is accounted under equity method as per IND AS 28 'Investment in Associates and Joint Ventures' and the resultant gain of Rs. 63.97 is shown under exceptional items in the above Financial Information.

For **HCG (Mauritius) Private Limited**

Director  
Place: Bengaluru  
Date : 18 May 2018