

Independent Auditor's Report
To the Members of Dinesh Remedies Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Dinesh Remedies Limited ('the Company') which comprise the balance sheet as at 31st March 2014, the statement of profit and loss and the cash flow for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (i) in the case of the balance sheet, of the state of affairs of the Company as at 31st March 2014;
- (ii) in the case of the statement of profit and loss, of the profit for the year ended on that date; and
- (iii) in the case of the cash flow statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the companies (Auditor's Report) Order, 2003 ("the Order") issued by the central government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.

2. As required by section 227(3) of the Act, we report that:
- a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c. the balance sheet, statement of profit and loss and cash flow Statement dealt with by this Report are in agreement with the books of account; and
 - d. in our opinion, the balance sheet, statement of profit and loss and cash flow statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 read with the General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 and
 - e. On the basis of written representations received from the directors as on 31 March 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For, Dhirubhai Shah & Doshi
Chartered Accountants
Firm's Registration Number: 102511W

Kaushik D Shah
Partner
Membership Number: 016502
Vadodara
26 May, 2014

ANNEXURE TO AUDITORS' REPORT

- i. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation, of fixed assets.
- (b) The fixed assets are physically verified by the Management according to a phased programme designed to cover all the items over a period of 3 years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, a portion of the fixed assets has been physically verified by the Management during the year and no material discrepancies between the book records and the physical inventory have been noticed.
- (c) In our opinion and according to the information and explanations given to us, a substantial part of fixed assets has not been disposed off by the Company during the year.
- ii. (a) The inventory has been physically verified by the Management during the year. In our opinion, the frequency of verification is reasonable.
- (b) In our opinion, the procedures of physical verification of inventory followed by the Management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) On the basis of our examination of the inventory records, in our opinion, the Company is maintaining proper records of inventory. The discrepancies noticed on physical verification of inventory as compared to book records were not material.

- iii. (a) The Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under Section 301 of the Act.
 - (e) The Company has not taken any loans, secured or unsecured, from companies, firms or other parties covered in the register maintained under Section 301 of the Act.
- iv. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of inventory, fixed assets and for the sale of goods and services. Further, on the basis of our examination of the books and records of the Company, and according to the information and explanations given to us, no major weakness have been noticed or reported.
- v. (a) According to the information and explanations given to us, there have been no contracts or arrangements referred to in Section 301 of the Act during the year to be entered in the register required to be maintained under that Section. Accordingly, the question of commenting on transactions made in pursuance of such contracts or arrangements does not arise.
- vi. The Company has not accepted any deposits from the public within the meaning of Sections 58A and 58AA of the Act and the rules framed there under.
- vii. In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.
- viii. We have broadly reviewed the books of account maintained by the Company pursuant to the rules prescribed by the Central Government under Section 209(1)(d) of the Act for maintenance of cost records in respect of pharmaceutical products and are of the opinion that, *prima facie*, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the records.
- ix. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing the undisputed statutory dues including provident fund, investor education and protection fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, customs duty, excise duty, cess and other material statutory dues as applicable with the appropriate authorities.
 - (b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income-tax, sales-tax, wealth-tax, service-tax, customs duty, excise duty and cess which have not been deposited on account of any dispute.
- x. The Company has accumulated losses as at 31st March, 2014. However, the company has not incurred cash losses in the current and immediately preceding financial year.
- xi. According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of dues to any financial institution or bank or debenture holders as at the balance sheet date.
- xii. The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii. The provisions of any special statute applicable to chit fund / nidhi / mutual benefit fund/ societies are not applicable to the Company.

