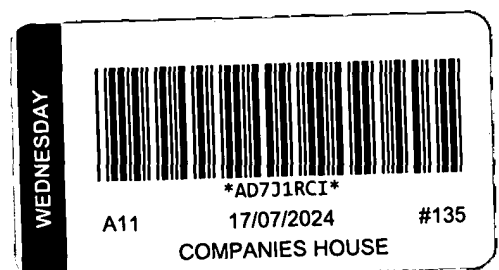


Registration number: 04166322

# Abbott Capital India Limited

Annual Report and Financial Statements

for the Year Ended 31 December 2023



## **Abbott Capital India Limited**

### **Strategic Report for the Year Ended 31 December 2023**

The Directors present their strategic report for the year ended 31 December 2023.

#### **Principal activity**

The principal activity of the Company is to hold, for capital growth and income generation, equity shareholdings in other companies within the Group. There have not been any significant changes in the Company's principal activities in the year under review.

#### **Fair review of the business**

The results of the Company for the year, as further set out on page 10, show an operating profit of £32,866,000 (2022: operating profit of £31,138,000). Included in operating profit is dividend income of £32,875,000 (2022: £31,150,000) received from one of the Company's subsidiary shareholdings.

The net assets of the Company, as presented on page 11, are £204,203,000 (2022: net assets of £171,349,000). The Directors consider this position adequate to support continuing activities in the foreseeable future.

These financial measures above are the key performance indicators used by the Directors to monitor the achievement of the Company's objectives.

#### **Future Developments**

The Directors aim to maintain the principal activities of the Company which have resulted in the Company's performance in the current period. No significant changes in the Company's principal activities are planned for the foreseeable future.

#### **Principal risks and uncertainties**

The process of risk assessment and risk management is addressed through a framework of policies, procedures and internal controls. All policies are subject to management approval at an appropriate level and a regular review cycle of these policies is in place. Compliance with regulatory, legal and ethical standards is a high priority for the Company and the compliance team and finance teams take on an important oversight role in this regard.

The principal risks to which the business is exposed are described below.

**Investment risk:** The Company holds an investment in a subsidiary company. It is therefore exposed to the risk that this entity does not perform as expected and consequently that dividend income is adversely impacted and/or an impairment of the investment will become necessary. The Directors monitor this risk and regularly assess the need for an impairment.

#### **Section 172(1) statement**

This section of the Strategic Report describes how the Directors have had regard to the matters set out in section 172(1) (a) to (f), and forms the Directors' statement required under section 414CZA, of The Companies Act 2006.

#### **Stakeholder Engagement**

Abbott is an active participant in the global dialogue on health and the broader role of business. We know that listening to our stakeholders is vital to our success. It enables us to respond with relevant, local solutions that meet people's changing needs and tackle the world's most important health challenges.

Our stakeholder engagement is conducted formally, through the many associations and partnerships of which we are members. We also seek to engage with stakeholders more informally, through networks and organisations in which we participate.

Our core values of Pioneering, Achieving, Caring and Enduring are the foundation of our identity as a company. They define how we do our work and serve our stakeholders. Aligning our organisation around this cohesive set of values is critical to the fulfilment of our mission and the achievement of our business goals.

## Abbott Capital India Limited

### Strategic Report for the Year Ended 31 December 2023 (continued)

#### Stakeholder engagement (continued)

- **Pioneering:** Bringing life-changing health technologies to the people who need it
- **Achieving:** Delivering customer-focused outcomes and world-class execution
- **Caring:** Helping people live fuller lives through better health
- **Enduring:** Managing the company to ensure its long-term success

Our local country businesses play an important role in forming relationships with stakeholders. We have defined a stakeholder engagement methodology to be used by each Abbott business and affiliate, which guides Abbott leaders in setting their local engagement strategies. We also require our local teams to review their stakeholder engagement strategies on a regular basis. We report the outcomes of local stakeholder engagement in country-level citizenship reports or at local stakeholder forums. Through our engagement, we aim to stay well informed on the major issues of concern to all stakeholders, wherever we operate.

