

4th November 2022

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|--|---|
| <p>(1) BSE Ltd.
Listing Department
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai 400 001
Scrip Code: 500087</p> <p>(3) SOCIETE DE LA BOURSE DE
LUXEMBERG
Societe Anonyme
35A Boulevard Joseph II,
L-1840 Luxembourg</p> | <p>(2) National Stock Exchange of India Ltd.
Listing Department
Exchange Plaza, 5th floor,
Plot no. C/1, G Block,
Bandra (East), Mumbai - 400 051
Scrip Code: CIPLA</p> |
|--|---|

Sub: Unaudited financial results (standalone and consolidated) for the quarter & half year ended 30th September 2022

Dear Sir/Madam,

The Board of the Directors of the Company at its meeting held today i.e. 4th November 2022, has *inter-alia* approved the Unaudited Financial Results (standalone and consolidated) for the quarter & half year ended 30th September 2022.

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed as follows:

- (1) Unaudited financial results (standalone and consolidated) as per Indian Accounting Standards for the quarter & half year ended 30th September 2022; and
- (2) Limited review report (standalone and consolidated) by Walker Chandiok & Co LLP, Statutory Auditor of the Company, for the quarter & half year ended 30th September 2022.

The meeting of the Board of Directors of the Company commenced at 10.30 a.m. IST and is still in progress.

The end time of the meeting will be separately intimated to the Stock Exchanges on conclusion.

The above-mentioned documents will also be available on the Company's website www.cipla.com in the Investor Section.

Thanking you,
Yours faithfully,
For **Cipla Limited**

Rajendra Chopra
Company Secretary

Encl.: as above

Prepared by: Chirag Hotchandani

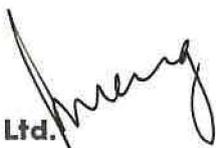
STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2022

(₹ in Crores)

Particulars	Quarter ended			Half year ended		Year ended
	30-09-2022	30-06-2022	30-09-2021	30-09-2022	30-09-2021	31-03-2022
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Revenue from operations						
a) Revenue from sale of products	5,759.28	5,317.87	5,485.84	11,077.15	10,956.56	21,623.36
b) Other operating revenue	69.26	57.32	33.96	126.58	67.59	139.98
Total revenue from operations	5,828.54	5,375.19	5,519.80	11,203.73	11,024.15	21,763.34
2. Other income (refer note 6)	122.95	103.43	60.67	226.38	125.60	280.91
3. Total income (1+2)	5,951.49	5,478.62	5,580.47	11,430.11	11,149.75	22,044.25
4. Expenses						
a) Cost of materials consumed	1,433.08	1,523.05	1,382.71	2,956.13	2,796.45	5,533.13
b) Purchases of stock-in-trade	682.15	653.38	875.51	1,335.53	2,223.49	3,687.16
c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	44.95	(152.00)	(121.53)	(107.05)	(814.41)	(724.69)
d) Employee benefits expense	960.81	955.74	877.78	1,916.55	1,765.07	3,529.91
e) Finance costs	25.55	17.81	38.00	43.36	67.57	106.35
f) Depreciation, impairment and amortisation expense	299.37	254.41	253.06	553.78	514.17	1,051.95
g) Other expenses	1,405.22	1,251.67	1,279.13	2,656.89	2,481.46	5,185.05
Total expenses	4,851.13	4,504.06	4,584.66	9,355.19	9,033.80	18,368.86
5. Profit (+)/loss (-) before exceptional items and tax (3-4)	1,100.36	974.56	995.81	2,074.92	2,115.95	3,675.39
6. Exceptional item	-	-	-	-	(124.62)	(182.12)
7. Profit (+)/loss (-) before tax (5+6)	1,100.36	974.56	995.81	2,074.92	1,991.33	3,493.27
8. Tax expense (net)						
a) Current tax	335.25	299.31	276.37	634.56	598.56	1,136.90
b) Deferred tax	(32.65)	(31.31)	7.44	(63.96)	(31.03)	(203.10)
Total tax expense	302.60	268.00	283.81	570.60	567.53	933.80
9. Net profit (+)/loss (-) after tax before share of associates (7-8)	797.76	706.56	712.00	1,504.32	1,423.80	2,559.47
10. Share of profit (+)/loss (-) of associates	(0.35)	(0.42)	(2.85)	(0.77)	(4.73)	(12.82)
11. Net profit (+)/loss (-) for the period/year (9+10)	797.41	706.14	709.15	1,503.55	1,419.07	2,546.65
12. Profit for the period/year attributable to						
a) Shareholders of the company	788.90	686.40	711.36	1,475.30	1,426.08	2,516.75
b) Non- controlling interest	8.51	19.74	(2.21)	28.25	(7.01)	29.90
13. Other comprehensive income/(loss) for the period/year						
a) (i) Items that will not be reclassified to profit or loss	(5.56)	(5.17)	(2.25)	(10.73)	3.13	127.02
(ii) Income tax on items that will not be reclassified to profit or loss	1.40	1.30	0.57	2.70	(0.79)	(15.48)
b) (i) Items that will be reclassified to profit or loss	(46.95)	(2.47)	(83.84)	(49.42)	93.14	272.75
(ii) Income tax on items that will be reclassified to profit or loss	8.25	3.28	(12.28)	11.53	(12.30)	(0.62)
Other comprehensive income/(loss) for the period/year	(42.86)	(3.06)	(97.80)	(45.92)	83.18	383.67
14. Total comprehensive income/(loss) for the period/year (11+13)	754.55	703.08	611.35	1,457.63	1,502.25	2,930.32
15. Total comprehensive income/(loss) attributable to						
a) Shareholders of the company	744.90	683.38	614.34	1,428.28	1,502.68	2,893.55
b) Non - controlling interest	9.65	19.70	(2.99)	29.35	(0.43)	36.77
16. Paid-up equity share capital (face value ₹ 2/- each) (Refer note 3)	161.40	161.38	161.33	161.40	161.33	161.36
17. Other equity						20,680.33
18. Earnings per share (face value ₹ 2/- each)						
a) Basic (₹)	*9.78	*8.51	*8.82	*18.28	*17.68	31.20
b) Diluted (₹)	*9.77	*8.50	*8.80	*18.26	*17.66	31.17