- xiv. In our opinion, the Company is not a dealer or trader in shares, securities, debentures and other investments.
- xv. In our opinion and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions during the year.
- xvi. In our opinion and according to the information and explanations given to us by the management, term loans are applied for the purpose for which the loans were obtained.
- xvii. On the basis of an overall examination of the balance sheet of the Company, in our opinion and according to the information and explanations given to us, there are no funds raised on a short-term basis which have been used for long-term investment.
- xviii. The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Act during the year.
- xix. The Company has not issued any debenture during the year.
- xx. The Company has not raised any money by public issues during the year.
- xxi. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the Management.
- xxii. The other clauses, (iii)(b), (iii)(c), (iii)(d), (iii)(f), (iii)(g), and (v)(b) of paragraph 4 of the Companies (Auditor's Report) Order 2003, as amended by the Companies (Auditor's Report) (Amendment) Order, 2004, are not applicable in the case of the Company for the year, since in our opinion there is no matter which arises to be reported in the aforesaid Order.

For and on behalf of
Dhirubhai Shah & Doshi.
Chartered Accountants

Kaushik D. Shah
Partner
Membership No. 016502

Place : Vadodara
Date: May 26, 2014

Dinesh Remedies Limited
Balance Sheet as at 31st March, 2014

(Rs. In lacs)

	Particulars	Note No.	As at 31st March, 2014	As at 31st March, 2013
I.	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	Share Capital	1	2,359.16	2,359.16
	Reserves and Surplus	2	(358.31)	(456.15)
2	Non-current Liabilities			
	Long Term Borrowings	3	559.84	637.58
	Long Term Provisions	4	9.47	8.85
3	Current liabilities			
	Short Term Borrowings	5	53.76	176.74
	Trade Payables	6	188.98	190.13
	Other Current Liabilities	7	197.53	256.23
	Short Term Provisions	8	2.36	2.08
	TOTAL		3,012.79	3,174.62
II.	ASSETS			
	Non-current assets			
1	Fixed assets			
	(i) Tangible assets	9	2,180.13	2,321.77
	Long-term loans and advances	10	45.34	43.74
2	Current assets			
	Inventories	11	101.28	108.02
	Trade Receivables	12	630.04	590.54
	Cash and Bank Balances	13	2.67	7.54
	Short Term Loans and Advances	14	53.33	103.01
	TOTAL		3,012.79	3,174.62

The Notes form an integral part of these financial statements

1 to 26

As per our Report of even date

For and on behalf of the Board

For Dhirubhai Shah & Doshi.
Chartered Accountants

Director

Chairman & Managing Director

Kaushik D. Shah
Partner
Membership No. : 016502
Vadodara
May 26,2014

Company Secretary
Vadodara
May 26,2014

Dinesh Remedies Limited
Statement of Profit and Loss for the year ended 31st March, 2014

(Rs. In lacs)

	Particulars	Note No.	Year ended 31st March, 2014	Year ended 31st March, 2013
I.	Revenue from Operations	15	2,027.23	1,906.06
II.	Other Income	16	11.74	4.98
III.	Total Revenue (I + II)		2,038.97	1,911.04
IV.	Expenses:			
	Cost of Materials Consumed	17	869.17	728.04
	Changes in Inventories of Finished Goods, Work-in-process and Stock-in-Trade	18	(9.26)	11.03
	Employee Benefits Expense	19	218.89	215.37
	Finance Costs	20	108.93	98.04
	Depreciation and Amortization Expense	9	146.59	141.25
	Other Expenses	21	581.98	571.63
	Total Expenses		1,916.30	1,765.36
V.	Profit before exceptional items and tax (III-IV)		122.67	145.68
VI.	Exceptional items		0.00	(0.16)
VII.	Profit before tax (V-VI)		122.67	145.52
VIII.	Tax expense:			
	(1) Current tax		24.83	1.53
	(2) Deferred tax		-	-
IX.	Profit (Loss) for the year (VII-VIII)		97.84	143.99
X.	Earnings per equity share of Rs. 10 each	22		
	(1) Basic		0.41	0.61
	(2) Diluted		0.41	0.61
	The notes form an integral part of these financial statements	1 to 26		
As per our Report of even date		For and on behalf of the Board		
For Dhirubhai Shah & Doshi. Chartered Accountants		Director	Chairman & Managing Director	
Kaushik D. Shah Partner Membership No. : 016502 Vadodara May 26,2014		Company Secretary Vadodara May 26,2014		