Abbott Capital India Limited is a holding company and therefore its range of activities is correspondingly more limited than that of a trading company. In this statement we primarily consider engagement with the direct stakeholders of Abbott Capital India Limited. At a local level, during 2023, the Directors undertook certain activities to engage with stakeholders and bring their voice into the boardroom.

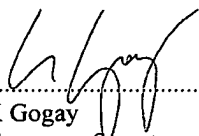
#### *Shareholders and Subsidiary Companies*

As Abbott Capital India Limited is itself a subsidiary company it is necessary for the Directors to have a clear understanding of the objectives and expectations of the Company's shareholder, Abbott Asia Investments Limited. The board of Abbott Capital India Limited consists of the same directors as the board of its shareholder and as a result there is natural alignment. Likewise, there is a requirement for the Directors to understand the activities of its subsidiary company and the risks to which it is exposed. During the year the Directors received information regarding subsidiary operations through various management reports and updates provided by the Finance Director whose role spans all UK subsidiaries.

#### **How Stakeholder Interests Have Influenced Decision Making**

The Directors recognise the importance of engaging with stakeholders to help inform their strategy and decision-making. Through our engagement, we aim to stay well-informed of the major issues of concern to stakeholders wherever we operate. Relevant stakeholder interests, including those of customers, employees, suppliers and others are considered by the Directors when they take decisions. We define principal decisions as those that are material, or of strategic importance to the Company, and also those that are significant to any of our key stakeholder groups. In making their decisions, the Directors consider the outcomes of relevant stakeholder engagement and are mindful of their duties under the Companies Act including the specific requirements of section 172(1). The Directors also consider the need to maintain a reputation for high standards of business conduct, the need to act fairly between the members of the Company and the long-term consequences of their decisions.

Approved and authorised by the Board on 4 July 2024 and signed on its behalf by:

  
.....  
K Gogay  
Company Secretary

## **Abbott Capital India Limited**

### **Directors' Report for the Year Ended 31 December 2023**

The Directors present their report and the financial statements for the year ended 31 December 2023.

#### **Directors of the Company**

The Directors who held office during the year were as follows:

N Harris

M Clayton

J McCoy (resigned 15 October 2023)

A Davies (appointed 15 October 2023)

#### **Dividends**

The Directors do not recommend the payment of a dividend (2022: £Nil).

#### **Schedule 7 requirements**

Applicable content per Schedule 7 of the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008 has been included in the Strategic Report in accordance with provisions in s414C (11) of the Companies Act 2006.

#### **Going concern**

The Company generated a net profit of £32,854,000 (2022: net profit of £28,831,000), has net assets of £204,203,000 (2022: net assets of £171,349,000) and current assets of the Company exceeded its current liabilities by £109,580,000 (2022: £76,726,000). Trading profits are expected to continue in the foreseeable future. Therefore, after making enquiries, the Directors have a reasonable expectation that the Company will continue in operational existence for a period of at least twelve months to 4 July 2025.

Accordingly, the Directors continue to adopt the going concern basis of accounting in preparing the annual report and financial statements.

#### **Disclosure of information to the auditors**

In the case of each person who is a director at the time the Directors' Report and financial statements are approved:

- so far as the Directors are aware, there is no relevant audit information of which the Company's statutory auditor is unaware; and
- each Director has taken steps that ought to have been taken by the Director in order to make himself aware of any relevant audit information and to establish that the Company's auditor is aware of this information.

#### **Post balance sheet events**

There were no significant events between the Balance Sheet date and the date of signing of the financial statements, affecting the Company, which require disclosure.

#### **Streamlined Energy and Carbon Reporting**

The Company has consumed less than 40MWh during the year and is therefore considered a low energy user exempt from the reporting requirements set out in The Companies (Directors' Report) and Limited Liability Partnerships (Energy and Carbon Report) Regulations 2018.

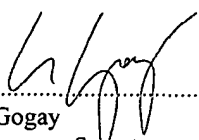
#### **Auditor**

The auditor, Ernst & Young, Chartered Accountants and Statutory Audit Firm will continue in office in accordance with section 487(2) of the Companies Act 2006.