*Not Annualised




Cipla Ltd.

Consolidated statement of assets and liabilities:

Particulars	(₹ in Crores)	
	As at 30-09-2022	As at 31-03-2022
	Unaudited	Audited
A. ASSETS		
1. Non-Current assets		
(a) Property, plant and equipment	4,737.75	4,838.79
(b) Right-of-use assets	342.25	325.61
(c) Capital work-in-progress	510.08	382.90
(d) Investment properties	60.54	61.42
(e) Goodwill	3,143.17	3,137.93
(f) Intangible assets	1,164.19	1,319.58
(g) Intangible assets under development	484.13	383.28
(h) Investment in associates	116.74	45.81
(i) Financial assets		
(i) Investments	328.28	309.82
(ii) Loans	-	0.04
(iii) Others financial assets	100.48	417.04
(j) Income tax assets (net)	440.14	483.62
(k) Deferred tax assets (net)	467.00	448.83
(l) Other non-current assets	262.24	218.91
Total non-current assets	12,156.99	12,373.58
2. Current asset		
(a) Inventories	5,440.99	5,350.24
(b) Financial assets		
(i) Investments	2,350.94	2,194.97
(ii) Trade receivables	3,969.13	3,424.44
(iii) Cash and cash equivalents	686.75	677.74
(iv) Bank balances other than cash and cash equivalents	1,147.83	1,250.74
(v) Loans	4.67	3.57
(vi) Other financial assets	1,316.70	898.39
(c) Other current assets	971.91	910.74
Total current assets	15,888.92	14,710.83
3. Assets classified as held for sale	16.91	16.71
Total assets	28,062.82	27,101.12
B. EQUITY and LIABILITIES		
1. Equity		
(a) Share capital	161.40	161.36
(b) Other equity	21,722.88	20,680.33
Equity attributable to owner	21,884.28	20,841.69
Non-controlling interest	285.09	275.69
Total equity	22,169.37	21,117.38
2. Liabilities		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	12.04	416.24
(ii) Lease liabilities	143.58	158.28
(iii) Other financial liabilities	110.53	100.37
(b) Provisions	101.65	100.22
(c) Deferred tax liabilities (net)	167.84	243.96
(d) Other non-current liabilities	48.61	51.46
Total non-current liabilities	584.25	1,070.53
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	840.67	407.90
(ii) Lease liabilities	71.37	73.36
(iii) Trade payables		
Total outstanding dues of micro enterprises and small enterprises	232.20	175.12
Total outstanding dues of creditors other than micro enterprises and small enterprises	2,168.57	2,332.98
(iv) Other financial liabilities	426.44	370.83
(b) Other current liabilities	272.96	311.06
(c) Provisions	1,161.33	1,221.00
(d) Income tax liabilities (net)	135.02	20.62
Total current liabilities	5,308.56	4,912.87
3. Liabilities directly associated with assets classified as held for sale	0.64	0.34
Total liabilities	5,893.45	5,983.74
Total equity and liabilities	28,062.82	27,101.12

 Cipla Ltd.

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Disclosure of statement of Cash Flows as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the half year ended 30th September, 2022

(₹ in Crores)

