

CIN: U24231GJ2004PTC043861

AUTHORISED CAPITAL: RS. 8 CRORES

DATE OF AGM: 30-09-2013

SAKAR HEALTHCARE PRIVATE LIMITED

9TH ANNUAL REPORT 2012-13

Board of Directors

: Mr. Sanjay S. Shah Director
Ms. Rita S. Shah Director
Mr. Aarsh S. Shah Director

Auditors

: M/s. A. L. Thakkar & Co.,
Chartered Accountants,
Ahmedabad.

Registered Office

: 406, Silver Oaks Commercial Complex,
Opp. Arun Society,
Paldi,
Ahmedabad-380007.

Works

: Block No. 10-13,
Near M. N. Desai Petrol Pump,
Sarkhej- Bavla Road,
Village: Changodar,
District: Ahmedabad -382 213.



NOTICE

NOTICE is hereby given that the 9TH ANNUAL GENERAL MEETING of the Shareholders of SAKAR HEALTHCARE PRIVATE LIMITED will be held as under:

Day : Monday

Date : 30th September, 2013

Time : 4.00 p.m.

Place : At the Registered Office of the Company at:
406, Silver Oaks Commercial Complex,
Opp. Arun Society, Paldi,
Ahmedabad-380007

to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider, approve and adopt the Balance Sheet of the Company as on 31st March, 2013 and Statement of Profit and Loss of the Company for the year ended on 31st March, 2013 and Reports of the Directors and Auditors thereon.
2. To appoint Auditors to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to fix their remuneration.

Registered Office
406, Silver Oaks Commercial Complex,
Opp. Arun Society, Paldi
Ahmedabad - 380007.

Date: 1st September, 2013

By Order of the Board,

Sanjay S. Shah
Director

NOTE:

A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF AND PROXY NEED NOT BE A MEMBER. PROXIES, IN ORDER TO BE EFFECTIVE, MUST BE RECEIVED BY THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE TIME OF MEETING.



5. DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirement of Section 217 (2AA) of the Companies Act, 1956, with respect to Directors' Responsibility Statement, it is hereby confirmed:

- (i) that in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (ii) that the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company at 31st March, 2013 being end of the Financial Year 2012-13 and of the Profit of the Company for the year;
- (iii) that the Directors have taken proper and sufficient care for maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) that the Directors have prepared the annual accounts on a going concern basis.

6. FIXED DEPOSIT:

The Company has not invited any deposit from the public during the period under report.

7. FINANCE:

The Company has availed financial assistance in form of Term Loans and Working Capital from State Bank of India.

8. AUDITORS:

M/s. A. L. Thakkar & co., Chartered Accountants, Ahmedabad were appointed Auditors of the Company by the members at 8th Annual General Meeting. The Company has received a written certificate from them to the effect that if they are appointed for the year 2013-14, their appointment will be within the limit prescribed in the Section 224(1B) of the Companies Act, 1956. The notes and remarks of Auditors are self-explanatory.

9. PARTICULARS OF EMPLOYEES:

There was no employee in the employment of the Company drawing remuneration requiring disclosure. The employee-employer relation remained cordial during the year.

10. INSURANCE:

The Company's properties including building, plant and machinery, stocks, stores etc. continue to be adequately insured against risks such as fire, riot, strike, civil commotion, malicious damages, machinery breakdown etc.

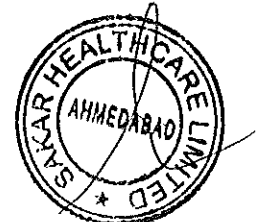
11. PARTICULARS AS REQUIRED UNDER COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF THE BOARD OF DIRECTORS) RULES, 1988:

A. Conservation of Energy:

Measures taken for Conservation of Energy, additional proposals and its impacts:

The Company has installed UPS and effective switchgears and individual capacitors to various machineries in the process. This has resulted in the saving of power to large extent.

B. Technology absorption: Not applicable.



C. Foreign Exchange Earnings and Outgo: NIL

The Company has not earned or spent any Foreign Exchange during the year under review.

12. ACKNOWLEDGMENT:

Your Directors express their sincere gratitude for the assistance and co-operation extended by Banks, Government Authorities, Shareholders, Suppliers and Customers.

Your Directors also wish to place on record their appreciation of the contribution made by the employees at their levels towards achievements of the Company's goals.

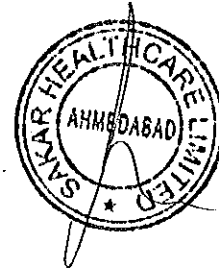
Registered Office
406, Silver Oaks Commercial Complex,
Opp. Arun Society, Paldi
Ahmedabad - 380007.