**Abbott Capital India Limited**

**Directors' Report for the Year Ended 31 December 2023 (continued)**

Approved and authorised by the Board on 4 July 2024 and signed on its behalf by:

  
.....  
K Gogay  
Company Secretary

## **Abbott Capital India Limited**

### **Statement of Directors' Responsibilities**

The Directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland". Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period.

In preparing these financial statements, the Directors are required to:

- select suitable accounting policies in accordance with Section 10 of FRS 102 and then apply them consistently; and
- make judgements and accounting estimates that are reasonable and prudent;
- present information, including accounting policies, in a manner that provides relevant, reliable, comparable and understandable information;
- provide additional disclosures when compliance with the specific requirements in FRS 102 is insufficient to enable users to understand the impact of particular transactions, other events and conditions on the Company's financial position and financial performance;
- in respect of the financial statements, state whether FRS 102 has been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Under applicable law and regulations, the Directors are also responsible for preparing a Strategic Report and a Directors' report that comply with that law and those regulations.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ABBOTT CAPITAL INDIA LIMITED**

### **Opinion**

We have audited the financial statements of Abbott Capital India Limited (the 'Company') for the year ended 31 December 2023, which comprise the Profit and Loss Account, the Balance Sheet, the Statement of Changes in Equity and the related notes 1 to 15, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the company's affairs as at 31 December 2023 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report. However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the company's ability to continue as a going concern.

### **Other information**

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ABBOTT CAPITAL INDIA LIMITED (Continued)**

### **Other information (continued)**

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and directors' report have been prepared in accordance with applicable legal requirements.

### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report and directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept; or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

### **Responsibilities of directors**

As explained more fully in the directors' responsibilities statement set out on page 5, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ABBOTT CAPITAL INDIA LIMITED (Continued)**

### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

### ***Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud***

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect irregularities, including fraud. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the company and determined that the most significant are FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice), Companies Act 2006 and relevant tax compliance regulations in the UK.
- We understood how Abbott Capital India Limited is complying with those frameworks by making enquiries of management and those charged with governance. We corroborated our enquiries through reading the board minutes of the Company and we noted that there was no contradictory evidence.
- We assessed the susceptibility of the company's financial statements to material misstatement, including how fraud might occur by enquiry of management, those charged with governance and others within the entity, as to whether they have knowledge of any actual or suspected fraud. Where this risk was considered higher, we performed audit procedures to address the fraud risk.
- Based on this understanding we designed our audit procedures to identify noncompliance with such laws and regulations. Our procedures involved reading board minutes to identify any non-compliance with laws and regulations and enquiries of management and those charged with governance.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.



## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ABBOTT CAPITAL INDIA LIMITED (Continued)**

### **Use of our report**

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

A handwritten signature in black ink, appearing to read 'Feargal De Freine', is written over the printed name.

Feargal De Freine (Senior statutory auditor)  
for and on behalf of  
Ernst & Young, Chartered Accountants and Statutory Auditor

Dublin, Ireland

11 July 2024

## Abbott Capital India Limited

### Profit and Loss Account for the Year Ended 31 December 2023

|                                              | Note | 2023<br>£ 000        | 2022<br>£ 000        |
|----------------------------------------------|------|----------------------|----------------------|
| Income from shares in group undertakings     | 3    | 32,875               | 31,150               |
| Administrative expenses                      |      | <u>(9)</u>           | <u>(12)</u>          |
| Operating profit                             |      | 32,866               | 31,138               |
| Other interest receivable and similar income | 4    | <u>4,279</u>         | <u>995</u>           |
| Profit before tax                            |      | 37,145               | 32,133               |
| Tax on profit                                | 7    | <u>(4,291)</u>       | <u>(3,302)</u>       |
| Profit for the financial year                |      | <u><u>32,854</u></u> | <u><u>28,831</u></u> |

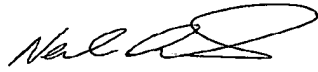
The Company had no other comprehensive income in either the current or prior financial year and, therefore, no Statement of Comprehensive Income has been presented.

