

Independent Auditor's Review Report on the Quarterly Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report to
The Board of Directors
Gland Pharma Limited

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of Gland Pharma Limited (the "Holding Company" or the "Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group"), for the quarter ended June 30, 2021 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the Holding Company and its Subsidiary - Gland Pharma International Pte. Ltd., Singapore ("the subsidiary").
5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Other Matters

6. The accompanying Statement includes unaudited interim financial results and other unaudited financial information in respect of One subsidiary, whose unaudited interim financial results and other financial information reflect total revenues of Rs Nil, total net loss after tax of Rs. 0.23 Mn and total comprehensive loss of Rs. 0.23 Mn for the quarter ended June 30, 2021.



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

The unaudited interim financial results and other unaudited financial information of this subsidiary have not been reviewed by their auditor and have been approved and furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the affairs of this subsidiary, is based solely on such unaudited interim financial results and other unaudited financial information. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

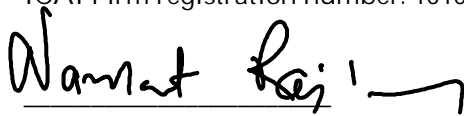
7. The Holding Company had prepared the consolidated financial results and other financial information for the first time for the quarter and year ended March 31, 2021. Accordingly, the comparative figures for the quarter ended June 30, 2020 represents the figures from the audited standalone financial results of the Holding Company for such period.

Our conclusion on the Statement in respect of matters stated in paras 6 and 7 above is not modified with respect of our reliance on the work done and the financial results certified by the Management.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004



per Navneet Rai Kabra

Partner

Membership No.: 102328

UDIN: 21102328AAAAER5904



Hyderabad

July 21, 2021



GLAND PHARMA LIMITED

Corporate Identity Number: L24239TG1978PLC002276

Registered Office: Sy. No. 143 - 148, 150 and 151, Near Gandhi Maisamma 'X' Roads, D.P. Pally, Dundigal

Dundigal - Gandhi Maisamma (M), Medchal-Malkajgiri District, Hyderabad 500 043, Telangana, India

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Statement of Unaudited Consolidated Financial Results for the quarter ended June 30, 2021

(₹ in million)

Particulars	Quarter ended			Year ended
	30-Jun-21	31-Mar-21	30-Jun-20	31-Mar-21
	Unaudited	Audited (Refer note 4)	Audited (Refer note 3)	Audited
1. Income				
Revenue from operations	11,539.00	8,877.48	8,842.09	34,628.76
Other income	618.38	472.14	320.80	1,347.76
Total income	12,157.38	9,349.62	9,162.89	35,976.52
2. Expenses				
Cost of materials consumed	4,225.91	4,424.95	3,055.99	17,491.63
Purchases of traded goods	39.97	41.26	46.00	161.98
Changes in inventories of finished goods, stock-in-trade and work-in-progress	1,099.05	(550.70)	97.53	(2,734.87)
Power and fuel	222.34	192.59	167.71	745.85
Employee benefits expense	805.70	782.96	723.39	3,113.60
Depreciation expense	252.77	249.22	242.30	987.80
Finance expense	10.01	10.21	4.71	34.11
Other expenses	783.23	709.70	625.26	2,828.32
Total expenses	7,438.98	5,860.19	4,962.89	22,628.42
3. Profit before tax (1-2)	4,718.40	3,489.43	4,200.00	13,348.10
4. Tax expense				
Current tax	1,224.88	889.40	1,068.62	3,394.46
Deferred tax charge/(credit)	(15.06)	13.13	(4.52)	1.20
Taxes for earlier years	2.06	(17.19)	-	(17.19)
Total tax expense	1,211.88	885.34	1,064.10	3,378.47
5. Profit for the period/year (3-4)	3,506.52	2,604.09	3,135.90	9,969.63
Attributable to:				
- Owners of the Company	3,506.52	2,604.09	3,135.90	9,969.63
- Non-controlling interests	-	-	-	-
6. Other comprehensive income				
<i>Items that will be reclassified subsequently to profit or loss:</i>				
Exchange differences on translation of net investment in foreign operations	(0.05)	0.01	-	0.01
<i>Items that will not be reclassified subsequently to profit or loss:</i>				
Re-measurement loss/(gain) on employee defined benefit plans	3.75	(4.63)	13.77	11.64
Deferred tax charge/(credit) credit on re-measurement of defined benefit plans	(0.94)	1.16	(3.47)	(2.93)
Other comprehensive income (net of tax)	2.76	(3.46)	10.30	8.72
7. Total comprehensive income (after taxes) (5-6)	3,503.76	2,607.55	3,125.60	9,960.91
Attributable to:				
- Owners of the Company	3,503.76	2,607.55	3,125.60	9,960.91
- Non-controlling interests	-	-	-	-
8. Paid up equity share capital (Face value of ₹1/- each)	163.90	163.59	154.95	163.59
9. Other equity				58,868.83
10. Earnings per equity share (Face value of ₹1/- each); (Not annualised for the quarter)				
Basic (₹)	21.41	15.93	20.24	63.07
Diluted (₹)	21.37	15.88	20.24	62.99