Dinesh Remedies Limited
Cash Flow Statement for the year ended 31st March, 2014

(Rs. In Lacs)

	2013-14	2012-13
A. Cash Flow From Operating Activities :		
Net Profit/ (Loss) Before Tax	122.67	145.52
Adjustments For :		
Depreciation	146.59	141.25
Interest paid	105.43	99.25
Loss on sale of assets	-	0.16
Interest received on Loans and deposits	(1.70)	(0.82)
	250.32	239.84
Operating Profit before Working Capital Changes	372.99	385.36
Adjustment For :		
Trade and Other Receivables	8.55	(300.56)
Inventories	6.74	0.60
Trade Payables & other liabilities	(58.94)	182.55
	(43.65)	(117.41)
Cash Generated from Operations	329.34	267.95
Direct Taxes Paid	24.83	1.53
Net Cash flow from Operating Activities before Extra Ordinary Items	304.51	266.42
Extra Ordinary Items	-	-
Net Cash Used in Operating Activities	304.51	266.42
B Cash Flow from Investing Activities :		
Purchase (net of sale) of Fixed Assets	(4.93)	(160.42)
Interest received on Fixed Deposits	1.70	0.82
Net Cash Used in Investing Activities	(3.23)	(159.60)
C. Cash Flow From Financing activities :		
Proceeds from borrowings	(200.72)	389.98
Interest paid	(105.43)	(99.25)
Net Cash used in Financing Activities	(306.15)	290.73
Net Change in Cash and Cash Equivalents	(4.87)	397.55
Cash and Cash Equivalents at the beginning of the year	7.54	11.26
Cash and Cash Equivalents at the close of the year	2.67	7.54

As per our Report of even date

For and on behalf of the Board

For Dhirubhai Shah & Doshi.
Chartered Accountants

Director

Chairman & Managing
Director

Kaushik D. Shah
Partner
Membership No. : 016502
Vadodara
May 26,2014

Company Secretary
Vadodara
May 26,2014

Note:1 Share Capital

(Rs. In Lacs)

	As at 31st March, 2014	As at 31st March, 2013
Authorised : 2,50,00,000 (P.Y. 2,50,00,000) Equity Shares of Rs. 10/- each	2,500.00	2,500.00
Issued, Subscribed and Paid up: 2,35,91,580 (P.Y. 2,35,91,580) Equity Shares of Rs. 10/- each fully paid	2,359.16	2,359.16
Total	2,359.16	2,359.16

1.1 The reconciliation of the number of shares outstanding is set out below:

Particulars	As at 31st March, 2014 No. of Shares	As at 31st March, 2013 No. of Shares
Equity Shares at the beginning of the year	23,591,580	23,591,580
Shares Issued during the year		-
Equity Shares at the end of the year	23,591,580	23,591,580

1.2 The details of Shareholders holding more than 5% shares:

Name of the Shareholder	As at 31st March, 2014		As at 31st March, 2013	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Shri Dinesh Mills Ltd.	13,098,095	55.52	13,098,095	55.52
Shri Rashmikant C. Patel	3,139,715	13.31	3,139,715	13.31
Star Capsules LLC, USA (OCB)	7,353,765	31.17	7,353,765	31.17
Total	23,591,575	100.00	23,591,575	100.00

Note:2 Reserves and Surplus

(Rs. In Lacs)

	As at 31st March, 2014	As at 31st March, 2013
Surplus		
Opening balance	(456.15)	(600.14)
(+) Net Profit/(Net Loss) for the year	97.84	143.99
Closing Balance	(358.31)	(456.15)
Total	(358.31)	(456.15)

Note:3 Long Term Borrowings

(Rs. In Lacs)

	As at 31st March, 2014	As at 31st March, 2013
Secured		
(b) Term loans		
from banks		
(Secured by exclusive and specific charge on Fixed Assets)	559.84	637.58
Total	559.84	637.58

