

TARO INTERNATIONAL LTD.

BALANCE SHEETS

	<u>March 31, 2023</u>	<u>March 31, 2022</u>
	<u>U.S. Dollars</u>	
	<u>Un-audited</u>	
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	17,486,377	5,586,642
Trade accounts receivable	5,251,551	4,673,623
Other receivables and prepaid expenses:		
Prepaid expenses	169,363	169,363
Intercompany Receivable	4,595,318	13,995,802
Other	308,414	1,204,716
TOTAL Other receivables and prepaid expenses	<u>5,073,095</u>	<u>15,369,881</u>
Inventories	7,366,532	6,579,975
TOTAL CURRENT ASSETS	<u>35,177,556</u>	<u>32,210,121</u>
INTANGIBLE ASSETS AND DEFERRED COSTS, NET	<u>3,386,502</u>	<u>3,371,377</u>
TOTAL ASSETS	<u>\$ 38,564,058</u>	<u>\$ 35,581,498</u>

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LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES:		
Accounts payable:		
Trade payables	4,438,343	3,888,639
Other current liabilities:		
Due to customers	174,931	203,721
Returns Reserve	130,727	292,534
Royalties Accrual	-	60,171
Government authorities	4,320	9,253
Taxes payable	(16,080)	264,644
Other	456,649	137,456
TOTAL Other current liabilities	<u>750,548</u>	<u>967,778</u>
TOTAL CURRENT LIABILITIES	<u>5,188,891</u>	<u>4,856,417</u>
SHAREHOLDERS' EQUITY	<u>33,375,167</u>	<u>30,725,081</u>
	<u>\$ 38,564,058</u>	<u>\$ 35,581,498</u>

Date of approval of the
financial statements

William Coote
VP, Chief Financial Officer

TARO INTERNATIONAL LTD.**STATEMENTS OF INCOME**

	<u>For the Year Ended March 31, 2023</u>	<u>For the Year Ended March 31, 2022</u>
	<u>U.S. Dollars</u>	
	<u>Un-audited</u>	
Sales	\$ 28,821,078	\$ 24,890,384
Cost of sales	<u>17,733,582</u>	<u>16,208,642</u>
Gross profit	11,087,496	8,681,742
Research and Development	49,246	141,379
Selling and marketing expenses	2,754,373	2,648,719
General and administrative expenses	<u>562,188</u>	<u>532,018</u>
Operating income	7,721,689	5,359,626
Financing income (expenses), net	(3,096,630)	3,707,119
Other income	<u>15,696</u>	<u>1,084</u>
Income before taxes on income	4,640,755	9,067,829
Taxes on income	<u>1,990,668</u>	<u>1,838,836</u>
Net income for the period	<u>\$ 2,650,087</u>	<u>\$ 7,228,993</u>

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, 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
Net Gain			7,228,993	7,228,993
Balance at March 31, 2022	414	5,215,181	25,509,486	30,725,081
Net Gain	-		2,650,087	2,650,087
Balance at March 31, 2023	414	5,215,181	28,159,573	33,375,168