

**Zydus Foundation**

**Registered Office Address:**

Zydus Corporate Park, Scheme No. 63, Survey No. 536,

Khoraj (Gandhinagar), Nr. Vaishnodevi Circle,

S. G. Highway, Ahmedabad - 382481

Ahmedabad-380015

CIN: U85300GJ2019NPL105919

Phone No.: 079-48040000

---

June 30, 2021

Listing Department

**NATIONAL STOCK EXCHANGE OF INDIA LIMITED**

Exchange Plaza, Bandra Kurla Complex,

Bandra (E),

Mumbai-400 051

**Sub: Audited Financial Results for the year ended on March 31, 2021**

Dear Sir,

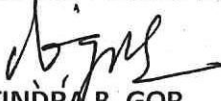
Please find attached herewith the audited financial results for the year ended on March 31, 2021, taken on record and approved by the Board of Directors, today i.e. June 30, 2021 along with the Audit Report issued by M/s. Mukesh M. Shah & Co., Chartered Accountants, Ahmedabad Statutory Auditors of the Company.

Please receive the same in order.

Thanking you,

Yours faithfully,

For, ZYDUS FOUNDATION

  
JYOTINDRA B. GOR  
DIRECTOR



Encl.: As above

## INDEPENDENT AUDITOR'S REPORT ON AUDIT OF ANNUAL FINANCIAL RESULTS

### TO THE BOARD OF DIRECTORS OF ZYDUS FOUNDATION

We have audited the Financial Results for the year ended March 31, 2021 included in the accompanying "Statement of Annual Financial Results for the Year Ended March 31, 2021" of ZYDUS FOUNDATION ("the Company"), being submitted by the Company pursuant to the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

#### Our Opinion

In our opinion and to the best of our information and according to the explanations given to us, the Financial Results for the year ended March 31, 2021:

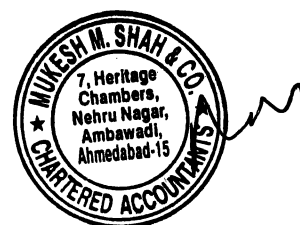
- i. is presented in accordance with the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the net loss and total comprehensive income and other financial information of the Company for the year then ended.

#### Conclusion on audited financial results for the year ended March 31, 2021

With respect to the Financial results for the year ended March 31, 2021, based on our review conducted as stated in the Auditors' Responsibilities section below, nothing has come to our attention, that causes us to believe that the standalone financial results for the year ended March 31, 2021, prepared in accordance with the recognition and measurement principles laid down in the Indian accounting standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 52 of the Listing Regulations, including the manner in which it is to be disclosed or that it contains any material misstatement.

#### Basis for Opinion on the audited financial results for the year ended March 31, 2021

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities section below. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the Financial Results for the year ended March 31, 2021 under the provisions of the Act and the Rules



thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

#### **Management's Responsibilities for the Statement**

This Statement which includes the Financial Results is the responsibility of the Company's Board of Directors and has been approved by them for issuance. The Financial Results for the year ended March 31, 2021 has been compiled from the related audited financial statements. This responsibility includes the preparation and presentation of the Financial Results for the year ended March 31, 2021 that give a true and fair view of the net loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for 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 the 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 Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Financial Results, the Board of Directors are responsible for assessing the Company's ability, to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the financial reporting process of the Company.

#### **Auditor's Responsibilities**

Our objectives are to obtain reasonable assurance about whether the Financial Results for the year ended March 31, 2021 as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Results.



As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Annual Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 52 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Annual Financial Results, including the disclosures, and whether the Annual Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Perform procedures in accordance with the circular issued by the SEBI under Regulation 52 of the Listing Regulations to the extent applicable.

Materiality is the magnitude of misstatements in the Annual Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Financial Results may be influenced. We consider quantitative materiality and



qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Financial Results.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

For Mukesh M. Shah & Co.,  
Chartered Accountants  
Firm Registration No. 106625W



Mukesh M. Shah  
Partner  
Membership No. 030190

Date: 30<sup>th</sup> June, 2021  
Place: Ahmedabad

UDIN: **21030190 AAAAAN5160**

## Zydus Foundation

Registered office : Zydus Corporate Park, Scheme No. 63, Survey No. 536 Khoraj (Gandhinagar), Nr. Vaishnodevi Circle,  
S. G. Highway, Ahmedabad 382 481. Website : www.zydusfoundation.com, CIN No : U85300GJ2019NPL105919

