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Tax Transparency
Report 2022-23

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1. Message from the Global CFO



Ashish Adukia

Global Chief Financial Officer

I am pleased to present Cipla's another edition of annual Tax Transparency Report.

As an organization with 'Caring for Life' at the heart of its philosophy, Cipla firmly believes in long term sustainable value creation for all its stakeholders, including the government and society at large.

Beyond timely compliance, we also strongly recognize the criticality of fair and just tax contributions to the welfare and development of the regions and communities of the geographies where we operate.

A fair, effective and stable tax system is beneficial to both governments and businesses, and at Cipla we ensure that we act transparently and responsibly on all tax matters and work closely with tax authorities.

This Tax Transparency Report has been precisely curated to provide holistic perspective of our responsible tax conduct and our contribution to exchequer in India and globally for the financial year 2022-23.

FY 2022-23 at a glance

26

countries where we operate

Total taxes paid

1590

(₹ in crores)

includes corporate taxes on profits, as well as other direct and indirect taxes levied on our activities.

Total tax contribution

4494

(₹ in crores)

comprises the taxes we paid and collected on our global operations.

38000+

Employees (including contractual employees) worldwide

Total taxes collected

2904

(₹ in crores)

includes amounts that we collected on behalf of others - for example our customers, suppliers and employees - and paid to governments.

Total tax contribution

20

percent of Turnover

Finally, we are taking every relevant step to keep improving our transparency on tax matters and invite valuable feedback in this endeavor. I'm sure that there is more we can do to keep improving our transparency on tax matters. If you think so too, please let us know and we will do our best to act on your feedback.

Ashish Adukia

Global Chief Financial Officer

2. About Cipla¹

Established in 1935, Cipla is a global pharmaceutical company with a strong commitment to make medicines accessible and affordable to those in need.

Our product portfolio spans complex generics as well as drugs in the respiratory, anti-retroviral, urology, cardiology, anti-infective, CNS and various other key therapeutic segments. With a rich portfolio, we are deepening our presence in the home markets of India, as well as South Africa, North America and other key regulated and emerging markets. Our 47 manufacturing sites around the world produces 50+ dosage forms and 1,500+ generic products to cater to our 85 markets².

Making a difference for patients has been the driving force behind Cipla's work for more than eight decades. Our paradigm changing offer of a triple anti-retroviral therapy in HIV/AIDS at less than a dollar a day in Africa in 2001 is widely acknowledged as having contributed to bringing inclusiveness, accessibility and affordability to the centre of the HIV movement.

Cipla is the third largest pharmaceutical company in India and the third largest in the private pharmaceutical market of South Africa (IQVIA, March 2023). We are the second largest Indian exporter to emerging markets³ and also among the most dispensed generic players in the US.

Our strategy to use resources efficiently, our efforts to make medicines more available and affordable and our strong financial performance provide a strong foundation for building a responsible business that is committed to sustainable growth.

Cipla is a responsible corporate citizen and is a partner of choice for global health organisations, peers and all stakeholders owing to its humanitarian approach to healthcare, in pursuit of its objective of 'Caring for Life' and its deep-rooted community ties.

For more, please visit www.cipla.com or click on [Twitter](#), [Facebook](#) and [LinkedIn](#) channels.



¹GRI 2-1, GRI 2-6

²Represent countries/markets where sales are more than USD 0.5 million

³EXIM IntelliMax data for Emerging Markets (ex-SAGA, CIS, China) for FY 2022-23

3. Approach to Tax

Cipla seeks to adhere with all applicable tax laws and regulations in jurisdictions in which it operates. We recognize the importance of taxes and are committed to ensure collection and payment of fair and just taxes. Where compliance processes have been outsourced, we ensure that this principle is adhered to by the service provider. We strive for accuracy in all tax reporting, timely filing of all tax returns and payment of right amount of tax. All material positions taken in the tax compliance process must be supportable in terms of documentation and legal interpretation. Where a tax law or its interpretation is unclear, opinions of expert tax professionals and tax consultants having subject matter expertise is sought in order to determine the appropriate tax treatment. Where practical, we will engage with tax authorities in a proactive manner to seek clarification.

