

To,
The Board of Directors,
Natco Crop Health Sciences Limited,
Natco House,
Road No. 2, Banjara Hills
Hyderabad, Khairatabad, Telangana, India – 500 034.

Independent Auditor’s Certificate on accounting treatment stipulated under the proposed Scheme of Arrangement between Natco Pharma Limited (“Demerged Company” or “Company”) and Natco Crop Health Sciences Limited (“Resulting Company”) and their respective shareholders and creditors.

We, Praveen K Jallan & Co, Chartered Accountants having Firm Registration Number 018382S, the statutory auditors of Natco Crop Health Sciences Limited have examined the proposed accounting treatment specified in Clause 8 of the draft Scheme of Arrangement between Natco Pharma Limited (“Demerged Company” or “Company”) and Natco Crop Health Sciences Limited (“Resulting Company”) and their respective shareholders and creditors (“Scheme”) in terms of provision of section 230 to 232 of the Companies Act, 2013 with reference to its compliance with applicable Accounting Standards notified under Companies Act, 2013 and other Generally Accepted Accounting Principles.

The responsibility for the preparation of the Draft Scheme and its compliance with the relevant laws and regulations, including the applicable Indian Accounting Standards as aforesaid, is that of the Board of Directors of the Company involved. Our responsibility is only to examine and report whether the Draft Scheme complies with the applicable Indian Accounting Standards and other Generally Accepted Accounting Principles. Nothing contained in this Certificate, nor anything said or done in the course of, or in connection with the services that are subject to this Certificate, will extend any duty of care that we may have in our capacity of the statutory auditors of any financial statements of the Company.

We carried out our examination in accordance with the Guidance Note on Audit Reports and Certificates for Special Purposes, issued by the Institute of Chartered Accountants of India.

Based on our examination and according to the information and explanations given to us, we confirm that the accounting treatment contained in the Clause 8 of aforesaid Draft Scheme is in compliance with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and circulars issued there under and

all applicable Indian Accounting Standards notified by the Central Government under the Companies Act, 2013.

This Certificate is issued at the request of the Company pursuant to the requirements of circulars issued under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for onward submission to the National Stock Exchange of India Limited, BSE Limited, NCLT, Regional Director, Ministry of Corporate Affairs (i.e. Registrar of Companies) or any other regulatory authorities in relation to Draft Scheme. This Certificate should not be used for any other purpose without our prior written consent.

This Certificate should be read together with Annexure attached herewith.

**PRAVEEN
KUMAR
JALLAN**
For Praveen K Jallan & Co,
Chartered Accountants
Firm registration number 018382S

Digitally signed by
PRAVEEN KUMAR
JALLAN
Date: 2026.03.24
12:32:38 +05'30'

Signature

Praveen Kumar Jallan

Partner Membership Number: 218700

Place: Hyderabad

Date: 24/03/2026.

UDIN: 26218700JNPZFR8721



Natco Crop Health Sciences Limited

Regd. Off. : 'NATCO HOUSE', Road No. 2, Banjara Hills, Hyderabad - 500034.
Telangana, INDIA. Tel : +91 40 23547532, Fax : +91 40 23548243
CIN : U20211TS2025PLC208706

ANNEXURE: EXTRACT OF ACCOUNTING TREATMENT FROM DRAFT SCHEME OF ARRANGEMENT BETWEEN NATCO PHARMA LIMITED ("DEMERGED COMPANY") AND NATCO CROP HEALTH SCIENCES LIMITED ("RESULTING COMPANY") AND THEIR RESPECTIVE SHAREHOLDERS AND CREDITORS (UNDER SECTION 230-232 AND OTHER APPLICABLE PROVISIONS OF THE COMPANIES ACT,2013)

8. ACCOUNTING TREATMENT

Accounting treatment in the books of the Resulting Company

- 8.2 Upon the Scheme being effective, the Resulting Company shall account for the Scheme in its books of accounts in accordance with the Indian Accounting Standard (Ind AS) prescribed under Section 133 of the Act, as may be amended from time to time, and generally accepted accounting principles in India.
- 8.3 The Resulting Company shall provide the following accounting treatment in its books of accounts.
- i. Record the assets and liabilities of the Demerged Undertaking of the Demerged Company, vested in it pursuant to this Scheme at their respective carrying values as appearing in the books of the Demerged Company.
 - ii. The Resulting Company shall credit to its equity share capital, the aggregate of the face value of equity shares issued and allotted by it pursuant to the Scheme and excess, if any, of the fair value of the equity shares issued over the face value of the equity shares issued shall be classified as securities premium under the head "Other Equity".
 - iii. The difference between the fair value of the equity shares issued by the Resulting Company to the shareholders of the Demerged Company as consideration as per Clause 6 and the book value of the assets and liabilities of the Demerged Undertaking received from the Demerged Company will be credited to "Capital Reserve" or debited to Amalgamation Deficit Account, as the case may be, under the head "Other Equity".
 - iv. In case of any differences in accounting policies between the Demerged Undertaking of the Demerged Company and the Resulting Company, the accounting policies followed by the Resulting Company shall prevail to ensure that the financial statements reflect the financial position based on consistent accounting policies.
 - v. The Resulting Company shall restate comparative information from the beginning of the comparative period presented or date of incorporation of Resulting Company, whichever is later.
 - vi. Any matter not dealt with in clauses hereinabove shall be dealt with in accordance with the Ind AS applicable to the Resulting Company.
- 8.4 Post giving effect to the Demerger as per Clause 8.2 and 8.3 above, the debit balance of Capital Reserve or Amalgamation Deficit Account, if any, under the head "Other Equity" arising in terms of Clause 8.2(iii), shall be adjusted against the corresponding credit balance of securities premium account arising in terms of Clause 8.2(ii), in the books of Resulting Company.



Natco Crop Health Sciences Limited

Regd. Off. : 'NATCO HOUSE', Road No. 2, Banjara Hills, Hyderabad - 500034.
Telangana, INDIA. Tel : +91 40 23547532, Fax : +91 40 23548243
CIN : U20211TS2025PLC208706

8.5 The Resulting Company will pass appropriate adjustment entries in a prudent and commercially acceptable manner.

For Natco Crop Health Sciences Limited

VEERA VENKATA
NARASIMHA
APPARAO
SANNIDHANAM

Digitally signed by VEERA
VENKATA NARASIMHA
APPARAO SANNIDHANAM
Date: 2026.03.24 12:44:59
+05'30'

S.V.V.N. Appa Rao
DIRECTOR
DIN: 11451760

Date: 24.03.2026

PRAVEEN

KUMAR JALLAN

Digitally signed by
PRAVEEN KUMAR JALLAN
Date: 2026.03.24 12:59:06
+05'30'