### Statement of Income and Expenditure for the year ended March 31, 2021

Particulars	INR- Lacs	
	Year ended 31/03/2021	Previous year ended 31/03/2020
	Audited	Audited
Revenue	3,343	2,817
Other Income	2,129	875
<b>Total Income</b>	<b>5,472</b>	<b>3,692</b>
<b>Expenses:</b>		
Employee Benefits Expense	2,794	2,370
Finance Costs	1,066	23
Depreciation, Amortisation and Impairment expense	711	134
Administration and other expenses	1,865	1,451
<b>Total Expenses</b>	<b>6,436</b>	<b>3,978</b>
<b>Excess of Expenditure over income before tax</b>	<b>(964)</b>	<b>(286)</b>
Tax Expense	-	-
<b>Excess of Expenditure over income</b>	<b>(964)</b>	<b>(286)</b>
<b>Other Comprehensive Income for the year</b>	<b>3</b>	<b>-</b>
<b>Total Comprehensive Income for the year [Net of Tax]</b>	<b>(961)</b>	<b>(286)</b>

**Notes :**

- 1 The above financial results were approved by the Board of Directors at their meeting held on June 30, 2021.
- 2 The Statutory Auditors of the Company have audited the above financial results pursuant to Regulation 52 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.
- 3 The above results have been prepared in accordance with the Companies [Indian Accounting Standards] Rules, 2015 [Ind AS] prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- 4 The Company had issued and allotted Unsecured Redeemable Non-convertible Debentures [NCD] which are due for its repayment as shown below. The total NCDs outstanding as on 31st March, 2021 amount to INR 18,500 lacs.

Sr. No.	Particulars	Credit Rating	Repayment due on	
			Principal	Interest
1	NCD Series 1	CARE BBB+	March 25, 2025	March 25, 2022 [INR 18.50 Lacs]

There is no change in rating of the NCDs post issuance of NCDs. The interest on NCD is not due for payment as on the date of the financial statements. The NCDs issued by the Company carries prepayment option i.e. it can be repaid in full or part with due consent from majority Debenture holders at any date before its final maturity date. As the NCDs are unsecured, the asset cover is not applicable.

During the year, the Company had issued NCDs of INR 5,000 lacs, the Company had received subscription from the issue, however the company was not able to get these NCDs listed on NSE. Due to this, the Company had returned the amount so raised to the subscribers to such newly issued NCDs.

The cumulative amount of outstanding NCDs as on March 31, 2021 of INR 18,500 [PY INR 18,500] Lacs is disclosed as under:

INR 13,558 Lacs [PY INR 12,542] under the head of "Borrowings";

INR 3,842 Lacs [PY INR 4,942] under the head of "Other Non Current Financial Liabilities"; and

INR 1,100 Lacs [PY INR 1,016] under the head of "Other current financial Liabilities

Value of Debenture Redemption Reserve as on March 31, 2021 is INR NIL. The Company is a Section 8 Company, hence disclosure for EPS is not applicable.

Following are the key ratios –

	As at March 31, 2021	As at March 31, 2020
Debt Equity Ratio	1.09	4.88
Debt Service Coverage Ratio	(1.23)	(43.65)
Interest Service Coverage Ratio	(1.23)	(43.65)

The Ratios have been calculated as under:

Debt Equity Ratio = Total Borrowings / Total Equity

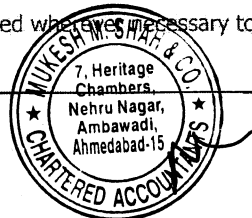
Total Borrowings = As provided above

Total Equity = Equity Share Capital + Other Equity

Debt Service Coverage Ratio = Earnings before Finance cost, Depreciation & Amortisation and Tax / Current Maturities of Long Term Debt + Finance Cost

Interest Service Coverage Ratio = Earnings before Finance cost, Depreciation & Amortisation and Tax / Finance cost

- 5 Figures of previous reporting period have been regrouped/ reclassified where necessary to correspond with the figures of the current reporting period.