As a global business, we have established the following tax principles

Accountability and governance	Compliance	Relationships with authorities	Seeking and accepting tax incentives	Tax Haven	Transparency	Supporting effective tax systems	Business structure
Tax decisions are made in adherence to the principles set out in the Code of Conduct. Our multi-step process ensures that tax decisions are made at appropriate levels and supported by documentation.	We comply with the letter and the spirit of the law of the countries in which we operate and pay the right amount of tax at the right time, in the countries where we create value.	We seek, wherever possible, to develop constructive and cooperative relationships with tax authorities, based on mutual respect, transparency and trust.	Where we claim tax incentives offered by government authorities, we seek to ensure that they are legitimate and consistent with statutory or regulatory frameworks.	We do not make investments in or via countries considered to be tax havens or low-tax jurisdictions without any valid business or commercial substance. Cipla uses OECD's definition of Tax Haven.	We maintain accountability and transparency by providing regular disclosures and information to our stakeholders, including investors, suppliers, employees and other interested parties about our approach to tax and taxes paid.	We engage constructively in national and international dialogue with governments, Industry association and civil society to support the development of effective tax systems based on integrity, mutual trust and cooperation.	We will only use business structures that are driven by economic and commercial substance. We do not seek abusive tax results.

¹The Code of Conduct was approved by the Board of directors of Cipla Limited on 7 February 2018.

4. Tax Governance Framework and Risk Management

Cipla has firmly embedded its approach to tax in its organizational culture and operational framework. The company upholds a diligent and ethical stance when it comes to tax matters, ensuring compliance with relevant laws and regulations in all jurisdictions it operates. For Cipla Integrity, Transparency and Accountability are at the core of our tax objectives.

We adhere to all the applicable tax regulations and have formulated internal guidance and governance procedures relating to taxation, to ensure that the objectives are met. Cipla demonstrates its unwavering commitment to transparency and responsible tax practices by proactively publishing a comprehensive Tax Transparency Report, showcasing its, payments, and contributions to society.

Tax affairs are managed on a global basis by team of appropriately qualified and trained finance and tax professionals with the right level of expertise, who work closely with the business to provide advice and guidance along with support from the Global Tax team to ensure compliance with tax laws and practices. Led by the Global Head of Tax, the team works closely with the business on a day-to-day basis. Cipla's Global Tax team is part of its corporate finance function.

Our Multi step process ensures that tax decisions are made at appropriate levels. As a process, tax team partners with business teams or respective departments, brainstorms on the subject, and proposes tax positions / decisions which are further being discussed with heads of respective departments. Senior Management is also consulted on critical positions and decisions taken in case of high value transactions.

The Company has a Whistle Blower Policy, that applies to all associates, Board members, contractors, consultants, trainees, service providers of our Company. It lays down a formal process to report unethical practices behaviors and seek resolution towards the same without fear of retaliation.

We maintain a robust internal control framework for tax risk assessment. Periodic review of control is conducted by internal audit team. Tax risk is also managed through continuous robust internal policies, training, knowledge management and compliance programs to ensure alignment across all the Group's businesses, while meeting its tax obligations. Cipla deploys tax technology wherever possible, thereby ensuring that it has a sustainable platform to manage the increasing demands of digitally enabled tax authorities. Internal Financial Controls and procedures are subject to

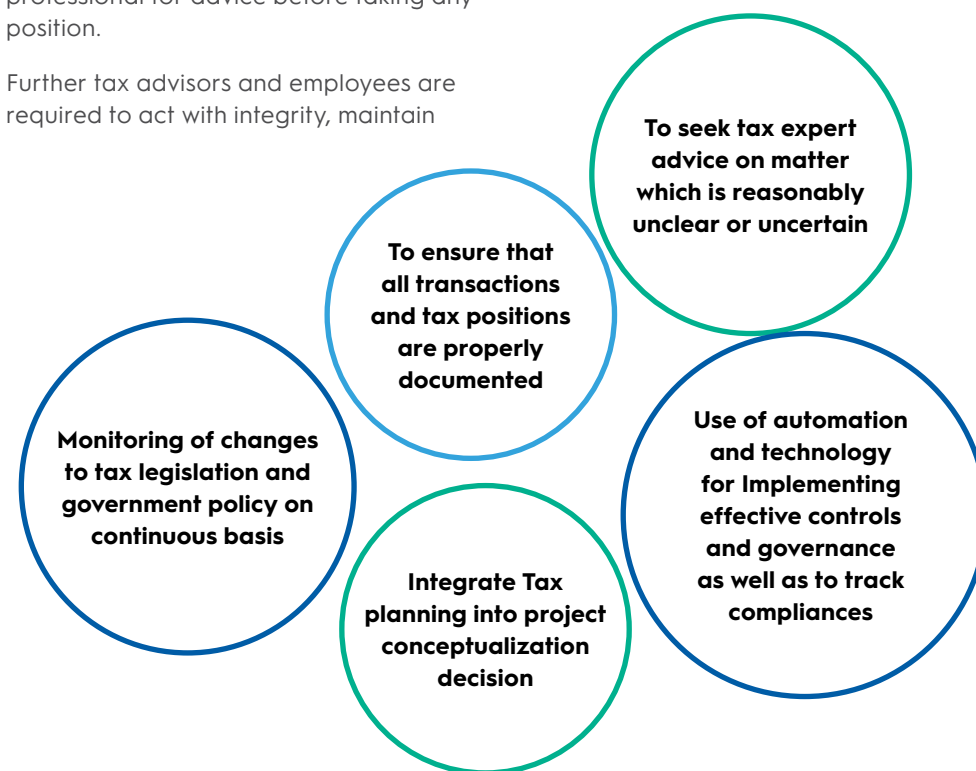
periodic reviews and audits. This helps in identifying and ensuring that we comply with applicable laws and regulations.

