

R. G. N. Price & Co.
Chartered Accountants
204, Parekh Building,
N. G. Acharya Marg,
Chembur,
Mumbai - 400 071.

V. Sankar Aiyar & Co.
Chartered Accountants
2-C, Court Chambers,
35, New Marine Lines
Mumbai - 400 020.

The Board of Directors
Cipla Ltd.
Lower Parel,
Mumbai - 400 013.

Dear Sirs,

Re : Limited Review Report on the Standalone Unaudited Financial Results for the quarter and nine months ended December 31, 2014

Introduction

We have reviewed the accompanying statement of Standalone Unaudited Financial Results ("the Statement") of M/s. Cipla Limited ('the Company') for the quarter and nine months ended December 31, 2014, except for the disclosures regarding 'Public Shareholding' and 'Promoters and Promoter Group Shareholding' which have been traced from disclosures made by the Management and have not been audited by us. This Statement is the responsibility of the Company's Management and have been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.

Scope of Review

We conducted our review in accordance with the Standard on Review Engagement (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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.



Conclusion


Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited standalone financial results prepared for the quarter and nine months ended December 31, 2014 in accordance with the applicable accounting standards notified pursuant to Companies (Accounting Standards) Rules, 2006 which continue to apply as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For R.G.N. Price & Co.
Chartered Accountants
Firm Registration No. 002785S


R. Rangarajan
(Partner)
Membership No. 41883



For V. Sankar Aiyar & Co.
Chartered Accountants
Firm Registration No. 109208W


V. Mohan
(Partner)
Membership No. 17748

Place : Mumbai
Date : 12th February 2015



**STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2014**

(₹ in crore)

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
	Unaudited			Unaudited		Audited
1. Income from operations	2325.17	2349.28	2271.73	7075.97	6899.91	9111.56
a) Net Sales/Income from Operations (Net of excise duty)						
b) Other Operating Income	141.06	140.35	28.38	354.35	252.14	345.34
Total income from operations (net)	2466.23	2489.63	2300.11	7430.32	7152.05	9456.90
2. Expenses						
a) Cost of materials consumed	842.00	856.18	860.43	2382.84	2331.52	3145.34
b) Purchases of stock-in-trade	230.97	256.86	217.67	644.86	569.50	773.40
c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(97.68)	(191.66)	(153.00)	(143.13)	(115.40)	(158.12)
d) Employee benefits expense	375.93	359.28	326.34	1118.02	951.95	1284.75
e) Depreciation and amortisation expense	97.71	109.77	82.08	321.72	242.61	323.61
f) Other expenses	633.29	655.12	645.73	1859.63	1783.24	2422.00
Total expenses	2082.22	2045.55	1979.25	6183.94	5763.42	7790.98
3. Profit (+)/Loss (-) from operations before other income, finance costs and exceptional items (1-2)	384.01	444.08	320.86	1246.38	1388.63	1665.92
4. Other Income	46.64	23.24	53.08	107.16	186.74	280.28
5. Profit (+)/Loss (-) before finance costs and exceptional items (3+4)	430.65	467.32	373.94	1353.54	1575.37	1946.20
6. Finance costs	43.36	31.84	28.30	100.35	102.67	127.86
7. Profit (+)/Loss (-) before exceptional Items and tax (5-6)	387.29	435.48	345.64	1253.19	1472.70	1818.34
8. Exceptional Item	-	-	-	-	-	-
9. Profit(+)/Loss(-) before tax (7-8)	387.29	435.48	345.64	1253.19	1472.70	1818.34
10. Tax expense	88.34	99.41	84.87	286.00	361.00	430.00
11. Net Profit (+)/Loss (-) after tax (9-10)	298.95	336.07	260.77	967.19	1111.70	1388.34
12. Paid-up equity share capital (Face Value ₹2 per share)	160.58	160.58	160.58	160.58	160.58	160.58
13. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year						9922.09
14. Earnings per share (₹)						
- Basic	*3.72	*4.18	*3.25	*12.05	*13.85	17.29
- Diluted	*3.71	*4.17	*3.24	*12.01	*13.83	17.27
*Not Annualised						

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
	Unaudited			Unaudited		Audited
A. PARTICULARS OF SHAREHOLDING						
1. Public shareholding						
- Number of shares	493512871	498206108	498311105	493512871	498311105	498568383
- Percentage of shareholding	61.47	62.05	62.06	61.47	62.06	62.09
2. Promoters and Promoter Group Shareholding						
a) Pledged/Encumbered						
- Number of shares	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of shares (as a % of the total share capital of the company)	NIL	NIL	NIL	NIL	NIL	NIL
b) Non-Encumbered						
- Number of shares	295485978	295485978	295485978	295485978	295485978	295485978
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
- Percentage of shares (as a % of the total share capital of the company)	36.80	36.80	36.80	36.80	36.80	36.80