3.1 Terms of Repayment of Term Loans

Name of Institutions	Instruments	Repayment schedule		
		Frequency	Number of Installments	First installment due
South Indian Bank Ltd	Term Loan - 541	Quarterly	24	15-Mar-14

Note:4 Long Term Provisions

(Rs. In Lacs)

	As at 31st March, 2014	As at 31st March, 2013
Provision for employee benefits		
Gratuity	5.61	5.32
Leave Encashment	3.87	3.53
Total	9.47	8.85

Note: 5 Short Term Borrowings

(Rs. In Lacs)

	As at 31st March, 2014	As at 31st March, 2013
Cash Credit facilities (Working capital loans are secured by hypothecation of present and future stock of raw materials, stock-in-process, finished goods, stores and spares, book debts, material in transit, etc.)	53.76	176.74
Total	53.76	176.74

Note: 6 Trade Payables

(Rs. In Lacs)

	As at 31st March, 2014	As at 31st March, 2013
Micro, Small and Medium Enterprises	-	-
Others	188.98	190.13
Total	188.98	190.13

6.1 The details of amounts outstanding to Micro, Small and Medium Enterprises based on available information with the company is as under

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Principal amount due and remaining unpaid	-	-
Interest due on above and the unpaid interest	-	-
Interest paid	-	-
Payment made beyond the appointed day during the year	-	-
Interest due and payable for the period of delay	-	-
Interest accrued and remaining unpaid	-	-
Amount of further interest remaining due and payable in succeeding years	-	-

Note: 7 Other Current Liabilities

(Rs. In Lacs)

	As at 31st March, 2014	As at 31st March, 2013
Application money received and due for refund	6.28	6.28
Current Maturities of Term Loan	153.74	203.70
Other Payables:		
Advances from Trade Receivables	0.32	8.76
Statutory Dues	4.97	4.07
Other provision for operating expenses	32.22	33.42
Total	197.53	256.23

Note: 8 Short Term Provisions

(Rs. In Lacs)

	As at 31st March, 2014	As at 31st March, 2013
Provision for employee benefits		
Gratuity	0.81	0.14
Leave Encashment	0.72	0.41
Provision for Income Tax (net)	0.83	1.53
Total	2.36	2.08

Note: 9 Fixed Assets

(Rs. In Lacs)

	Gross Block			Accumulated Depreciation			Net Block		
	Balance as at 1st April 2013	Additions/ (Disposals)	Balance as at 31st March 2014	Balance as at 1st April 2013	Depreciation charge for the year	On disposals	Balance as at 31st March 2014	Balance as at 31st March 2014	Balance as at 31st March 2013
Tangible Assets									
CWIP - Plant and Machinery	27.97	(27.97)	-	-	-	-	-	-	27.97
Free hold Land	59.90	-	59.90	-	-	-	-	59.90	59.90
Buildings	492.69		492.69	72.82	15.83	-	88.64	404.04	419.87
Plant and Equipment	2,285.02	31.11	2,316.13	568.38	123.09	-	691.46	1,624.68	1,716.64
Furniture and Fixtures	44.38	1.15	45.53	15.69	2.61	-	18.30	27.23	28.69
Vehicles	13.03		13.03	2.99	1.24	-	4.23	8.80	10.04
Electrical Installations	77.53	0.64	78.17	21.41	3.71	-	25.12	53.05	56.12
Tubewell and waterworks	2.08		2.08	0.26	0.03	-	0.30	1.78	1.82
Weighing scales	0.95		0.95	0.24	0.09	-	0.33	0.62	0.71
Total	3,003.56	4.93	3,008.49	681.79	146.59	-	828.38	2,180.13	2,321.77
Previous year's figures	2,843.08	160.47	3,003.56	540.62	141.25	0.09	681.79	2,321.77	

Note: 10 Long Term Loans and Advances

(Rs. In Lacs)

	As at 31st March, 2014	As at 31st March, 2013
(Unsecured and considered good)		
Security Deposits	31.63	31.63
Balance with Statutory authorities	13.71	12.11
Total	45.34	43.74

Note: 11 Inventories

(Rs. In Lacs)