Particulars	Half year ended	
	30-09-2022	30-09-2021
	Unaudited	Unaudited
Cash flow from operating activities		
Profit before exceptional items and tax	2,074.92	2,115.95
Adjustments for :		
Depreciation, impairment and amortisation expense	553.78	514.17
Reversal of impairment of investment in associate	(24.06)	-
Interest expense	43.36	67.57
Unrealised foreign exchange (gain)/loss (net)	37.41	(26.42)
Share based payment expense	17.78	8.55
Allowances for credit loss (net)	(22.69)	(0.31)
Interest on income tax refund	(12.90)	(2.15)
Interest income	(48.71)	(23.00)
Sundry balance (written back)/written off	(6.71)	0.46
Net gain on sale of current investment carried at fair value through profit or loss	(50.17)	(42.95)
Fair value (gain)/loss on financial instruments at fair value through profit or loss	(2.16)	0.25
Net gain on sale/disposal of property, plant and equipment	(2.68)	(7.16)
Rent income	(3.93)	(7.31)
Operating profit before working capital changes	2,553.24	2,597.65
Adjustments for working capital :		
Increase in inventories	(89.75)	(867.35)
Increase in trade and other receivables	(620.97)	(228.28)
(Decrease)/Increase in trade payables and other liabilities	(236.25)	529.77
Cash generated from operations	1,606.27	2,031.79
Income taxes paid (net of refunds)	(472.55)	(488.21)
Net cash flows from operating activities (a)	1,133.72	1,543.58
Cash flow from investing activities		
Purchase of property, plant and equipment {refer note (ii) below}	(392.38)	(292.33)
Purchase of intangible assets (including intangible asset under development)	(192.43)	(86.17)
Proceeds from sale of property, plant and equipment {refer note (ii) below}	2.68	7.65
Proceeds from sale of intangible assets	-	0.37
Investment in associates	(50.90)	(3.78)
Purchase of non-current investments	-	(0.05)
Sale/(Purchase) of current investments (net)	(103.65)	217.11
Receipt from sale of assets held for sale	-	14.98
Change in other bank balance and cash not available for immediate use	70.35	(491.68)
Interest received	42.57	19.16
Rent received	3.93	7.31
Net cash used in investing activities (b)	(619.83)	(607.43)
Cash flow from financing activities		
Proceeds from issue of equity shares (ESOSs)	0.04	0.04
Transaction with non-controlling interest (net)	(17.50)	(19.75)
Consideration paid to buy ESOP rights relating to subsidiary	-	(2.18)
Proceeds from current borrowings (net)	44.02	351.55
Payment of lease liabilities	(81.07)	(55.32)
Repayment of non-current borrowings	(27.98)	(1,029.60)
Interest paid	(31.34)	(47.77)
Dividend paid	(403.50)	(403.32)
Net cash used in financing activities (c)	(517.33)	(1,206.35)
Net decrease in cash and cash equivalents (a+b+c)	(3.44)	(270.20)
Cash and cash equivalents at the beginning of the year	658.11	793.29
Exchange difference on translation of foreign currency cash and cash equivalents	(27.54)	5.49
Cash and cash equivalents at the end of the year	627.13	528.58

Notes:

- The above statement of cash flow has been prepared under the 'Indirect method' as set out in Indian Accounting Standard (Ind AS) 7- Statement of Cash Flows.
- Purchase and sale of property, plant and equipment represents additions and deletions to property, plant and equipment adjusted for movement of capital work in progress, capital advances, capital creditors during the period.

Cipla Ltd.

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3. The paid-up equity share capital stands increased to ₹ 161.40 Crore (80,70,01,603 equity shares of ₹ 2 each) upon allotment of 94,322 equity shares and 78 equity shares of ₹ 2 each pursuant to "ESOS 2013-A" and "Cipla ESAR Scheme 2021" respectively.
4. The Group has considered the possible effects that may result from the COVID-19 pandemic based on the information available to date, both internal and external, in the preparation of these financial results including the recoverability of carrying amounts of financial and non-financial assets and does not expect any material impact on its recoverability.
5. The Board at its meeting held on 25th January, 2022 had approved the restructuring/transfer of:
 - a) the India based US business undertaking to Cipla Pharma and Life Sciences Limited (formerly known as Cipla BioTec Limited), a wholly owned subsidiary of the Company; and
 - b) the Consumer Business Undertaking to Cipla Health Limited ("CHL"), a wholly owned subsidiary of the Company, as a going concern on a slump sale basis through a Business Transfer Agreement ("BTA").

In respect of Consumer Business Undertaking, Company and CHL have successfully completed business transfer as agreed under BTA with closing date of 31st August, 2022. Since the transactions are with parties under common control, there is no impact on the consolidated financial results for the quarter ended 30th September, 2022 and all the comparative periods presented.

In respect of transfer of the India based US business undertaking, the Board at its meeting held on 4th November, 2022, decided not to proceed with the proposed transfer, considering various factors including the current operating environment.

6. InvaGen Pharmaceuticals, Inc. an indirect wholly owned subsidiary of the Holding Company has received USD 3 million during the month of October 2022, pursuant to Share Repurchase Agreement entered with Avenue Therapeutics, Inc. ("Avenue") and Fortress Biotech, Inc., for sale of 25.93% of equity stake held in Avenue. As the conditions existed as at the reporting date, this has been considered as adjusting event under Ind AS 10 "Events after the Reporting Period" and accordingly, the impairment loss recorded in the previous year has been reversed and included under "Other income" in the current quarter and half year ended 30th September, 2022.
7. The figures of the previous year/period have been regrouped/recast to render them comparable with the figures of the current period.
8. The unaudited standalone financial results for the quarter ended 30th September, 2022 are available on the Company's website i.e. www.cipla.com under Investor Information section and on the stock exchange websites i.e. www.bseindia.com and www.nseindia.com.
9. The above results have been reviewed and recommended to the Board of Directors by the Audit Committee and subsequently approved by the Board of Directors at its meeting held on 4th November, 2022. These results have been subjected to limited review by statutory auditors who have expressed an unmodified review report.

By order of the Board
For CIPLA LIMITED



Umang Vohra

Managing Director and Global Chief Executive Officer

Mumbai
4th November, 2022



Cipla Ltd.

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Walker Chandiook & Co LLP

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

To the Board of Directors of Cipla Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results ('the Statement') of Cipla Limited ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group') and its associates (refer Annexure 1 for the list of subsidiaries and associates included in the Statement) for the quarter ended 30 September 2022 and the consolidated year to date results for the period 1 April 2022 to 30 September 2022, 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) ('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, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the Listing Regulations. 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. 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 the Standards on Auditing specified under section 143(10) of the Act, 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 SEBI Circular CIR/CFD/CMD1/44/2019 dated 29 March 2019 issued by the SEBI under Regulation 33 (8) of the Listing Regulation, to the extent applicable.