# Abbott Capital India Limited

(Registration number: 04166322)  
Balance Sheet as at 31 December 2023

|                                                       | Note | 2023<br>£ 000  | 2022<br>£ 000  |
|-------------------------------------------------------|------|----------------|----------------|
| <b>Fixed assets</b>                                   |      |                |                |
| Investments                                           | 8    | 94,623         | 94,623         |
| <b>Current assets</b>                                 |      |                |                |
| Debtors                                               | 9    | 110,599        | 76,929         |
| <b>Creditors: Amounts falling due within one year</b> | 10   | <u>(1,019)</u> | <u>(203)</u>   |
| <b>Net current assets</b>                             |      | <u>109,580</u> | <u>76,726</u>  |
| <b>Net assets</b>                                     |      | <u>204,203</u> | <u>171,349</u> |
| <b>Capital and reserves</b>                           |      |                |                |
| Called up share capital                               | 11   | -              | -              |
| Share premium reserve                                 | 12   | 9,971          | 9,971          |
| Other reserves                                        | 12   | 40,145         | 40,145         |
| Profit and loss account                               | 12   | <u>154,087</u> | <u>121,233</u> |
| <b>Total Shareholders' funds</b>                      |      | <u>204,203</u> | <u>171,349</u> |

Approved and authorised by the Board on 4 July 2024 and signed on its behalf by:



.....  
N Harris  
Director

**Abbott Capital India Limited**

**Statement of Changes in Equity for the Year Ended 31 December 2023**

|                            | <b>Called up share<br/>capital<br/>(Note 11)<br/>£ 000</b> | <b>Share premium<br/>(Note 12)<br/>£ 000</b> | <b>Other reserves<br/>(Note 12)<br/>£ 000</b> | <b>Profit and loss<br/>account<br/>(Note 12)<br/>£ 000</b> | <b>Total<br/>£ 000</b> |
|----------------------------|------------------------------------------------------------|----------------------------------------------|-----------------------------------------------|------------------------------------------------------------|------------------------|
| At 1 January 2023          | -                                                          | 9,971                                        | 40,145                                        | 121,233                                                    | 171,349                |
| Profit for the year        | -                                                          | -                                            | -                                             | 32,854                                                     | 32,854                 |
| Total comprehensive income | -                                                          | -                                            | -                                             | 32,854                                                     | 32,854                 |
| At 31 December 2023        | -                                                          | 9,971                                        | 40,145                                        | 154,087                                                    | 204,203                |

|                            | <b>Called up share<br/>capital<br/>(Note 11)<br/>£ 000</b> | <b>Share premium<br/>(Note 12)<br/>£ 000</b> | <b>Other reserves<br/>(Note 12)<br/>£ 000</b> | <b>Profit and loss<br/>account<br/>(Note 12)<br/>£ 000</b> | <b>Total<br/>£ 000</b> |
|----------------------------|------------------------------------------------------------|----------------------------------------------|-----------------------------------------------|------------------------------------------------------------|------------------------|
| At 1 January 2022          | -                                                          | 9,971                                        | 40,145                                        | 92,402                                                     | 142,518                |
| Profit for the year        | -                                                          | -                                            | -                                             | 28,831                                                     | 28,831                 |
| Total comprehensive income | -                                                          | -                                            | -                                             | 28,831                                                     | 28,831                 |
| At 31 December 2022        | -                                                          | 9,971                                        | 40,145                                        | 121,233                                                    | 171,349                |

The notes on pages 13 to 20 form an integral part of these financial statements.  
Page 12

## **Abbott Capital India Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2023**

#### **1 General information**

The Company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

Abbott House  
Vanwall Business Park  
Vanwall Road  
Maidenhead  
Berkshire  
SL6 4 XE  
United Kingdom

These financial statements were authorised for issue by the Board on 4 July 2024.

#### **2 Accounting policies**

##### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Key estimates and judgements are discussed on page 14.

##### **Statement of compliance**

These financial statements have been prepared in compliance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and with the Companies Act 2006. The presentation and functional currency of these financial statements is sterling. All amounts in the financial statements have been rounded to the nearest £1,000.