For material transactions, where there is ambiguity on the treatment of tax and interpretation of legislation. Tax legislation is complex and often tax risks arise from differences in the interpretation of tax laws, thereby adding to further uncertainty. We reach out to appropriate professional for advice before taking any position.

Further tax advisors and employees are required to act with integrity, maintain

high ethical standards in all tax activities and adhere to Cipla's Code of Conduct.

Cipla welcomes tax benefits and incentives and organizes tax affairs in such a manner that enables the Group to be eligible for such benefits while ensuring consistency with its business objectives.



Cipla has been continuously working towards and is committed to:



Compliance with Financial and Tax Reporting Norms

We make decisions on tax matters based on a reasonable interpretation of applicable legal provisions of the country in which we operate. In doing so, we observe and adhere to the tax law, the underlying tax policy intent, and the disclosures and reporting requirements in each jurisdiction.

Organisation for Economic Co-operation and Development (OECD) has proposed an international coordinated system of taxation intended to ensure large multinational enterprise (MNE) groups to pay a minimum level of tax on the income arising in each of the jurisdictions where they operate. We are actively following developments in the OECD Pillar 1 and 2 discussions and the implementation of global minimum tax.



Transfer Pricing

All transfer pricing arrangements are consistent with the OECD Transfer Pricing Guidelines and in particular follow the arm's length principle. Profits are recognized in territories by reference to the activities performed there and the value they generate. To ensure the profits recognized in jurisdictions are aligned to the activity undertaken there, and in line with current OECD guidelines, we base our transfer pricing policy on the arm's length principle and support our transfer prices with economic & functional analysis and reports.

An underlying principle of transfer pricing is that two companies within the same group must act as if they were independent enterprises, with each appropriately rewarded for the functions they perform, assets they employ and risks they assume when entering into intra-group transactions. An appropriate reward is that which would be obtained in a transaction between unrelated parties. This is known as the arm's length principle.



Tax Planning

The Group is committed to maximizing value on a sustainable basis for its shareholders and for any commercial transactions of wider business purpose, wherein the commercial rationale is the core for entering the arrangement. The Group does not engage in artificial tax planning, i.e., without any business or commercial substance.

Where uncertainty exists in a transaction, professional advice is sought on a transactional basis from external consultants.

The Group seeks to utilize available tax reliefs, incentives and exemptions where it reasonably believes it meets the conditions for which the legislation is intended to provide a legitimate relief. At all times, the Group seeks to be fully compliant with the applicable tax regulatory and other laws, and in a way which upholds its reputation as a responsible corporate citizen.

Cipla has been continuously working towards and is committed to:



Attitude towards Risk

The Group has a low tax risk appetite and is focused on compliance. It submits tax returns according to statutory time limits and engages with tax authorities regularly to obtain certainty on its business operations. In exceptional cases, where matters cannot be settled by agreement with tax authorities, the Group may have to resolve disputes through formal appeals or other proceedings.

The Group monitors taxation policies in its key jurisdictions to deal proactively with any potential future changes in tax law.

As a Group, along with the Board, it is fully conscious of the tax litigations and advocate prudent tax compliance to better manage the tax risks. Advice is sought from external advisors where uncertainty exists to review tax legislation and the implications of its Group business to support the decisions taken by the Board.



Relationship with Governments and Tax Administration

The Group seeks to maintain open and co-operative relationships with tax authorities by providing appropriate responses to requests made and engage in full, open and dialogue with tax authorities.

It employees the services of professional tax advisors to act as its representatives, and in a number of cases they liaise with tax authorities on the Group's behalf to get the most of its relationship, thereby reducing tax risk. When submitting tax computations and returns, the Group discloses all relevant facts wherever possible.

Also, the Group aims to obtain advance agreements or clearances where possible and litigation would only be considered as a last resort.



Advocating Reforms and Participation in Formal Consultation

The Group monitors government debate on tax policy in its key jurisdictions so that it can understand and share an informed point of view regarding any potential future changes in tax law. It participates in the tax authority's formal consultation process where it is expected that the matter under consultation will have a material impact on Cipla. Where relevant, it provides pragmatic and constructive business input to tax policy makers either directly or through industry trade bodies, advocating reform to support economic growth and job creation as well as the needs of its patients and other key stakeholders.