4. Based on our review conducted and procedures performed as stated in paragraph 3 above and upon consideration of the review reports of other auditors referred to in paragraph 5 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under section 133 of the Act, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We did not review the interim financial results of 13 subsidiaries included in the Statement, whose financial information reflects total assets of ₹ 2,714.35 crores as at 30 September 2022, and total revenues of ₹ 744.56 crores and ₹ 1,444.76 crores, total net profit after tax of ₹ 30.08 crores and ₹ 53.53 crores, total comprehensive income of ₹ 29.30 crores and ₹ 62.60 crores, for the quarter and year to date period ended on 30 September 2022, respectively, and cash flows (net) of ₹ 36.67 crores year to date period ended 30 September 2022, as considered in the Statement. The Statement also includes the Group's share of net loss after tax and total comprehensive loss of ₹ 0.50 crores and ₹ 0.92 crores, for the quarter and year to date period ended on 30 September 2022, respectively, as considered in the Statement, in respect of an associate, whose interim financial results have not been reviewed by us. These interim financial results have been reviewed by other auditors whose review reports have been furnished to us by the management, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and an associate is based solely on the review reports of such other auditors and the procedures performed by us as stated in paragraph 3 above.

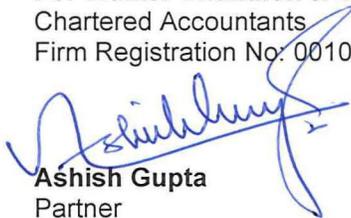
Further, these subsidiaries and an associate, are located outside India, whose interim financial results have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been reviewed by other auditors under International Standard on Review Engagement (ISRE) applicable in their respective countries. The Holding Company's management has converted the financial results of such subsidiaries and associate from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have reviewed these conversion adjustments made by the Holding Company's management. Our conclusion, in so far as it relates to the balances and affairs of these subsidiaries and associate is based on the review report of other auditors and the conversion adjustments prepared by the management of the Holding Company and reviewed by us.

Our conclusion is not modified in respect of this matter with respect to our reliance on the work done by and the reports of the other auditors.

For Walker ChandioK & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013


Ashish Gupta

Partner

Membership No. 504662



UDIN: 22504662BBZWJD9766

Place: Mumbai

Date: 4 November 2022

Annexure 1

List of entities included in the Statement

List of subsidiaries

1. Goldencross Pharma Limited, India
2. Meditab Specialities Limited, India
3. Cipla Pharma and Life Sciences Limited, India (formerly known as Cipla BioTec Limited)
4. Jay Precision Pharmaceuticals Private Limited, India
5. Cipla Health Limited, India
6. Medispray Laboratories Private Limited, India
7. Sitec Labs Limited, India
8. Cipla Medpro South Africa (Pty) Limited, South Africa
9. Cipla Holding B.V., Netherlands
10. Cipla (EU) Limited, United Kingdom
11. Saba Investment Limited, United Arab Emirates
12. Cipla Australia Pty. Limited, Australia
13. Meditab Holdings Limited, Mauritius
14. Cipla USA, Inc., United States of America
15. Cipla Kenya Limited, Kenya
16. Cipla Malaysia Sdn. Bhd., Malaysia
17. Cipla Europe NV, Belgium
18. Cipla Quality Chemical Industries Limited, Uganda
19. Cipla Brasil Importadora E Distribuidora De Medicamentos Ltda., Brazil
20. Inyanga Trading 386 (Pty) Limited, South Africa (Dissolved w.e.f. 10 December 2021)
21. Cipla Medpro Holdings (Pty) Limited, South Africa (deregistered w.e.f. 25 August 2022)
22. Cipla Dibcare (Pty) Limited, South Africa (under liquidation)
23. Cipla Medpro Manufacturing (Pty) Limited, South Africa (formerly known as Cipla Life Sciences (Pty) Limited)
24. Cipla-Medpro (Pty) Limited, South Africa
25. Cipla-Medpro Distribution Centre (Pty) Limited, South Africa
26. Cipla Medpro Botswana (Pty) Limited, South Africa
27. Cipla Algérie, Algeria
28. Cipla Biotec South Africa (Pty) Limited, South Africa (deregistered w.e.f. 3 February 2022)
29. Cipla Select (Pty) Limited, South Africa (formerly known as Cipla OLTP (Pty) Limited)
30. Medpro Pharmaceutica (Pty) Limited, South Africa
31. Breathe Free Lanka (Private) Limited, Sri Lanka
32. Cipla Medica Pharmaceutical and Chemical Industries Limited, Yemen
33. Cipla Maroc SA, Morocco
34. Cipla Middle East Pharmaceuticals FZ-LLC, United Arab Emirates
35. Cipla Philippines, Inc., Philippines
36. InvaGen Pharmaceuticals, Inc., United States of America
37. Exelan Pharmaceuticals, Inc., United States of America
38. Cipla Technologies LLC, United States of America
39. Cipla Gulf FZ-LLC, United Arab Emirates
40. Mirren (Pty) Ltd, South Africa
41. Madison Pharmaceuticals Inc. United States of America
42. Cipla (Colombia) SAS, Colombia
43. Cipla (China) Pharmaceutical Co., Ltd, China
44. Cipla (Jiangsu) Pharmaceutical Co., Ltd., China
45. Cipla Pharmaceuticals Limited, India
46. Cipla Therapeutics Inc., United States of America
47. Cipla Health Employees Stock Option Trust, India
48. Cipla Employee Stock Option Trust, India (Deregistered)

Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Gurugram, Hyderabad, Kochi, Kolkata, Mumbai, New Delhi, Noida and Pune



Walker Chandiook & Co LLP is registered with limited liability with identification number AAC-2085 and has its registered office at L-41, Connaught Circus, Outer Circle, New Delhi, 110001, India

Walker Chandlok & Co LLP

49. Cipla Digital Health Limited, India (incorporated on 25 February 2022)
50. Aspergen Inc, United States of America (w.e.f. 30 August 2022)
51. The Cipla Empowerment Trust, South Africa (w.e.f. 30 June 2022)

List of Associates:

1. Stempeutics Research Private Limited, India
2. Avenue Therapeutics Inc. United States of America (ceased to be an associate w.e.f. 11 October 2022)
3. Brandmed (Pty) Limited, South Africa
4. AMPSolar Power Systems Private Limited, India (share of loss/ profit not required to be considered)
5. AMP Energy Green Eleven Private Limited, India (share of loss/ profit not required to be considered)
6. Clean Max Auriga Power LLP, India (share of loss/ profit not required to be considered)
7. GoApptiv Private Limited, India (stake increased to 22.02% from 21.85%)
8. Iconphygital Private Limited, India (Wholly owned subsidiary of GoApptiv Private Limited)
9. Achira Labs Private Limited (w.e.f. 17 August 2022)



Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Gurugram, Hyderabad, Kochi, Kolkata, Mumbai, New Delhi, Noida and Pune

Walker Chandlok & Co LLP is registered with limited liability with identification number AAC-2085 and has its registered office at L-41, Connaught Circus, Outer Circle, New Delhi, 110001, India

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2022

(₹ in Crores)

Particulars	Quarter ended			Half year ended		Year ended
	30-09-2022	30-06-2022	30-09-2021	30-09-2022	30-09-2021	31-03-2022
	Unaudited (Refer note 5)	Audited (Refer note 5)				
A. Continuing Operations :						
1. Revenue from operations						
a) Revenue from sale of products	3,746.06	3,745.89	3,747.24	7,491.95	7,617.34	15,052.48
b) Other operating revenue	405.21	100.25	76.21	505.46	145.29	328.34
Total revenue from operations	4,151.27	3,846.14	3,823.45	7,997.41	7,762.63	15,380.82
2. Other income	92.28	117.68	197.73	209.96	277.39	666.70
3. Total income (1+2)	4,243.55	3,963.82	4,021.18	8,207.37	8,040.02	16,047.52
4. Expenses						
a) Cost of materials consumed	997.51	993.66	1,000.00	1,991.17	1,954.04	3,616.69
b) Purchases of stock-in-trade	535.62	453.77	643.66	989.39	1,745.51	2,850.85
c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(11.79)	(38.88)	(176.78)	(50.67)	(775.99)	(541.93)
d) Employee benefits expense	599.14	591.55	536.01	1,190.69	1,064.64	2,113.78
e) Finance costs	7.50	2.21	7.60	9.71	15.60	26.93
f) Depreciation, impairment and amortisation expense	176.01	128.36	138.97	304.37	275.95	546.62
g) Other expenses	969.74	852.40	859.68	1,822.14	1,695.55	3,630.20
Total expenses	3,273.73	2,983.07	3,009.14	6,256.80	5,975.30	12,243.14
5. Profit (+)/loss (-) before tax from continuing operations (3-4)	969.82	980.75	1,012.04	1,950.57	2,064.72	3,804.38
6. Tax expense (net)						
a) Current tax	265.23	259.35	243.07	524.58	539.30	949.49
b) Deferred tax	(0.60)	(8.93)	3.02	(9.53)	(11.73)	(27.69)
Total tax expense	264.63	250.42	246.09	515.05	527.57	921.80
7. Net profit (+)/loss (-) after tax for the period/year from continuing operations (5-6)	705.19	730.33	765.95	1,435.52	1,537.15	2,882.58
B. Discontinuing/Restructuring Operations : (Refer note 5)						
8. Profit (+)/loss (-) before tax from discontinuing/restructuring operations	20.20	38.53	21.94	58.73	49.43	100.70
9. Tax expense from discontinuing/restructuring operations	5.09	9.70	5.52	14.79	12.44	25.35
10. Net profit (+)/loss (-) for the period/year from discontinuing/restructuring operations (8-9)	15.11	28.83	16.42	43.94	36.99	75.35
11. Net profit (+)/loss (-) for the period/year (7+10)	720.30	759.16	782.37	1,479.46	1,574.14	2,957.93
12. Other comprehensive income/(loss) for the period/year						
I. In respect of continuing operations:						
a) (i) Items that will not be reclassified to profit or loss	(5.09)	(4.98)	(0.81)	(10.07)	3.47	16.78
(ii) Income tax on items that will not be reclassified to profit or loss	1.28	1.26	0.21	2.54	(0.87)	(4.22)
b) (i) Items that will be reclassified to profit or loss	(31.64)	(27.51)	28.37	(59.15)	24.72	(9.38)
(ii) Income tax on items that will be reclassified to profit or loss	7.96	6.92	(7.14)	14.88	(6.22)	2.37
II. In respect of discontinuing/restructuring operations:						
a) (i) Items that will not be reclassified to profit or loss	-	(0.22)	(0.04)	(0.22)	0.15	0.73
(ii) Income tax on items that will not be reclassified to profit or loss	-	0.05	0.01	0.05	(0.04)	(0.18)
Other comprehensive income/(loss) for the period/year	(27.49)	(24.48)	20.60	(51.97)	21.21	6.10
13. Total comprehensive income/(loss) for the period/year (11+12)	692.81	734.68	802.97	1,427.49	1,595.35	2,964.03
14. Paid-up equity share capital (face value ₹ 2/- each) (Refer note 3)	161.40	161.38	161.33	161.40	161.33	161.36
15. Other equity						22,352.19
16. Earnings per share from continuing operations (face value ₹ 2/- each)						
a) Basic (₹)	*8.74	*9.05	*9.50	*17.79	*19.06	35.73
b) Diluted (₹)	*8.73	*9.04	*9.48	*17.78	*19.03	35.70
17. Earnings per share from discontinuing/restructuring operations (face value ₹ 2/- each)						
a) Basic (₹)	*0.19	*0.36	*0.20	*0.54	*0.46	0.94
b) Diluted (₹)	*0.19	*0.36	*0.20	*0.54	*0.46	0.93
18. Earnings per share for total operations (face value ₹ 2/- each)						
a) Basic (₹)	*8.93	*9.41	*9.70	*18.33	*19.52	36.67
b) Diluted (₹)	*8.92	*9.40	*9.68	*18.32	*19.49	36.63
*Not Annualised						