For and on behalf of the Board,

Sanjay S. Shah
Director

Rita S. Shah
Director

Date: 1st September, 2013



503, Diwan Chambers, Old High Court Lane, Off Ashram Road, Navrangpura, Ahmedabad - 380 009 (Gujarat) India.
Tel. No.: 079-2754 1359, 2754 2360 . Fax : 079- 2754 4659 . Email : kashyapmehta@hotmail.com

FORM
[SEE RULE 3]
Compliance Certificate

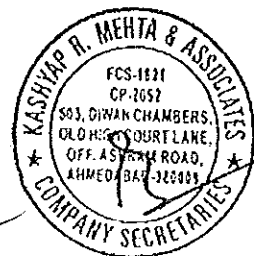
CIN: U24231GJ2004PTC043861

Authorised Capital: Rs. 8 Crores

To, The Members
Sakar Healthcare Pvt. Ltd.
406, Silver Oaks Commercial Complex,
Opp. Arun Society, Paldi, Ahmedabad-380 007

We have examined the registers, records, books and papers of Sakar Healthcare Private Limited (the Company) as required to be maintained under the Companies Act, 1956 (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2013. In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the Company, its officers and agents, we certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in Annexure 'A' to this Certificate, as per the provisions and the rules made there under and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in Annexure 'B' to this Certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the rules made there under.
3. The Company being a private limited company has the minimum prescribed paid -up capital and its maximum number of members during the said financial year was 9 (treating joint holders as one member) excluding its present and past employees and the Company during the year under scrutiny:
 - (i) has not invited public to subscribe for its shares or debentures; and
 - (ii) has not invited or accepted any deposits from persons other than its members, directors or their relatives.
4. The Board of Directors duly met five times on 1st April, 2012, 19th May, 2012, 3rd September, 2012, 31st December, 2012 and 31st March, 2013 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed. There was no circular resolutions passed during the year under scrutiny.
5. The Company was not required to close its Register of Members.
6. The Annual General Meeting for the financial year ended on 31st March, 2012 was held on 29th September, 2012 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in the Minutes Book maintained for the purpose.
7. Two Extraordinary General Meetings were held on 11th April, 2012 and 1st June, 2012 after giving due notice to the members of the Company during the year under report and the resolutions passed thereat were duly recorded in the Minutes Book maintained for the purpose.
8. The Company being a Private Company, the provisions of Section 295 of the Act were not applicable to the company.



503, Diwan Chambers, Old High Court Lane, Off Ashram Road, Navrangpura, Ahmedabad – 380 009 (Gujarat) India.
Tel. No.: 079-2754 1359, 2754 2360 . Fax : 079- 2754 4659 . Email : kashyap/mehta@hotmail.com

9. As informed to us, there were no transactions during the year under scrutiny necessitating compliance with the provisions of Section 297 of the Act in respect of contracts specified in that Section.
10. The Company has generally made necessary entries in the register maintained under Section 301 of the Act in respect of general disclosures made by the Directors.
11. As there were no instances falling within the purview of section 314 of the Act, no comments are offered.
12. The Company has not issued any duplicate share certificates during the financial year.
13. The Company has:
 - (i) not delivered any certificates as there was no allotment of any securities and no securities were lodged for transfer/transmission or for any other purpose during the year under scrutiny.
 - (ii) not deposited any amount in a separate Bank Account as no dividend was declared during the financial year.
 - (iii) not posted warrants to any member of the company as no dividend was declared during the financial year
 - (iv) not transferred the amounts in Unpaid Dividend Account, application money due for refund, matured deposits, matured debentures, and the interest accrued thereon which have remained unclaimed or unpaid for a period of 7 (seven) years to Investor Education and Protection Fund as there was not such amount.
 - (v) duly complied with the requirements of Section 217 of the Act.
14. The Board of Directors of the Company is duly constituted. There was no appointment of director, additional director, alternate director or director to fill casual vacancy during the financial year.
15. The Board of Directors has made appointment of Mr. Aarsh S Shah as Joint Managing Director during the Year under review after complying necessary provisions of the Act. There was no another appointment of Whole Time Director/Manager during the year. The Company being Private Company, the question of approval of Central Government does not arise.
16. The Company has not appointed any sole- selling agent during the financial year.
17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar or such other authorities as may be prescribed under the various provisions of the Act.
18. The Directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. The Company has not issued any shares, debentures or other securities during the financial year.
20. The Company has not bought back any shares during the financial year.