5. Basis of Preparation

- 1 The amounts reported in the Tax Schedule are for the period 1 April 2022 to 31 March 2023. The report has been subject to internal review and external audit by an Independent Chartered Accountants Firm, Bansi S. Mehta & Co. The Independent Auditor's Report forms a part of our disclosures below.
- 2 In this report, our major countries of operation for the year are defined as those that fulfill one of the following criteria:



- 3 For the purpose of reporting numbers under the Tax Schedule, we have used the individual audited financial statements of each entity in the corresponding jurisdiction and wherever necessary, the corresponding tax ledgers, tax returns, etc. were relied upon. If there is more than one group entity in a jurisdiction, the information has been reported on an aggregate basis at country level.
- 4 The data is reported in INR and is rounded off to nearest crores. To convert the numbers in respective jurisdictional currency into INR terms, the corresponding exchange rates for the year ended 31 March 2023 were used.
- 5 Our Tax Schedule has been categorized into two parts viz., 'Taxes Borne' and 'Taxes Collected' (Table 1). While 'Taxes Borne' demonstrates the cost of tax borne by us directly, 'Taxes Collected' is the amount of tax collected by us on behalf of others and subsequently paid to the governments. Additionally, we have also provided the other relevant financial information (Refer Other Key Financial Information at Page 18) to enable the better understanding of our tax contributions. Over and above the tax related contributions to the governments, we also incur some social expenditures in the form of Corporate Social Responsibility (CSR) related contributions, etc. which does not form part of our Tax Schedule below.

Basis of Preparation

5 Definitions:

A) TAXES BORNE - These include:

<p>Corporate Tax</p> <p>Taxes paid by us on the taxable profits of our group operations. This includes the amounts of withholding taxes withheld by third parties while making payment to us.</p> <p>Since these are reported on cash basis, it may also include the amount of corporate tax which was accrued in the earlier years but paid during the year on self-assessment or assessment by the jurisdictional government. Further, wherever the past year(s) tax refund was received during the year, it has been netted off against tax paid to reflect the actual cash tax outflow.</p>	<p>Custom Duty:</p> <p>Duties paid by us on the import of goods across a border.</p>	<p>Property Tax:</p> <p>Property tax is an ad valorem tax assessed on real estate by a local government and paid by the property owner. These reflect the taxes paid by us as a result of occupation of land and/or property in various jurisdictions where we conduct our operations.</p>	<p>Social Security Contribution:</p> <p>Social Security Contributions are compulsory payments to the government that confer entitlement to receive a future social benefit to employees. These are solely for the benefit of employees.</p> <p>However, they are in two forms i.e.,</p> <p>contribution by employer and contribution by employees themselves.</p> <p>The Social Security Contributions forming part of 'Taxes Borne' reflect employer's contribution to social security funds/ retirement plans, etc. for the benefit of individuals employed with us.</p>	<p>Others:</p> <p>Includes State Excise Duties, License Fees, Fringe Benefit Tax or any other taxes paid by us on our operations.</p>
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5 Definitions:

B) TAXES COLLECTED - These include:

Output VAT:

Value Added Tax (VAT)/ Goods and Service Tax (GST) is a consumption tax that is levied on the added value. Output VAT/ GST represents the tax billed by us on customers which was collected by us from customers and eventually, paid to the respective jurisdictional governments. This excludes the VAT/ GST billed by us on our invoices relating to stock transfers. We also incur VAT/ GST when purchasing certain goods and services. In most countries where we operate, the VAT/ GST collected are offset against the VAT/ GST incurred with the net being paid to the government.

We have shown only VAT/ GST collected amounts in our disclosures. We have not shown the Input VAT/ GST separately since those are largely creditable and used for making the payment of VAT/ GST collected.

Tax withheld on behalf of suppliers:

These represent taxes withheld by us on vendor bill payments and includes taxes collected at source and paid to the government.

Payroll Taxes:

Payroll Taxes represent taxes withheld on salary payments to individuals employed with us and paid to the governments on their behalf.

Social Security Contribution:

The Social Security Contributions forming part of 'Taxes Collected' represent employees' individual contribution to social security funds/ retirement benefit plans, etc. in accordance with the respective jurisdiction's social security laws.

Others:

Any other taxes collected on behalf of others and paid to the governments.

Basis of Preparation

5 Definitions:

C) OTHER FINANCIAL INFORMATION

Revenue:

Revenue is split between unrelated and related-party revenues.

Unrelated revenue consists of all forms of revenue flowing from entities which are not controlled by us. Related-party revenues include revenue from our group companies. These exclude the amounts of inter-company dividend.

Profit or (loss) before tax:

The profit or loss is calculated using the respective jurisdiction accounting policy.