##### **Basis of preparation**

These financial statements have been prepared using the historical cost convention except if otherwise disclosed in the accounting policies.

The Company is a qualifying entity as defined by FRS 102 and has taken advantage of the exemptions from the following disclosure requirements of FRS102:

Statement of Cash Flow as per section 3.17(d)  
Basic Financial Instruments as per sections 11.42 to 11.48A  
Other Financial Instruments issues as per sections 12.26 to 12.29  
Related Party Disclosures as per sections 33.1A and 33.7

## **Abbott Capital India Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)**

#### **2 Accounting policies (continued)**

##### **Going concern**

The Company generated a net profit of £32,854,000 (2022: net profit of £28,831,000), has net assets of £204,203,000 (2022: net assets of £171,349,000) and current assets of the Company exceeded its current liabilities by £109,580,000 (2022: £76,726,000). Trading profits are expected to continue in the foreseeable future. Therefore, after making enquiries, the Directors have a reasonable expectation that the Company will continue in operational existence for a period of at least twelve months to 4 July 2025.

Accordingly, the Directors continue to adopt the going concern basis of accounting in preparing the annual report and financial statements.

##### **Exemption from preparing group accounts**

The Company is exempt under section 401 of the Companies Act 2006 from the requirement to prepare consolidated financial statements as it and its subsidiary undertakings are included by full consolidation in the consolidated financial statements of its ultimate parent, Abbott Laboratories, a company incorporated in the United States of America ('USA'). The consolidated financial statements may be obtained from Abbott Laboratories, 100 Abbott Park Road, Abbott Park, Illinois, IL 60064-6400, USA.

##### **Judgements**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates.

There are no areas of judgement that would create a significant risk of causing material adjustment to the carrying amounts of the assets and liabilities within the next financial year.

##### **Key sources of estimation uncertainty**

##### **Impairment of investments in subsidiaries**

At the end of each reporting period, the carrying amounts of the Company's equity investment are reviewed to determine whether there is any indication or objective evidence of impairment, as appropriate, and if any such indication or objective evidence exists, the recoverable amount of the asset is estimated. The recoverable amount of an asset is the higher of its fair value less costs to sell and its value in use. Whenever the carrying amount of an asset exceeds its recoverable amount, an impairment loss is recognised and the carrying amount of the asset is reduced to its recoverable amount. Impairment losses are recognised immediately in profit or loss account.

For assets where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, not to exceed the carrying amount that would have been determined had no impairment losses been recognised for the asset in prior years. A reversal of impairment is recognised immediately in the profit or loss account.

##### **Interest and dividend income**

Interest income is due to the Company from loans to affiliated group companies, or cash deposits with affiliated group companies or third party banks, and is calculated daily and accrued monthly.

Dividend income from shares in group undertakings is recognised when the dividends are declared by the Board of Directors of the subsidiary entity.

## **Abbott Capital India Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)**

#### **2 Accounting policies (continued)**

##### **Foreign currency transactions and balances**

Transactions in foreign currencies are recorded at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the closing rate at the balance sheet date. All exchange differences are included in the profit and loss account.

##### **Tax**

UK corporation tax is provided at amounts expected to be paid, or recovered, using tax rates and laws that have been enacted or substantially enacted by the balance sheet date.

##### **Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. Timing differences are differences between the Company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in different periods from those in which they are recognised in the financial statements. A net deferred tax asset is recognised as recoverable only when, on the basis of available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted. Deferred tax is not discounted.

##### **Investments**

Investments in subsidiaries are initially recognised at fair value, which is normally the transaction price (but excludes any transaction costs, where the investment is subsequently measured at fair value through profit and loss). Subsequently, investments in subsidiaries are carried at cost less provision for impairment.

##### **Debtors**

Debtors are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. These basic financial assets, other than short term debtors, are subsequently carried at amortised cost using the effective interest method.

Short term debtors with no stated interest rate which are receivable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the income statement in administrative expenses.