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1. The above financial results are prepared in accordance with the Indian Accounting Standard 34 ('Ind AS 34') prescribed under section 133 of the Companies Act, 2013 and are in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended).
2. The Company had received various notices of demand from the National Pharmaceutical Pricing Authority (NPPA), Government of India, on account of alleged overcharging in respect of certain drugs under the Drugs (Prices Control) Orders. The total demand against the Company as stated in NPPA public disclosure amounts to ₹ 3,703.40 Crore.

Out of the above, demand notices pertaining to a set of products being Norfloxacin, Ciprofloxacin, Salbutamol and Theophylline were challenged by the Company (i) in the Honourable Bombay High Court on the ground that bulk drugs contained in the said formulations are not amenable to price control, as they cannot be included in the ambit of price control based on the parameters contained in the Drug Policy, 1994 on which the DPCO, 1995 is based and (ii) in the Honourable Allahabad High Court on process followed for fixation of pricing norms. These petitions were decided in favour of the Company and the matters were carried in appeal by the Union of India to the Honourable Supreme Court of India. The Honourable Supreme Court in its judgment of 1st August, 2003 remanded the said writ petitions to the Honourable Bombay High Court with directions that the Court will have to consider the petitions afresh, having due regard to the observations made by the Honourable Supreme Court in its judgment. On the Union of India filing transfer petitions, the Honourable Supreme Court ordered transfer of the said petitions to the Honourable Bombay High Court to it for being heard with the appeal filed against the Honourable Allahabad High Court order. Subsequently, in its order of 20th July, 2016 the Honourable Supreme Court recalled its transfer order and remanded the petitions to Honourable Bombay High Court for hearing. While remanding the matter to Honourable Bombay High Court, the Honourable Supreme Court directed Cipla to deposit 50% of the overcharged amount with the NPPA as stated in its order of 1st August, 2003 which at that point of time was ₹ 350.15 Crore. Complying with the directions passed by the Honourable Supreme Court, Cipla has deposited an amount of ₹ 175.08 Crore which has been received and acknowledged by NPPA. Furthermore, the Company has not received any further notices in these cases post such transfer of cases to Honourable Bombay High Court. Meanwhile, the Honourable Supreme Court vide its Order and Judgment dated 21st October, 2016, allowed the Appeals filed by the Government against the Judgment and Order of the Honourable Allahabad High Court regarding basis of fixation of retail prices. The said order was specific to fixation of retail prices without adhering to the formula/process laid down in DPCO, 1995. However, the grounds relating to inclusion of certain drugs within the span of price control continues to be sub-judice with the Honourable Bombay High Court.

The Honourable Bombay High Court had, in expectation of NPPA filing its counter-statement on status of each petitioner's compliance with the 2003 and 2016 Honourable Supreme Court orders (on deposit 50% of amount demanded), re-scheduled the hearing for 5th June, 2019, but the same was not listed on that date.

The Company had filed amendment applications before the Honourable Bombay High Court to incorporate the effect of a ruling by the Honourable Supreme Court to adjust trade margins of 16% from outstanding demands as not accrued to the manufacturers and to re-calculate interest from date of non-payment of demand within the time period stated in each demand. The said amendment also places certain additional grounds on record. The Honourable Bombay High Court issued notice to Union of India and NPPA on the amendment applications and set 25th January, 2021 for further hearing but the case was not listed due to the COVID-19 lockdown and the next date is awaited.

