

TARO INTERNATIONAL LTD.

BALANCE SHEETS

	<u>March 31, 2021</u>	<u>March 31, 2020</u>
	<u>U.S. Dollars</u>	
	<u>Un-audited</u>	
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	5,561,324	5,501,990
Trade accounts receivable	9,823,071	7,116,263
Other receivables and prepaid expenses:		
Prepaid expenses	175,516	249
Intercompany Receivable	5,010,720	1,160,790
Other	197,829	35,392
TOTAL Other receivables and prepaid expenses	<u>5,384,065</u>	<u>1,196,431</u>
Inventories	7,015,311	3,833,842
TOTAL CURRENT ASSETS	<u>27,783,771</u>	<u>17,648,526</u>
INTANGIBLE ASSETS AND DEFERRED COSTS, NET	<u>3,435,667</u>	<u>3,514,231</u>
TOTAL ASSETS	<u>\$ 31,219,438</u>	<u>\$ 21,162,757</u>

TARO INTERNATIONAL LTD.

BALANCE SHEETS

	March 31, 2021	March 31, 2020
	U.S. Dollars	
	Un-audited	
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES:		
Accounts payable:		
Trade payables	6,117,628	2,672,855
Other current liabilities:		
Due to customers	184,203	195,799
Returns Reserve	292,634	273,672
Royalties Accrual	99,113	295,051
Government authorities	705,755	-
Taxes payable	234,532	390,636
Other	89,485	73,726
TOTAL Other current liabilities	<u>1,605,722</u>	<u>1,228,885</u>
TOTAL CURRENT LIABILITIES	<u>7,723,350</u>	<u>3,901,740</u>
SHAREHOLDERS' EQUITY	<u>23,496,088</u>	<u>17,261,017</u>
	<u>\$ 31,219,438</u>	<u>\$ 21,162,757</u>

Date of approval of the
financial statements

Daphne Huang
Group Vice President, Chief Financial Officer
and Chief Accounting Officer

TARO INTERNATIONAL LTD.**STATEMENTS OF INCOME**

	For the Year Ended March 31, 2021	For the Year Ended March 31, 2020
	U.S. Dollars	
	Un-audited	
Sales	\$ 29,499,007	\$ 27,273,363
Cost of sales	20,230,979	19,818,807
Gross profit	9,268,028	7,454,556
Research and Development	100,279	208,548
Selling and marketing expenses	2,610,721	2,395,252
General and administrative expenses	324,693	712,937
Operating income	6,232,335	4,137,819
Financing income (expenses), net	1,564,647	492,080
Other income	12,193	22,685
Income before taxes on income	7,809,175	4,652,584
Taxes on income	1,574,104	1,058,638
Net income for the period	\$ 6,235,071	\$ 3,593,946

TARO INTERNATIONAL LTD.**Changes in Shareholders' Equity**

	Share Capital	Additional paid in capital	Retained Earnings	Total Shareholders' Equity
	U.S. Dollars			
	Un-audited			
Balance at March 31, 2018	414	5,215,181	3,694,429	8,910,024
Net Gain	-		4,757,047	4,757,047
Balance at March 31, 2019	414	5,215,181	8,451,476	13,667,071
Net Gain			3,593,946	3,593,946
Balance at March 31, 2020	414	5,215,181	12,045,422	17,261,017
Net Gain	-		6,235,071	6,235,071
Balance at March 31, 2021	414	5,215,181	18,280,493	23,496,088