Notes:

1. In terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) 2015, this Statement of Unaudited Consolidated Financial Results for the quarter ended June 30, 2021 ("Unaudited Consolidated Financial Results") of Gland Pharma Limited (the "Holding Company" or the "Company") and its subsidiary, (the Holding Company and its subsidiary together referred to as the "Group") has been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on July 21, 2021 and have been subject to a limited review by the statutory auditors of the Company.
2. The Unaudited Consolidated Financial Results of the Group have been prepared in accordance with the Indian Accounting Standards notified under Section 133 of the Companies Act 2013, as amended read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) 2015, as amended (the "Listing requirements").
3. The Company had subscribed to the 100% shares of Gland Pharma International Pte. Ltd. (the "Subsidiary") on March 10, 2021. The Company has prepared the consolidated financial results and other financial information for the first time for the quarter and year ended March 31, 2021. The comparative figures presented of the quarter ended June 30, 2020 represents the figures of the standalone financial results and other financial information of the Company.
4. The figures of the quarter ended March 31, 2021 are the balancing figures between audited figures of the consolidated financial results in respect of the full financial year and the published unaudited year-to-date figures of the standalone financial results up to the end of the third quarter of the relevant financial year, which were subjected to a limited review.
5. The utilisation of the net IPO proceeds is summarised below:

(₹ in million)

Objects of the issue	Amount as per prospectus	Revised Amount	Utilisation upto 30-Jun-21	Unutilised amounts as at 30-Jun-21
Funding incremental working capital requirement	7,695.00	7,695.00	5,329.52	2,365.48
Funding capital expenditure requirement	1,680.00	1,680.00	369.87	1,310.13
General corporate purpose	2,864.68	2,875.00	2,875.00	-
Total	12,239.68	12,250.00	8,574.39	3,675.61

IPO proceeds which were unutilised as at June 30, 2021 were temporarily invested in deposits with scheduled commercial bank and in monitoring agency account.

6. The Code of Social Security 2020 ('Code') relating to employee benefits during employment and post-employment received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules/interpretation have not yet been issued. The Group will assess the impact of the Code when it comes into effect and will record any related impact in the period in which the Code becomes effective.
7. The Group operates in one single reportable business segment- "Pharmaceuticals".
8. During the quarter ended June 30, 2021, the Company has allotted 311,800 equity shares of ₹1 each, fully-paid, consequent to the exercise of stock option by the employees of Company under the Gland Pharma Employee Stock Options Scheme, 2019.
9. The outbreak of COVID-19 in many countries has brought about disruptions to businesses around the world and uncertainty to the global economy. The Group is closely monitoring the impact of the pandemic on all aspects of its business, including how it will impact its customers, employees, vendors and business partners. Based on the current estimates, the Group expects to fully recover the carrying amount of assets and does not foresee any significant impact on its operations. The Group will continue to closely monitor any material changes to future economic conditions.
10. The previous periods/year numbers have been regrouped/rearranged wherever necessary to conform the current period presentation.
11. The above Unaudited Consolidated Financial Results of the Group are available on the Company's website www.glandpharma.com and also on the website of BSE Limited (www.bseindia.com) and National Stock Exchange of India Limited (www.nseindia.com), where the shares of the Company are listed.



Hyderabad
July 21, 2021

For and on behalf of the Board
Gland Pharma Limited

S. Srinivas

Srinivas Sadu
Managing Director and CEO
DIN No. 06900659