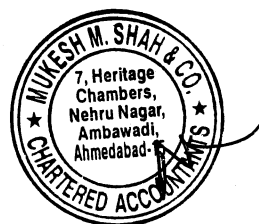
*[Handwritten Signature]*

## Zydus Foundation

Registered office : Zydus Corporate Park, Scheme No. 63, Survey No. 536 Khoraj (Gandhinagar), Nr. Vaishnodevi Circle,  
S. G. Highway, Ahmedabad 382 481. Website : www.zydusfoundation.com, CIN No : U85300GJ2019NPL105919

### Statement of Assets and Liabilities

Particulars	INR- Lacs	
	As at Mar 31, 2021	As at March 31, 2020
<b>ASSETS:</b>		
<b>Non-Current Assets:</b>		
Property, Plant and Equipment	9,868	1,573
Intangible asset	6	3
Capital work-in-progress	28,204	19,943
<b>Financial Assets:</b>		
Other Financial Assets	103	42
Other Non-Current Assets	586	4,840
	<b>38,767</b>	<b>26,401</b>
<b>Current Assets:</b>		
Inventories	92	30
<b>Financial Assets:</b>		
Trade receivable	102	142
Cash and Cash Equivalents	472	861
Other Current Financial Assets	916	319
	<b>1,490</b>	<b>1,322</b>
Other Current Assets	44	30
Current Tax Assets	3	-
	<b>1,629</b>	<b>1,382</b>
<b>Total</b>	<b>40,396</b>	<b>27,783</b>
<b>EQUITY AND LIABILITIES:</b>		
<b>Equity:</b>		
Equity Share Capital	5	5
Other Equity	16,892	3,784
<b>Net worth</b>	<b>16,897</b>	<b>3,789</b>
<b>Non-Current Liabilities:</b>		
<b>Financial Liabilities:</b>		
Borrowings	13,558	12,542
Provisions	193	108
	<b>13,751</b>	<b>12,650</b>
Other Non-Current Liabilities	8,020	7,724
	<b>21,771</b>	<b>20,374</b>
<b>Current Liabilities:</b>		
<b>Financial Liabilities:</b>		
Trade Payables:		
Dues to Micro and Small Enterprises	-	-
Dues to other than Micro and Small Enterprises	176	57
Other Current Financial Liabilities	1,411	3,349
	<b>1,587</b>	<b>3,406</b>
Provisions	50	21
Other Current Liabilities	91	193
	<b>1,728</b>	<b>3,620</b>
<b>Total</b>	<b>40,396</b>	<b>27,783</b>



*Signature*

## Zydus Foundation

Registered office : Zydus Corporate Park, Scheme No. 63, Survey No. 536 Khoraj (Gandhinagar), Nr. Vaishnodevi Circle,  
S. G. Highway, Ahmedabad 382 481. Website : www.zydusfoundation.com, CIN No : U85300GJ2019NPL105919

### Cash Flow Statement

Particulars	INR-Lacs	
	Year ended Mar 31	
	2021	2020
<b>A Cash flows from operating activities:</b>		
[Loss] before tax	(964)	(286)
Adjustments for:		
Depreciation and amortisation expense	711	134
Provision for employee benefit	117	129
Interest [Net]	48	(1)
Total	876	262
Operating [Loss] before working capital changes	(88)	(24)
Adjustments for:		
[Increase] in Inventories	(62)	(10)
Decrease/[Increase] in Trade receivable	40	(98)
Decrease/[Increase] in other Non current assets	4,193	(4,796)
[Increase]/Decrease in Other Current assets	(611)	863
Increase/[Decrease] in Trade Payables	119	(302)
Increase in Other Non Current Liabilities	1,395	1,658
[Decrease] in Other Current Liabilities	(2,123)	(610)
Total	2,951	(3,295)
Cash generated from operations	2,863	(3,319)
Direct taxes paid [Net of refunds]	(3)	-
Net cash from operating activities	2,860	(3,319)
<b>B Cash flows from investing activities:</b>		
Purchase of property, plant and equipment and CWIP	(17,270)	(18,144)
Contribution received for specific purpose	14,069	3,279
Interest [Net]	(48)	1
Net cash [used in] investing activities	(3,249)	(14,864)
<b>C Cash flows from financing activities:</b>		
Issue of Non convertible debentures	-	18,500
Net cash from financing activities	-	18,500
<b>Net [Decrease]/Increase in cash and cash equivalents</b>	<b>(389)</b>	<b>317</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>861</b>	<b>544</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>472</b>	<b>861</b>

Cash and cash equivalents comprise of:

	Year ended Mar 31	
	2021	2020
	a Cash on Hand [CY INR 20,591]	-
b Balances with Banks	472	860
c Total	472	861

Ahmedabad, June 30, 2021

For Zydus Foundation,

*[Signature]*  
Director