Corporate income taxes accrued:

The amount of corporate income tax accruing on the operations for the reporting period. It may or may not be the same as corporate income taxes paid or refunded in the period. These exclude the amount of deferred tax in accordance with the guidance provided under GRI 207 and Guidance on Country-by-Country Reporting: BEPS Action 13.

Stated capital and accumulated earnings:

The amount of capital invested in Cipla Limited and our group companies and the earnings accumulated from our operations. The amount of Stated Capital includes the share application money as well as the securities premium. The amount of accumulated earnings includes all other reserves, distributable as well as non-distributable reserves (except for securities premium which has already been considered in the Stated Capital).

Employees:

The number of employees indicate the number of average employees employed with us during the year ended 31 March 2023, on the basis of the normal work jurisdiction of the employee. It also includes the employees working with us on contractual basis.

Tangible assets:

Includes Property, Plant and Equipment as defined in the respective jurisdiction's accounting policies, Tangible Capital Work-in-Process, Right of Use Assets and Inventories as on 31 March 2023.

6. List of Entities

Sr No.	Entity name	Relationship	Country of incorporation	Business description of entities	Reported as
1	Cipla Limited	Subsidiary	India	Research and Development, Holding or Managing intellectual property, Purchasing or Procurement, Manufacturing or Production, Sales, Marketing or Distribution, Administrative, Management or Support Services	India
2	Cipla Digital Health Limited	Subsidiary	India	Digital Health Business	India
3	Cipla Health Limited	Subsidiary	India	Holding or Managing intellectual property, Purchasing or Procurement, Manufacturing or Production, Sales, Marketing or Distribution, Administrative, Management or Support Services	India
4	Goldencross Pharma Limited	Subsidiary	India	Purchasing or Procurement, Manufacturing or Production	India
5	Medispray Laboratories Pvt. Ltd.	Subsidiary	India	Holding or Managing intellectual property, Purchasing or Procurement, Manufacturing or Production	India
6	Meditab Specialities Limited	Subsidiary	India	Holding or Managing intellectual property, Purchasing or Procurement, Manufacturing or Production	India
7	Cipla Pharmaceuticals Limited	Subsidiary	India	Manufacturing or Production	India
8	Sitec Labs Ltd.	Subsidiary	India	Administrative, Management or Support Services, Provision of services to unrelated parties	India
9	Jay Precision Pharmaceuticals Pvt. Ltd.	Joint Venture	India	Holding or Managing intellectual property, Purchasing or Procurement, Manufacturing or Production	India
10	Cipla Pharma & Lifesciences Limited (formerly known as Cipla Biotec Limited)	Subsidiary	India	Manufacturing or Production, Administrative, Management or Support Services	India
11	Cipla Technologies LLC	Subsidiary	United States	Research and Development, Holding or Managing intellectual property	USA
12	Cipla USA Inc.	Subsidiary	United States	Holding or Managing intellectual property, Sales, Marketing or Distribution, Administrative, Management or Support Services	USA
13	Exelan Pharmaceuticals Inc.	Subsidiary	United States	Sales, Marketing or Distribution	USA

List of Entities

Sr No.	Entity name	Relationship	Country of incorporation	Business description of entities	Reported as
14	InvaGen Pharmaceuticals Inc.	Subsidiary	United States	Research and Development, Holding or Managing intellectual property, Purchasing or Procurement, Manufacturing or Production, Sales, Marketing or Distribution	USA
15	Cipla Therapeutics Inc.	Subsidiary	United States	Holding or Managing intellectual property, Sales, Marketing or Distribution	USA
16	Madison Pharmaceuticals Inc.	Subsidiary	United States	Dormant	USA
17	Aspergen Inc.	Joint Venture	United States	Research and development, manufacturing, and commercialisation of biosimilars	USA
18	Cipla Medpro South Africa Proprietary Ltd	Subsidiary	South Africa	Holding or Managing intellectual property, Holding shares or other equity instruments	South Africa
19	Cipla Medpro Holdings Proprietary Limited	Subsidiary	South Africa	Dormant	South Africa
20	Cipla Dibcare Proprietary Limited	Subsidiary	South Africa	Dormant	South Africa
21	Cipla Medpro Manufacturing (Pty) Limited (formerly known as Cipla Life Sciences (Pty) Limited)	Subsidiary	South Africa	Purchasing or Procurement, Manufacturing or Production	South Africa
22	Cipla Medpro Proprietary Limited	Subsidiary	South Africa	Holding or Managing intellectual property	South Africa
23	Cipla Medpro Distribution Centre Proprietary Limited	Subsidiary	South Africa	Sales, Marketing or Distribution	South Africa
24	Cipla Select (Pty) Limited (formerly known as Cipla OLTP (Pty) Limited)	Subsidiary	South Africa	Sales, Marketing or Distribution	South Africa
25	Medpro Pharmaceutica Proprietary Limited	Subsidiary	South Africa	Holding or Managing intellectual property, Sales, Marketing or Distribution	South Africa
26	Mirren Proprietary Limited	Subsidiary	South Africa	Holding or Managing intellectual property, Purchasing or Procurement, Manufacturing or Production, Sales, Marketing or Distribution	South Africa
27	Cipla Algeria	Subsidiary	Algeria	Dormant	Others
28	Cipla Australia Pty. Ltd.	Subsidiary	Australia	Sales, Marketing or Distribution, Administrative, Management or Support Services	Others