	As at 31st March, 2014	As at 31st March, 2013
Raw Materials	47.71	57.47
Work in progress	15.28	9.44
Finished Goods	15.77	11.93
Consumable Stores and Spares	19.50	23.88
Others	3.02	5.30
Total	101.28	108.02

Note: 12 Trade Receivables

(Rs. In Lacs)

	As at 31st March, 2014	As at 31st March, 2013
(Unsecured and considered good)		
Over six months	19.53	3.33
Others	610.51	587.21
Total	630.04	590.54

Note: 13 Cash and Bank Balances

(Rs. In Lacs)

	As at 31st March, 2014	As at 31st March, 2013
Balance with Banks	2.17	6.99
Cash on hand	0.50	0.55
Total	2.67	7.54

Note 14: Short Term Loans and Advances

(Rs. In Lacs)

	As at 31st March, 2014	As at 31st March, 2013
(Unsecured and considered good)		
Advances to Trade Payables	1.29	2.73
Balance with Excise & other authorities	44.14	90.99
Prepaid Expenses	2.87	2.95
Others	5.03	6.34
Total	53.33	103.01

Note: 15 Revenue from Operations

(Rs. In Lacs)

	2013-14	2012-13
Sale of Products	2,198.61	2,030.85
Less: Excise Duty	171.38	124.79
Total	2,027.23	1,906.06

Note: 16 Other Income

(Rs. In Lacs)

	2013-14	2012-13
Interest Income	1.70	0.82
Dividend Income	-	-
Miscellaneous Income	10.04	4.16
Total	11.74	4.98

Note: 17 Cost of Materials Consumed

(Rs. In Lacs)

	Rs. In Lacs	2013-14 % of Consumption	Rs. In Lacs	2012-13 % of Consumption
Indigeneous				
Gelatin	846.22	97.36	707.76	97.21
Others	22.95	2.64	20.28	2.79
Total	869.17	100.00	728.04	100.00

Note: 18 Changes in inventories of finished goods, work-in-process and Stock-in-Trade

(Rs. In Lacs)

	2013-14	2012-13
Inventories (at close):		
Work -in- Process	15.28	9.44
Finished Goods	15.77	11.93
Excise duty on Finished Goods	(1.73)	(1.31)
	29.32	20.06
Inventories (at commencement):		
Work -in- Process	9.44	16.31
Finished Goods	11.93	18.23
Excise duty on Finished Goods	(1.31)	(3.45)
	20.06	31.09
Total	(9.26)	11.03

Note: 19 Employee Benefits Expense

(Rs. In Lacs)

	2013-14	2012-13
Salaries and Wages	210.38	206.10
Contribution to Provident Fund and Other Funds	8.12	8.63
Staff Welfare Expenses	0.39	0.64
Total	218.89	215.37

19.1 As per Accounting Standard 15 "Employee Benefits", the disclosures as defined in the Accounting Standard are given below:

(A) Defined Benefit Plan:

(Rs. In Lacs)

Gratuity	2013-14	2012-13
Current Service Cost	1.23	1.07
Interest Cost	0.44	0.41
Expected Return on Plan Assets	(0.15)	-
Actuarial Losses / (Gains)	(0.27)	2.21
Expenses recognized in Profit & Loss Statement	1.40	3.69

(Rs. In Lacs)

Reconciliation of Net Assets/(Liability) recognized in the Balance Sheet as at 31.03.2014	2013-14	2012-13
Net Assets/(Liability) at the beginning of the year	5.45	4.72
Service Cost	1.23	1.07
Interest Cost	0.44	0.41
Actuarial Losses / Gains	(0.27)	2.21
Less:- Benefit Paid	(0.43)	(2.96)
Net Assets/(Liability) at the end of the year	6.41	5.45

Actuarial Assumptions	2013-14	2012-13
Discount rate (per annum)	9.31%	8.00%
Expected rate of salary increase	5.00%	5.00%
Mortality Post - retirement	LIC (1994-96)	LIC (1994-96)

(B) Defined Contribution Plan:

Amount of Rs.7.24 Lacs (P.Y. Rs. 7.72 Lacs) is recognized as expenses and included in the "Contribution to Provident & Other Funds".