##### **Creditors**

Creditors and interest-bearing borrowings are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the liability is measured at the present value of the future payments discounted at a market rate of interest. Creditors, other than short term payables, are subsequently carried at amortised cost, using the effective interest rate method. The effective interest rate amortisation is included in interest payable and similar expenses in the income statement.

Short term creditors with no stated interest rate, which are payable within one year, are recorded at transaction price.

##### **Share capital**

Share capital represents the nominal (par) value of ordinary shares that have been issued. These shares are classified as equity. Direct costs of issuing equity instruments are immaterial and are therefore not deducted.

## Abbott Capital India Limited

### Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

#### 3 Income from shares in group undertakings

The analysis of the Company's income for the year from continuing operations is as follows:

|                    | 2023<br>£ 000 | 2022<br>£ 000 |
|--------------------|---------------|---------------|
| Dividends received | <u>32,875</u> | <u>31,150</u> |

#### 4 Other interest receivable and similar income

|                                       | Note | 2023<br>£ 000 | 2022<br>£ 000 |
|---------------------------------------|------|---------------|---------------|
| Interest received from group entities | 9    | <u>4,279</u>  | <u>995</u>    |

#### 5 Directors' remuneration

During the current and prior year, all the Directors were paid by other affiliates in the Abbott Laboratories group of companies. The Directors' services to the Company do not occupy a significant amount of their time. As such the Directors do not consider that they receive any remuneration for their incidental services to the Company. The Company has no employees.

#### 6 Auditors' remuneration

|                                   | 2023<br>£ 000 | 2022<br>£ 000 |
|-----------------------------------|---------------|---------------|
| Audit of the financial statements | <u>4</u>      | <u>4</u>      |
| <b>Other fees to auditors</b>     |               |               |
| All other non-audit services      | <u>4</u>      | <u>7</u>      |

#### 7 Taxation

Tax charged in the profit and loss account

|                                     | 2023<br>£ 000 | 2022<br>£ 000 |
|-------------------------------------|---------------|---------------|
| <b>Current taxation</b>             |               |               |
| UK corporation tax                  | 1,003         | 187           |
| Foreign tax                         | <u>3,288</u>  | <u>3,115</u>  |
| Total current income tax            | <u>4,291</u>  | <u>3,302</u>  |
| Tax expense in the income statement | <u>4,291</u>  | <u>3,302</u>  |

## Abbott Capital India Limited

### Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

#### 7 Taxation (continued)

The tax on profit before tax for the year differs from the standard rate of corporation tax in the UK of 23.5% (2022 - 19%).

The differences are reconciled below:

|                                                   | 2023<br>£ 000 | 2022<br>£ 000 |
|---------------------------------------------------|---------------|---------------|
| Profit before tax                                 | 37,145        | 32,133        |
| Corporation tax at standard rate                  | 8,729         | 6,105         |
| Dividend income not subject to UK corporation tax | (7,726)       | (5,918)       |
| Foreign withholding tax on dividends              | 3,288         | 3,115         |
| Total tax charge                                  | 4,291         | 3,302         |

#### Factors that may affect future tax charges

The UK Budget 2021 announcements on 3 March 2021 included measures to support economic recovery. These included an increase to the UK's main corporation tax rate to 25%, which became effective on 1 April 2023. These changes were substantively enacted on 24 May 2021.

#### Pillar Two legislation

In December 2021, the Organization for Economic Co-operation and Development (OECD) issued model rules for a new global minimum tax framework (Pillar Two), and various governments around the world have issued, or are in the process of issuing, legislation on this.

Pillar Two legislation was enacted in the UK, the jurisdiction in which the company is incorporated, which has come into effect for fiscal years beginning 1 January 2024.

Since the Pillar Two legislation was not effective at the closing date of the financial year, the entity has no related current tax exposure. In addition, due to the complexities in applying the legislation and calculating GloBE income, the quantitative impact of the enacted legislation cannot yet be reasonably estimated. The group applies the exception to recognising and disclosing information about deferred tax assets and liabilities related to Pillar Two income taxes, as provided in Section 29, FRS 102 The Financial Reporting Standard applicable in the UK.