Sr No.	Entity name	Relationship	Country of incorporation	Business description of entities	Reported as
29	Cipla Europe NV	Subsidiary	Belgium	Sales, Marketing or Distribution	Others
30	Cipla Medpro Botswana Proprietary Limited	Subsidiary	Botswana	Dormant	South Africa
31	Cipla Brasil Importadora E Distribuidora De Medicamentos Ltda.	Subsidiary	Brazil	Sales, Marketing or Distribution	Others
32	Cipla (China) Pharmaceuticals Co., Ltd	Subsidiary	China	Administrative, Management or Support Services	Others
33	Cipla Limited Sucursal Colombia	Branch	Colombia	Dormant	Others
34	Cipla Colombia SAS	Subsidiary	Colombia	Sales, Marketing or Distribution	Others
35	Cipla Europe NV Deutsche Zweigniederlassung Branch	Branch	Germany	Sales, Marketing or Distribution	Others
36	Cipla Europe NV - Filiale Italiana	Subsidiary	Italy	Dormant	Others
37	Cipla Kenya Ltd.	Subsidiary	Kenya	Holding or Managing intellectual property, Sales, Marketing or Distribution, Administrative, Management or Support Services	Others
38	Cipla Malaysia Sdn. Bhd.	Subsidiary	Malaysia	Administrative, Management or Support Services	Others
39	Meditab Holdings Ltd.	Subsidiary	Mauritius	Holding shares or other equity instruments	Others
40	Cipla Maroc SA	Joint Venture	Morocco	Holding or Managing intellectual property, Purchasing or Procurement, Manufacturing or Production, Sales, Marketing or Distribution	Others
41	Cipla Limited - Myanmar Branch	Branch	Myanmar	Administrative, Management or Support Services	Others
42	Cipla Holding B.V.	Subsidiary	Netherlands	Administrative, Management or Support Services, Holding shares or other equity instruments	Others
43	Cipla Philippines Inc.	Subsidiary	Philippines	Dormant	Others
44	Cipla Europe NV Antwerp Sucursala Bucuresti	Branch	Romania	Dormant	Others
45	Cipla Europe NV Sucursal en Espana	Branch	Spain	Sales, Marketing or Distribution	Others
46	Breathe Free Lanka (Private) Ltd.	Subsidiary	Sri Lanka	Sales, Marketing or Distribution	Others
47	Cipla Limited - Dubai Branch	Branch	United Arab Emirates	Dormant	Others