The Company has been legally advised that it has a substantially strong case on the merits of the matter, especially under the guidelines/principles of interpretation of the Drug Policy enunciated by the Honourable Supreme Court. Although, the decision of Honourable Supreme Court dated 21st October, 2016 referred above was in favour of Union of India with respect to the appeals preferred by the Government challenging the Honourable Allahabad High Court order, basis the facts and legal advice on the matter sub-judice with the Honourable Bombay High Court, no provision is considered necessary in respect of the notices of demand received till date aggregating to ₹ 1,736.00 Crore. It may be noted that NPPA in its public disclosure has stated the total demand amount against the Company in relation to the above said molecules to be ₹ 3,281.31 Crore (after adjusting deposit of ₹ 175.08 Crore), however, the Company has not received any further notices beyond an aggregate amount of ₹ 1,736.00 Crore.

In addition, Company had made provision of ₹ 121.47 Crore as of 30th September, 2022 for products not part of the referenced writ proceedings. Further, no new recovery notices were received by the Company in the quarter, thus not requiring any fresh cases to be filed by the Company in that regard. Due to COVID-19, courts are hearing only urgent cases, hence the writs that are pending will be heard in due course.

3. The paid-up equity share capital stands increased to ₹ 161.40 Crore (80,70,01,603 equity shares of ₹ 2 each) upon allotment of 94,322 equity shares and 78 equity shares of ₹ 2 each pursuant to "ESOS 2013-A" and "Cipla ESAR Scheme 2021" respectively.
4. The Company has considered the possible effects that may result from the COVID-19 pandemic based on the information available to date, both internal and external, in the preparation of these financial results including the recoverability of carrying amounts of financial and non-financial assets and does not expect any material impact on its recoverability.



Standalone statement of assets and liabilities:-

(₹ in Crores)

Particulars	As at	As at
	30-09-2022	31-03-2022
	Unaudited (Refer note 5)	Audited (Refer note 5)
A. ASSETS		
1. Non-current assets		
(a) Property, plant and equipment	3,466.15	3,554.91
(b) Right-of-use assets	88.92	75.70
(c) Capital work-in-progress	287.78	186.26
(d) Investment properties	62.42	63.35
(e) Intangible assets	198.99	215.96
(f) Intangible assets under development	81.58	81.42
(g) Financial assets		
(i) Investments	9,004.84	8,934.88
(ii) Loans	186.82	-
(iii) Others financial assets	56.13	372.10
(h) Income tax assets (net)	331.81	377.12
(i) Other non-current assets	162.12	153.44
Total non-current assets	13,927.56	14,015.14
2. Current asset		
(a) Inventories	3,567.16	3,485.81
(b) Financial assets		
(i) Investments	2,165.18	2,038.80
(ii) Trade receivables	3,662.46	2,794.48
(iii) Cash and cash equivalents	220.67	177.29
(iv) Bank balances other than cash and cash equivalents	1,147.83	1,250.74
(v) Loans	0.45	0.89
(vi) Other financial assets	1,238.75	871.94
(c) Other current assets	737.21	715.09
Total current assets	12,739.71	11,335.04
3. Assets classified as held for sale/transfer (Refer note 5)	-	98.87
Total assets	26,667.27	25,449.05
B. EQUITY and LIABILITIES		
1. Equity		
(a) Share capital	161.40	161.36
(b) Other equity	23,388.13	22,352.19
Total equity	23,549.53	22,513.55
2. Liabilities		
Non-current liabilities		
(a) Financial liabilities		
(i) Lease liabilities	18.52	15.53
(ii) Other financial liabilities	52.97	53.13
(b) Provisions	82.23	81.63
(c) Deferred tax liabilities (net)	52.27	79.27
(d) Other non-current liabilities	43.91	46.63
Total non-current liabilities	249.90	276.19
Current liabilities		
(a) Financial liabilities		
(i) Lease liabilities	18.26	7.92
(ii) Trade payables		
- Total outstanding dues of micro enterprises and small enterprises	196.42	146.52
- Total outstanding dues of creditors other than micro enterprises and small enterprises	1,489.14	1,423.18
(iii) Other financial liabilities	281.40	202.93
(b) Other current liabilities	185.11	220.40
(c) Provisions	595.45	631.39
(d) Income tax liabilities (net)	102.06	-
Total current liabilities	2,867.84	2,632.34
3. Liabilities directly associated with assets classified as held for sale/transfer	-	26.97
Total liabilities	3,117.74	2,935.50
Total equity and liabilities	26,667.27	25,449.05



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Disclosure of statement of Cash Flows as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the half year ended 30th September, 2022 (₹ in Crores)