(C) The estimates of rate of escalation in salary considered in actuarial valuation, take in to account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market.

The above information is certified by the actuary.

Note: 20 Finance Cost

(Rs. In Lacs)

	2013-14	2012-13
Interest Expenses	105.43	99.25
Other borrowing costs	2.61	3.36
Applicable gain on foreign currency transactions and conversions	0.89	(4.57)
Total	108.93	98.04

Note: 21 Other Expenses

(Rs. In Lacs)

	2013-14	2012-13
Stores, Spares and Packing Materials	66.97	63.55
Electricity, Power & Fuel	315.81	294.06
Rent	-	2.82
Repairs to Building	10.58	6.24
Repairs to Machinery	32.67	37.17
Insurance	5.71	5.04
Rates & taxes	0.94	1.11
Payment to Auditors	0.50	0.50
Legal & Professional Charges	-	16.41
Freight Outward	41.58	44.32
Miscellaneous expenses	107.22	100.41
Total	581.98	571.63

21.1 Value of Imports on CIF basis in respect of

(Rs. In Lacs)

	2013-14	2012-13
Capital Goods	-	54.03

21.2 Payment to Auditors as:

(Rs. In Lacs)

	2013-14	2012-13
Statutory Audit Fees	0.50	0.50

21.3 Expenditure in Foreign Currency:

(Rs. In Lacs)

	2013-14	2012-13
Brokerage & Commission	7.41	8.34
Travelling Expenses	2.21	1.09
Others	1.70	30.79

Note: 22 Earnings Per Share (EPS)

(Rs. In Lacs)

	2013-14	2012-13
Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders (Rs. In Lacs)	97.84	143.99
Weighted Average number of equity shares used as denominator for calculating EPS	23,591,580	23,591,580
Basic and Diluted Earnings per share (Rs.)	0.41	0.61
Face Value per equity share (Rs.)	10.00	10.00

Note: 23 Related Party Disclosures

As per Accounting Standard 18, the disclosures of transactions with the related parties are given below:

(i) List of related parties where control exists and related parties with whom transactions have taken place and relationship:

Name of the Related Party	Relationship
Shri Dinesh Mills Limited	Holding Company
Key Managerial Personnel:	
Mr. U. M. Patel	Director
Mr. N. U. Patel	Chairman & Managing Director
Mr. B. U. Patel	Director

(ii) Transactions with related parties:

(Rs. In Lacs)

Nature of Transactions	2013-14	2012-13
Transactions during the year with Holding Company:-		
Purchases	0.24	0.20
Expenses	-	0.25
Sales	0.02	0.05
Balance as at 31st March, 2014 with Holding Company:-		
Equity Contribution	207.99	207.99
Outstanding balance	0.05	0.41

Related party relationship is as identified by the company on the basis of information available with them and upon by the auditors.

Note: 24

The Company has only one primary business segment viz. Pharmaceutical business and operates only within India and hence the disclosure as required under Accounting Standard 17 on "Segment Reporting" is not required.

Note: 25

As regards Deferred Tax, as per Accounting Standard 22 on "Accounting of taxes on Income" issued by the Institute of Chartered Accountants of India, there is a net Deferred Tax Asset for the past years and current year after adjusting unabsorbed depreciation and carried forward losses of past years. Considering the provisions of AS - 22 and as a matter of prudence, the Company has not recognized the said Deferred Tax Asset while preparing the accounts under consideration.

Note: 26

Previous years' amounts are regrouped and re-arranged, wherever required, to make them comparable with the current year.

As per our Report of even date

For and on behalf of the Board

For Dhirubhai Shah & Doshi.
Chartered Accountants

Director

Chairman & Managing
Director

Kaushik D. Shah
Partner
Membership No. : 016502
Vadodara
May 26,2014

Company Secretary
Vadodara
May 26,2014