Particulars	Quarter Ended 31.12.2014
B. INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	Nil
Received during the quarter	14
Disposed of during the quarter	13
Remaining unresolved at the end of the quarter	1

Notes:

- The Company is essentially in the pharmaceutical business segment.
- In 2003, the Company received notice of demand from the National Pharmaceutical Pricing Authority, Government of India on account of alleged overcharging in respect of certain drugs under the Drugs (Price Control) Order, 1995. This was contested before the jurisdictional High Courts in Mumbai, Karnataka and Allahabad wherein it was held in favour of the Company. The orders of Hon'ble High Court of Allahabad and Bombay were challenged before the Hon'ble Supreme Court of India by the Government. Although in the challenge to the decision of the Hon'ble Bombay High Court, the Hon'ble Supreme Court of India restored the matter to the Hon'ble Bombay High Court in August 2003 for interpreting the Drug Policy on the basis of directions and principles laid down by them and the same was pending, in the challenge to the Hon'ble High Court of Allahabad's order, in February 2013, the Hon'ble Supreme Court of India transferred the Bombay High Court petition also before itself for a final hearing on both the matters. In an earlier order, the Hon'ble Supreme Court has already restrained the Government from taking any coercive action against the Company. The Company has been legally advised that on the basis of these orders there is no probability of demand crystallising. Hence no provision is considered necessary in respect of notice of demand received by the company up to date aggregating to ₹1768.51 crore.
- During the quarter ended 31st December 2014, in accordance with Employee Stock Option Scheme dated 31st October 2013 ("ESOS 2013 - A"), 9,22,230 stock options have been granted to employees of the Company and its subsidiary companies at an exercise price equal to face value of the equity share. These options would vest not earlier than 1 year and not later than 2 years from the date of grant of options.
- The figures of the previous year/period have been regrouped/recast to render them comparable with the figures of the current period.
- The above standalone financial results have been subjected to Limited Review by the Statutory Auditors, reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 12th February 2015.

By order of the Board
For CIPLA LIMITED



Dr. Y. K. Hamied
Chairman

Mumbai
12th February 2015

R. G. N. Price & Co.
Chartered Accountants
204, Parekh Building,
N. G. Acharya Marg,
Chembur,
Mumbai - 400 071.

V. Sankar Aiyar & Co.
Chartered Accountants
2-C, Court Chambers,
35, New Marine Lines
Mumbai - 400 020.

The Board of Directors
Cipla Ltd.
Lower Parel,
Mumbai - 400 013.

Dear Sirs,

Re : Limited Review Report on the Consolidated Unaudited Financial Results for the quarter and nine months ended December 31, 2014.

Introduction

We have reviewed the accompanying statement of Consolidated Unaudited Financial Results ('the Statement') of **M/s. Cipla Limited** ('the Company'), its subsidiaries, associates and joint venture (collectively known as "the Group") for the quarter and nine months ended December 31, 2014 except for the disclosures regarding 'Public Shareholding' and 'Promoters and Promoter Group Shareholding' which have been traced from disclosures made by the Management and have not been audited by us. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.

Scope of Review

We conducted our review in accordance with the Standard on Review Engagement (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 is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.



The financial results of 4 subsidiaries whose financial results reflect total revenue of Rs.103.69 crores and Rs.285.77 crores for the quarter and nine months ended December 31, 2014 respectively and the net profit after tax of Rs.13.97 crores and Rs.42.07 crores for the quarter and nine months ended December 31, 2014 respectively have been reviewed by one of us.

The financial results of 23 subsidiaries whose financial results reflect total revenue of Rs.189.66 crores and Rs. 441.88 crores for the quarter and nine months ended December 31, 2014 respectively and the net (loss) after tax of Rs.18.57 crores and Rs.42.14 crores for the quarter and nine months ended December 31, 2014 respectively and in respect of 1 Joint Venture Company whose financial results reflect total revenue of Rs. Nil and Rs. Nil for the quarter and nine months ended December 31, 2014 respectively and the net (loss) after tax of Rs. Nil and Rs. Nil for the quarter and nine months ended December 31, 2014 respectively, have not been reviewed by their auditors. These financial results have been certified by the Company's Management and furnished to us, and our review, in so far as it relates to the amount included in respect of those 23 Subsidiaries and 1 Joint venture company, are based solely on the Management certified financial results.