Particulars	Half year ended	
	30-09-2022	30-09-2021
	Unaudited (Refer note 5)	Unaudited (Refer note 5)
Cash flow from operating activities		
Profit before tax		
Continuing Operations	1,950.57	2,064.72
Discontinuing/Restructuring Operations (refer note 5)	58.73	49.43
Adjustments for :		
Depreciation, impairment and amortisation expense	304.37	275.95
Interest expense	9.71	15.60
Unrealised foreign exchange gain (net)	(13.67)	(17.71)
Share based payment expense	11.92	10.35
Allowances for credit loss (net)	(3.50)	5.32
Interest on income tax refund	(12.84)	-
Interest income	(45.75)	(21.03)
Dividend income	(14.92)	(164.91)
Sundry balance written off/(back) (net)	(4.01)	10.53
Corporate guarantee commission	-	(1.72)
Net gain on sale of current investments carried at fair value through profit or loss	(47.26)	(38.07)
Fair value (gain)/loss on financial instruments at fair value through profit or loss	(1.38)	0.71
Net (gain)/loss on sale/disposal of property, plant and equipment	(9.53)	(1.11)
Rent income	(4.55)	(7.93)
Operating profit before working capital changes	2,177.89	2,180.13
Adjustments for working capital:		
Increase in inventories	(47.79)	(789.15)
Increase in trade and other receivables	(990.14)	(2.61)
Increase in trade payables and other liabilities	84.63	397.63
Cash generated from operations	1,224.59	1,786.00
Income taxes paid (including tax deducted at source) (net of refunds)	(379.16)	(393.36)
Net cash flows generated from operating activities (a)	845.43	1,392.64
Cash flow from investing activities		
Purchase of property, plant and equipment (refer note (ii) below)	(259.65)	(131.90)
Purchase of intangible assets (including intangible asset under development)	(58.38)	(15.18)
Proceeds from sale of property, plant and equipment (refer note (ii) below)	22.08	6.60
Receipt from sale of assets held for sale	114.89	0.72
Loan to subsidiaries	(186.82)	-
Investment in associates	(50.90)	(1.18)
Purchase of non current investments	-	(0.05)
Investment in subsidiaries	(19.12)	(1,049.42)
Sale/(purchase) of current investments (net)	(77.75)	299.44
Change in other bank balance and cash not available for immediate use	70.35	(510.79)
Interest received	39.62	15.68
Dividend received from subsidiaries	14.92	164.91
Rent received	4.55	7.93
Net cash flow used in investing activities (b)	(386.21)	(1,213.24)
Cash flow from financing activities		
Proceeds from issue of equity shares (ESOSs)	0.04	0.04
Interest paid	(2.89)	(4.91)
Payment of lease liabilities	(8.60)	(10.74)
Dividend paid	(403.50)	(403.32)
Net cash flow used in financing activities (c)	(414.95)	(418.93)
Net increase/(decrease) in cash and cash equivalents (a+b+c)	44.27	(239.53)
Cash and cash equivalents at the beginning of the year	177.29	294.72
Exchange difference on translation of foreign currency cash and cash equivalents	(0.89)	(0.49)
Cash and cash equivalents at the end of the period	220.67	54.70

Notes:

- The above statement of cash flow has been prepared under the 'Indirect method' as set out in Indian Accounting Standard (Ind AS) 7- Statement of Cash Flows.
- Purchase and sale of property, plant and equipment represents additions and deletions to property, plant and equipment adjusted for movement of capital work in progress, capital advances, capital creditors during the period.



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5. The Board at its meeting held on 25th January, 2022 had approved the restructuring/transfer of:

- the India based US business undertaking to Cipla Pharma and Life Sciences Limited (formerly known as Cipla BioTec Limited), a wholly owned subsidiary of the Company; and
- the Consumer Business Undertaking to Cipla Health Limited ("CHL"), a wholly owned subsidiary of the Company, as a going concern on a slump sale basis through a Business Transfer Agreement ("BTA").

In respect of Consumer Business Undertaking, Company and CHL have successfully completed business transfer as agreed under BTA with closing date of 31st August, 2022.

In respect of transfer of the India based US business undertaking, the Board at its meeting held on 4th November, 2022, decided not to proceed with the proposed transfer, considering various factors including the current operating environment. Accordingly, disclosures as required under Indian Accounting Standard (Ind AS) 105 "Non-Current Assets Held for Sale and Discontinued Operations", in the standalone financial results for all the periods have been suitably presented.

Key financial information of Discontinuing/Restructuring Operations:

(₹ in Crores)

Particulars	Quarter ended			Half year ended		Year ended
	30-09-2022	30-06-2022	30-09-2021	30-09-2022	30-09-2021	31-03-2022
Total revenue from operations	77.43	93.92	111.58	171.35	189.81	325.88
Total expenses	57.23	55.39	89.64	112.62	140.38	225.18
Profit (+)/loss (-) before tax	20.20	38.53	21.94	58.73	49.43	100.70
Total tax expense	5.09	9.70	5.52	14.79	12.44	25.35
Net profit (+)/loss (-) for the period/year	15.11	28.83	16.42	43.94	36.99	75.35

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 results have been reviewed and recommended to the Board of Directors by the Audit Committee and subsequently approved by the Board of Directors at its meeting held on 4th November, 2022. These results have been subjected to limited review by statutory auditors who have expressed an unmodified review report.

By order of the Board
For CIPLA LIMITED



Umang Vohra
Managing Director and Global Chief Executive Officer

Mumbai
4th November, 2022



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

To the Board of Directors of Cipla Limited

1. We have reviewed the accompanying statement of standalone unaudited financial results ('the Statement') of Cipla Limited ('the Company') for the quarter ended 30 September 2022 and the year to date results for the period 1 April 2022 to 30 September 2022, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulations').
2. The Statement, which is the responsibility of the Company's management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the Listing Regulations. 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. 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 the Standards on Auditing specified under section 143(10) of the Act, 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.



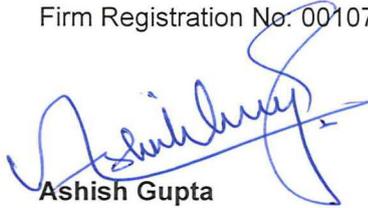
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4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under section 133 of the Act, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Walker ChandioK & Co LLP

Chartered Accountants

Firm Registration No. 001076N/N500013



Ashish Gupta

Partner

Membership No. 504662



UDIN: 22504662BBZWIZ5991

Place: Mumbai

Date: 4 November 2022