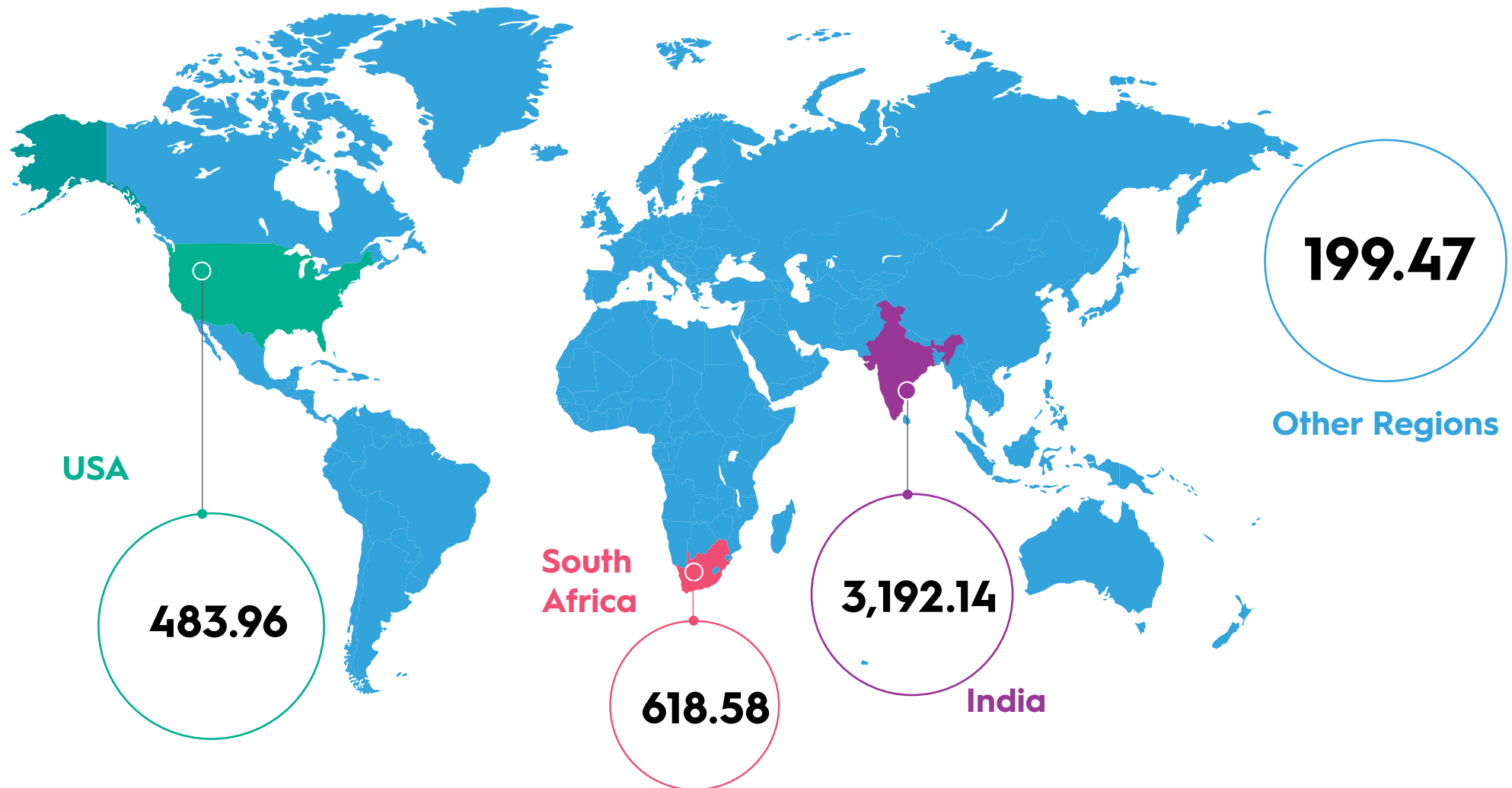
List of Entities

Sr No.	Entity name	Relationship	Country of incorporation	Business description of entities	Reported as
48	Cipla Middle East Pharmaceuticals FZ-LLC	Subsidiary	United Arab Emirates	Sales, Marketing or Distribution	Others
49	Saba Investment Ltd.	Joint Venture	United Arab Emirates	Holding shares or other equity instruments	Others
50	Cipla Gulf FZ - LLC	Subsidiary	United Arab Emirates	Sales, Marketing or Distribution, Administrative, Management or Support Services	Others
51	Cipla (EU) Ltd.	Subsidiary	United Kingdom	Holding or Managing intellectual property, Sales, Marketing or Distribution, Administrative, Management or Support Services	Others
52	Cipla Limited - Vietnam Branch	Branch	Vietnam	Administrative, Management or Support Services	Others
53	Cipla Medica Pharmaceutical and Chemical Industries Limited	Subsidiary	Yemen	Holding or Managing intellectual property, Purchasing or Procurement, Manufacturing or Production, Sales, Marketing or Distribution	Others
54	Cipla (Jiangsu) Pharmaceutical Co., Ltd	Joint Venture	China	Manufacturing or Production	Others
55	Cipla Quality Chemical Industries Ltd.	Joint Venture	Uganda	Holding or Managing intellectual property, Purchasing or Procurement, Manufacturing or Production, Sales, Marketing or Distribution	Others