Further, the financial results of 1 Subsidiary whose financial results reflect total revenue of Rs.0.13 crores and Rs.0.24 crores for the quarter ended and for the period from the date of acquisition of the subsidiary upto December 31, 2014 respectively and the net (loss) after tax of Rs.3.34 crores and Rs.6.51 crores for the quarter ended and for the period from the date of acquisition of subsidiary upto December 31, 2014 respectively, have not been reviewed by its auditor. These financial results have been certified by the Company's Management and furnished to us, and our review, in so far as it relates to the amount included in respect of this 1 Subsidiary, is based solely on the Management certified financial results.

Further, the financial results of 28 subsidiaries incorporated outside India as drawn up in accordance with the generally accepted accounting principles of the respective countries (Local GAAP) have been reviewed by other auditors, duly qualified to act as auditor in those countries, whose financial results reflects total revenue of Rs.362.03 crores and Rs.1018.76 crores for the quarter and nine months ended December 31, 2014 respectively and the net profit after tax and minority interest of Rs.24.34 crores and Rs.43.29 crores for the quarter and nine months ended December 31, 2014 respectively. The aforesaid local GAAP financial results have been restated by the Management so that they conform to the generally accepted accounting principles in India. Our review on the Statement, insofar as it relates to these entities, is based on the aforesaid review reports of those other Auditors.

Further, the financial results of 3 Associates whose share of profit (loss) of Rs. 0.63 crores and Rs. (21.73) crores for the quarter and nine months ended December 31, 2014 respectively have not been reviewed by their auditors. These financial results have been certified by the Company's Management and furnished to us, and our review, in so far as it relates to the amount included in respect of the 3 Associates are based solely on these certified financial results.

Further, the financial results of 1 Associates whose share of loss of Rs. Nil and Rs. 0.76 crores for the quarter ended December 31, 2014 and for the period from April 1, 2014 upto 17th July, 2014 respectively, the date of conversion from Associate to Subsidiary respectively have been audited by their auditors. Our review, in so far as it relates to this entity, is based on the aforesaid audited financial results.



Conclusion


Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited consolidated financial results prepared for the quarter ended December 31, 2014 in accordance with the applicable accounting standards notified pursuant to Companies (Accounting Standards) Rules, 2006 which continue to apply as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For R.G.N. Price & Co.
Chartered Accountants
Firm Registration No. 002785S


R. Rangarajan
(Partner)
Membership No. 41883



For V. Sankar Aiyar & Co.
Chartered Accountants
Firm Registration No. 109208W


V. Mohan
(Partner)
Membership No. 17748



Place : Mumbai
Date: 12th February 2015

**STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2014**

(₹ in crore)

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
	Unaudited			Unaudited		Audited
1. Income from operations						
a) Net Sales/Income from Operations (Net of excise duty)	2624.71	2629.81	2567.97	7901.72	7382.66	9825.80
b) Other Operating Income	140.75	137.48	28.15	351.03	257.35	347.59
Total income from operations (net)	2765.46	2767.29	2596.12	8252.75	7640.01	10173.39
2. Expenses						
a) Cost of materials consumed	957.03	931.59	895.91	2624.19	2426.95	3376.22
b) Purchases of stock-in-trade	135.83	229.20	244.06	499.79	500.98	562.86
c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(103.11)	(144.86)	(140.90)	(93.08)	(56.64)	(64.25)
d) Employee benefits expense	505.46	473.51	423.19	1458.95	1115.03	1542.96
e) Depreciation and amortisation expense	121.59	122.04	91.17	369.03	267.63	372.64
f) Other expenses	716.42	719.41	706.59	2108.85	1929.92	2622.55
Total expenses	2333.22	2330.89	2220.02	6967.73	6183.87	8412.98
3. Profit (+)/Loss (-) from operations before other income, finance costs and exceptional items (1-2)	432.24	436.40	376.10	1285.02	1456.14	1760.41
4. Other Income	40.66	23.30	45.10	104.35	187.85	265.37
5. Profit (+)/Loss (-) before finance costs and exceptional items (3+4)	472.90	459.70	421.20	1389.37	1643.99	2025.78
6. Finance costs	44.73	46.88	25.97	124.93	111.63	145.74
7. Profit (+)/Loss (-) before exceptional Items and tax (5-6)	428.17	412.82	395.23	1264.44	1532.36	1880.04
8. Exceptional Item	-	-	-	-	-	-
9. Profit(+)/Loss(-) before tax (7-8)	428.17	412.82	395.23	1264.44	1532.36	1880.04
10. Tax expense	94.43	100.70	98.70	297.01	388.08	463.38
11. Net Profit (+)/Loss (-) after tax (9-10)	333.74	312.12	296.53	967.43	1144.28	1416.66
12. Share of Profit (+) / Loss (-) of associates	0.63	(5.02)	(6.11)	(22.50)	(9.22)	(12.32)
13. Minority Interest	6.52	8.42	6.11	23.82	7.34	15.93
14. Net Profit (+) / Loss (-) after minority interest and share of profit/loss of associates (11+12-13)	327.85	298.68	284.31	921.11	1127.72	1388.41
15. Paid-up equity share capital (Face Value ₹2 per share)	160.58	160.58	160.58	160.58	160.58	160.58
16. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year						9880.80
17. Earnings per share (₹)						
- Basic	*4.08	*3.72	*3.54	*11.47	*14.05	17.29
- Diluted	*4.07	*3.71	*3.54	*11.44	*14.03	17.27