## Abbott Capital India Limited

### Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

#### 8 Investments

|                                 | 2023<br>£ 000 | 2022<br>£ 000 |
|---------------------------------|---------------|---------------|
| Investments in subsidiaries     | 94,623        | 94,623        |
| <b>Subsidiaries</b>             |               | <b>£ 000</b>  |
| <b>Cost or valuation</b>        |               |               |
| At 1 January 2023               |               | 94,623        |
| Additions                       |               | -             |
| At 31 December 2023             |               | 94,623        |
| <b>Provision for impairment</b> |               |               |
| At 1 January 2023               |               | -             |
| Provision                       |               | -             |
| At 31 December 2023             |               | -             |
| <b>Carrying amount</b>          |               |               |
| At 31 December 2023             |               | 94,623        |
| At 31 December 2022             |               | 94,623        |

#### Details of undertakings

Details of the investments in which the Company holds 20% or more of the nominal value of any class of share capital are as follows:

| Undertaking             | Registered office and country of incorporation                | Holding  | Proportion of voting rights and shares held |        |
|-------------------------|---------------------------------------------------------------|----------|---------------------------------------------|--------|
|                         |                                                               |          | 2023                                        | 2022   |
| Subsidiary undertakings |                                                               |          |                                             |        |
| Abbott India Limited    | 3, Corporate Park, Sion-Trombay Road, Mumbai-400 071<br>India | Ordinary | 50.45%                                      | 50.45% |

The principal activity of Abbott India Limited is healthcare. This investment is listed and carried at cost.

#### 9 Debtors

|                                 | Note | 2023<br>£ 000 | 2022<br>£ 000 |
|---------------------------------|------|---------------|---------------|
| Amounts due from group entities | 3    | 110,599       | 76,929        |
|                                 |      | 110,599       | 76,929        |

## Abbott Capital India Limited

### Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)

#### 9 Debtors (continued)

Amounts owed by group entities are interest bearing, unsecured and repayable on demand.

#### 10 Creditors

|                            | Note | 2023<br>£ 000 | 2022<br>£ 000 |
|----------------------------|------|---------------|---------------|
| <b>Due within one year</b> |      |               |               |
| Accrued expenses           |      | 16            | 16            |
| Income tax liability       | 7    | <u>1,003</u>  | <u>187</u>    |
|                            |      | <u>1,019</u>  | <u>203</u>    |

#### 11 Called up share capital

Allotted, called up and fully paid shares

|                              | 2023     |          | 2022     |
|------------------------------|----------|----------|----------|
|                              | No. 000  | £ 000    | No. 000  |
| 2 Ordinary shares of £1 each | <u>-</u> | <u>-</u> | <u>-</u> |

#### 12 Reserves

##### Share premium reserve

This reserve records the amount above the nominal value received for shares issued, less transaction costs.

##### Other reserves

Other reserves represent a capital contribution reserve arising from a historical contribution to the Company made by another group undertaking. Under the terms of that contribution, the Company has no obligation to repay the amount.

##### Profit and Loss Account

The profit and loss account holds the retained earnings of the Company, after the deduction of any dividends paid.

#### 13 Related party transactions

The Company is a wholly owned subsidiary of Abbott Laboratories. Accordingly, the Company has taken advantage of the exemption under FRS 102 section 33 not to disclose transactions with other companies which meet the criteria that all subsidiary undertakings which are party to transactions are wholly owned by the ultimate controlling parent. There were no other related party transactions during the year.

## **Abbott Capital India Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2023 (continued)**

#### **14 Parent and ultimate parent undertaking**

The Company's immediate parent is Abbott Asia Investments Ltd, incorporated in England and Wales.

The ultimate parent is Abbott Laboratories, incorporated in USA.

The smallest and largest group in which the accounts are consolidated is the ultimate parent company Abbott Laboratories, incorporated in the State of Illinois, USA. The consolidated financial statements are available to the public and may be obtained from Abbott Laboratories, 100 Abbott Park Road, Illinois, IL 60064-6400, USA.

#### **15 Post balance sheet events**

There were no significant events between the Balance Sheet date and the date of signing of the financial statements, affecting the Company, which require disclosure.