7. Tax Schedule

The numbers are disclosed in INR crores

Total of Borne and Collected Taxes by Cipla Group



The numbers are disclosed in INR crores

Our Total Tax Contribution

Taxes Borne by Cipla Group

Total Taxes Paid by Cipla Group

INDIA

Total Taxes paid by Cipla Group

1280.60



SOUTH AFRICA

Total Taxes paid by Cipla Group

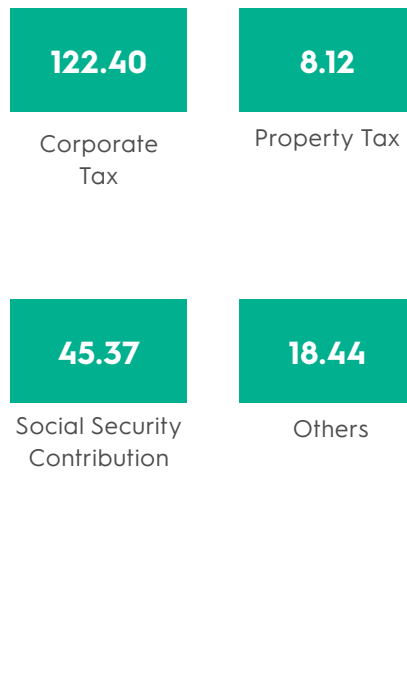
40.66



USA

Total Taxes paid by Cipla Group

194.33



OTHER REGIONS

Total Taxes paid by Cipla Group

74.41



The numbers are disclosed in INR crores

Our Total Tax Contribution

Taxes Collected by Cipla Group

Total Taxes Collected by Cipla Group

INDIA

Taxes Collected by Cipla Group

1911.54

1326.38

Output VAT

221.35

Tax withheld on behalf of suppliers

253.47

Payroll Taxes

110.34

Social Security Contribution

SOUTH AFRICA

Taxes Collected by Cipla Group

577.92

490.96

Output VAT

3.91

Tax withheld on behalf of suppliers

82.28

Payroll Taxes

0.77

Social Security Contribution

USA

Taxes Collected by Cipla Group

289.63

NA*

Output VAT

129.51

Tax withheld on behalf of suppliers

105.07

Payroll Taxes

55.05

Social Security Contribution

OTHER REGIONS

Taxes Collected by Cipla Group

125.06

64.39

Output VAT

7.14

Tax withheld on behalf of suppliers

45.18

Payroll Taxes

8.35

Social Security Contribution

0.001

Others

*Not Applicable

Our Total Tax Contribution

Country by Country Report

Other Key Financial Information

Tax Jurisdiction	Unrelated Party Revenue	Related Party Revenue (Excluding Inter-Company Dividend)	Total Revenue	Profit/ (Loss) before Income Tax	Corporate Income taxes accrued	Stated Capital	Accumulated Earnings	Average Employees	Tangible Assets
TOTAL	22,793.47	6,496.18	29,412.42	4124.73	1,286.05	16,556.06	22,676.99	38,302	11,823.31
INDIA	13,351.99	4,679.95	18,031.94	3,762.91	1,077.55	3,160.96	22,767.91	35,427	8,045.08
SOUTH AFRICA	2,360.30	7.86	2,368.16	70.69	35.06	481.39	638.10	954	801.53
USA	5,668.56	1,318.66	6,987.21	219.98	121.57	5,456.17	(1,132.43)	766	1,883.19
OTHER REGIONS	1,412.62	489.71	2,025.11	71.15	51.87	7,457.53	403.41	1,155	1,093.51

8. Independent Auditor's report

To
The Board of CIPLA LIMITED

Report on the audit of the Tax Schedule included in the Tax Transparency Report 2022-23

We, BANSI S. MEHTA & CO., Chartered Accountants, have been appointed by Cipla Limited (hereinafter referred as the "the Company") to issue a Report expressing our opinion on the accuracy of the Tax Schedule for Financial Year 2022-23 (hereinafter referred together as the "Statement") prepared by the Management, which forms part of its Tax Transparency Report for Financial Year 2022-23.

Management's Responsibility

The preparation of the Statement in accordance with the Basis of Preparation is the responsibility of the Management of the Company including the preparation and maintenance of all accounting and other relevant supporting records and documents supporting its contents.

The Management's responsibility includes designing, implementing, and maintaining internal control relevant to the preparation and presentation of the Statement, and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to provide a reasonable assurance as to whether the Statement is prepared in accordance with the Basis of Preparation.

We have conducted our examination of the Statement in accordance with the Guidance Note on Reports or Certificates for Special Purposes (Revised 2016) issued by the Institute of Chartered Accountants of India. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the Institute of Chartered Accountants of India.

We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) I, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

Opinion

Based on our examination, as above and according to the information and explanations and representations given to us, we are of the opinion that the Statement is prepared, in all material respects, in accordance with the "Basis of Preparation".

This report is not issued under any statute/law.

Restriction on Use

This report has been issued at the request of the Company solely for the purpose of forming part of the Tax Transparency Report for the Financial Year 2022-23 and should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come without our prior consent in writing.

For BANSI S. MEHTA & CO.
Chartered Accountants
Firm Registration No. 100991W

ANKIT AGRAWAL
Partner
Membership No. 131266
UDIN: 23131266BGSMDD7732
Place: New Delhi
Date: 31/07/2023

Cipla

Cipla Limited

Cipla House, Peninsula Business Park,
Ganpatrao Kadam Marg, Lower Parel, Mumbai - 400013
Tel: (022) 2482 6000; Fax: (022) 2482 6120
Email: contactus@cipla.com; Website: www.cipla.com
Corporate Identity Number: L24239MH1935PLC002380