*Not Annualised



Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
	Unaudited			Unaudited		Audited
A. PARTICULARS OF SHAREHOLDING						
1. Public shareholding						
- Number of shares	493512871	498206108	498311105	493512871	498311105	498568383
- Percentage of shareholding	61.47	62.05	62.06	61.47	62.06	62.09
2. Promoters and Promoter Group Shareholding						
a) Pledged/Encumbered						
- Number of shares	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of shares (as a % of the total share capital of the company)	NIL	NIL	NIL	NIL	NIL	NIL
b) Non-Encumbered						
- Number of shares	295485978	295485978	295485978	295485978	295485978	295485978
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
- Percentage of shares (as a % of the total share capital of the company)	36.80	36.80	36.80	36.80	36.80	36.80

Particulars	Quarter Ended 31.12.2014
B. INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	Nil
Received during the quarter	14
Disposed of during the quarter	13
Remaining unresolved at the end of the quarter	1

Notes:

- The Company is essentially in the pharmaceutical business segment.
- The consolidated accounts have been prepared in accordance with the principles set out in Accounting Standard 21 - Consolidated Financial Statements, Accounting Standard 23 - Accounting for Investments in Associates and Accounting Standard 27 - Financial Reporting in Joint Ventures.
- In 2003, the Company received notice of demand from the National Pharmaceutical Pricing Authority, Government of India on account of alleged overcharging in respect of certain drugs under the Drugs (Price Control) Order, 1995. This was contested before the jurisdictional High Courts in Mumbai, Karnataka and Allahabad wherein it was held in favour of the Company. The orders of Hon'ble High Court of Allahabad and Bombay were challenged before the Hon'ble Supreme Court of India by the Government. Although in the challenge to the decision of the Hon'ble Bombay High Court, the Hon'ble Supreme Court of India restored the matter to the Hon'ble Bombay High Court in August 2003 for interpreting the Drug Policy on the basis of directions and principles laid down by them and the same was pending, in the challenge to the Hon'ble High Court of Allahabad's order, in February 2013, the Hon'ble Supreme Court of India transferred the Bombay High Court petition also before itself for a final hearing on both the matters. In an earlier order, the Hon'ble Supreme Court has already restrained the Government from taking any coercive action against the Company. The Company has been legally advised that on the basis of these orders there is no probability of demand crystallising. Hence no provision is considered necessary in respect of notice of demand received by the company up to date aggregating to ₹1768.51 crore.
- During the quarter ended 31st December 2014, in accordance with Employee Stock Option Scheme dated 31st October 2013 ("ESOS 2013 - A"), 9,22,230 stock options have been granted to employees of the Company and its subsidiary companies at an exercise price equal to face value of the equity share. These options would vest not earlier than 1 year and not later than 2 years from the date of grant of options.



5. The Unaudited Standalone financial results for the quarter and nine months ended 31st December 2014 is available on the Company's website i.e. www.cipla.com and on the Stock Exchange's website: www.bseindia.com and www.nseindia.com. The key standalone financial information are as under:

(₹ in crore)

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
	Unaudited			Unaudited		Audited
Total income from operations (net)	2466.23	2489.63	2300.11	7430.32	7152.05	9456.90
Profit before tax	387.29	435.48	345.64	1253.19	1472.70	1818.34
Profit after tax	298.95	336.07	260.77	967.19	1111.70	1388.34

6. The figures of the previous year/period have been regrouped/recast to render them comparable with the figures of the current period.

7. The above consolidated financial results have been subjected to Limited Review by the Statutory Auditors, reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 12th February 2015.

By order of the Board
For CIPLA LIMITED



Dr. Y. K. Hamled
Chairman

Mumbai
12th February 2015