CS KASHYAP R. MEHTA
B. Com., LL.B., ACMA, FCS, ACIS (London)

KASHYAP R. MEHTA & ASSOCIATES
COMPANY SECRETARIES

503, Diwan Chambers, Old High Court Lane, Off Ashram Road, Navrangpura, Ahmedabad – 380 009 (Gujarat) India.
Tel. No.: 079-2754 1359, 2754 2360 . Fax : 079- 2754 4659 . Email : kashyaprmehta@hotmail.com

21. The Company has not issued any preference shares/debentures and hence there is no question of redemption of the same.
22. There were no transactions necessitating the company to keep in abeyance rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not accepted or invited any deposit including unsecured loans falling within the purview of Section 58A of the Companies Act, 1956 during the year and hence no comments are offered for the same.
24. The amount borrowed by the Company from Directors, members, public, financial institutions, banks and others during the financial year ending on 31st March, 2013 is within the borrowing limits of the company. The Company being a private company, no resolution under section 293(1)(d) was required to be passed.
25. The Company has not made any loans and investments or given guarantees or provided securities to other bodies corporate during the year. The Company being a Private Company, provisions of Section 372A of the Act were not applicable. The Company was not required to keep any register for the purpose of loans, investments, guarantee and security.
26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's Registered Office from one state to another during the year under scrutiny.
27. The Company has not altered the provisions of Memorandum with respect to the objects of the Company during the year under scrutiny.
28. The Company has not altered the provisions of Memorandum with respect to name of the Company during the year under scrutiny.
29. The Company has not altered the provisions of Memorandum with respect to Share Capital of the Company during the year under scrutiny.
30. The Company has not altered its Articles of Association during the year under scrutiny.
31. There has not been any prosecution initiated against or show cause notices received by the Company for alleged offences under the Act and no fines and penalties or any other punishment was imposed on the Company in such cases.
32. The Company has not received any amount as security from its employees during the year under certification and hence the question of deposit of the same as per provisions of Section 417(1) of the Act does not arise.
33. The Company has not constituted any Provident Fund falling within the purview of Section 418 of the Act and hence no comments are offered.

For KASHYAP R. MEHTA & ASSOCIATES
Company Secretaries

[Signature]
KASHYAP R. MEHTA
Proprietor
C.O.P. No. : 2052

Place: Ahmedabad
Date: 1st September, 2013

3



CS KASHYAP R. MEHTA
B Com., LL.B., ACMA, FCS, ACIS (London)

KASHYAP R. MEHTA & ASSOCIATES
COMPANY SECRETARIES

503, Diwan Chambers, Old High Court Lane, Off Ashram Road, Navrangpura, Ahmedabad - 380 009 (Gujarat) India.
Tel. No.: 079-2754 1359, 2754 2360 . Fax : 079- 2754 4659 . Email : kashyaprmehta@hotmail.com

LIST OF REGISTERS AS MAINTAINED BY THE COMPANY:

ANNEXURE - A

1. Register of charges under section 143
2. Register of members under Section 150
3. Minutes book of General Meeting under section 193
4. Minutes book of Board meeting under section 193
5. Books of Accounts under section 209
6. Register of contracts under section 301
7. Register of general notice of directors under section 301(3)
8. Register of Directors etc. under section 303
9. Register of Directors' shareholding under section 307
10. Register of renewed and duplicate share certificate under rule 7 of Companies (Issue of share certificate) Rules, 1960

ANNEXURE - B

Forms and Returns as filed by the Company with the Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ending on 31st March, 2013

A. REGISTRAR OF COMPANIES, GUJARAT

Sr. No.	Form No.	Under section	Purpose	Date of filing	Whether filed within time?
1	8	135	Registration of Modification of Charge dated 11-04-2012 with SBI (Hypothecation)	04-05-2012	Yes
2	8	135	Registration of Modification of Charge dated 10-04-2012 with SBI (Mortgage)	04-05-2012	Yes
3	23	192	Appointment of Mr. Aarsh S. Shah as Joint Managing Director w.e.f. 1 st June, 2012	14-06-2012	Yes
4	32	303	Appointment of Mr. Aarsh S. Shah as Joint Managing Director w.e.f. 1 st June, 2012	14-06-2012	Yes
5	20B	159	Annual Return made up to 29 th September, 2012	12-10-2012	Yes
6	66	383A	Company Law Compliance Certificate for the year ended 31 st March, 2012	12-10-2012	Yes
7	23AC & 23ACA	220	Balance Sheet as on 31 st March, 2012 and Statement of Profit & Loss for the year ended 31 st March, 2012 with annexure and attachments	07-12-2012	Yes


B. REGIONAL DIRECTOR, CENTRAL GOVERNMENT OR OTHER AUTHORITIES

NIL

For KASHYAP R. MEHTA & ASSOCIATES
Company Secretaries

Place: Ahmedabad
Date: 1st September, 2013




KASHYAP R. MEHTA
Proprietor
C.O.P. No. : 2052





A. L. Thakkar & Co.
Chartered Accountants

Kashmira Chambers, 1st Floor, Behind Old High Court, Navrangpura,
Ahmedabad-380009.

A. L. THAKKAR
B.Com., L.L.B., F.C.A.

S. V. SHAH
B.Com., F.C.A.

• Phone : (O) 26587802, 26580524 (R) 26408439, 26401519
• FAX : 91-79-26585132 • E-mail : aseemthakkar@gmail.com

INDEPENDENT AUDITOR'S REPORT

To the Members of

Sakar Healthcare Pvt. Ltd.

Report on the Financial Statements

We have audited the accompanying financial statements of SAKAR HEALTHCARE PRIVATE LIMITED which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss for the year then ended, and a summary of significant accounting policies and other explanatory information.

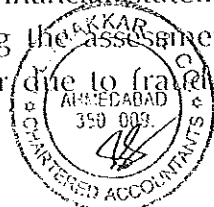
Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance 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"). 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 auditor's 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. 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.

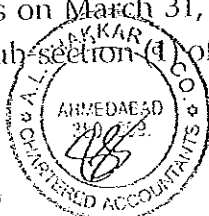
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- b) in the case of the Profit and Loss Account, of the Profit for the year ended on that date; and

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 Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the Balance Sheet, Statement of Profit and Loss Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e) On the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (d) of section 274 of the Companies Act, 1956.

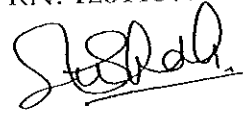


- f) Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

For A.L.Thakkar & Co.

Chartered Accountants

FRN: 120116W



Sanjiv Shah

Partner

Membership No. : 42264

Place: Ahmedabad

Date: 01.09.2013



ANNEXURE TO AUDITORS' REPORT
[Referred to paragraph 3 of our report of even date]

1. In respect of its fixed assets:

- (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
- (b) As explained to us, the fixed assets have been physically verified by the management as per phased programme of verification during the year, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
- (c) In Our Opinion the company has not disposed off substantial part of fixed assets during the year and the going concern status of the company is not affected.

2. In respect of its inventories:

- (a) As explained to us, inventories have been physically verified by the management at regular intervals during the year.
- (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) The company has maintained proper records of inventories. As explained to us, there was no material discrepancies noticed on physical verification of inventories as compared to the book records, if any noticed on physical verification of inventory as compared to the book records were properly adjusted.

3. In respect of loans, secured or unsecured, granted or taken by the company to/from companies. Firms or other parties covered in the register maintained under section 301 of the companies Act, 1956.

- (a) The Company has not granted loan to parties covered in the register maintained under section 301 of the companies Act, 1956.
- (b) In our opinion, and according to the information and explanations given to us, the rate of interest, wherever applicable and other terms and conditions of loan given are not prima facie prejudicial to the interest of the company.



According to information and explanation given to us, neither order has been passed by Central Government nor have cost records been prescribed under section 209 (1) (d) of the Companies Act, 1956 in respect of products manufactured by the Company.

9. In respect of statutory dues:

- (a) According to the records of the Company, the company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Income Tax, Investor Education and Protection Fund, Employees' State Insurance dues, Sales Tax, Service Tax, Custom duty, Excise duty, Professional tax, Cess and other statutory dues as may be applicable to the Company have generally been regularly deposited with the appropriate authorities.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of aforesaid dues were outstanding as at 31st March, 2013 for a period of more than six months from the date of becoming payable.
- (c) According to the information and explanations given to us, there are no dues of Income Tax, Sales Tax, Wealth tax, Service tax, Excise duty, Customs duty and Cess which have not been deposited on account of any dispute.

10. In respect of accumulated losses and cash losses

The company has no accumulated losses and has not incurred any cash losses during the financial year covered by our audit or in the immediately preceding financial year.

11. In respect of dues to financial institution / banks / debentures

In our opinion and according to the information and explanations given to us, the Company has no dues to banks / financial institutions, therefore the provisions of the clause 4(xi) of the Order are not applicable to the Company.

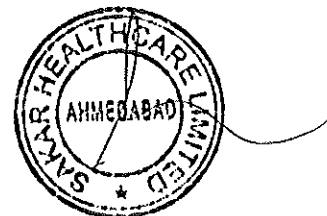
12. In respect of loans and advances granted on the basis of security.

In our opinion and according to the information and explanation given to us, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.

13. In respect of provisions applicable to Chit fund

In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause 4 (xiii) of the Order are not applicable to the Company.

14. In respect of dealing or trading in shares, securities, debentures and other investment



According to the information and explanations given to us, the company is not dealing in or trading in shares, securities, debentures and other investments. Hence clause 4(xiv) of the companies (Auditor's Report) Order 2003 is not applicable to the company.

15. In respect of guarantee given for loans taken by others

According to the information and explanations given to us, the company is not given any guarantee for loans taken by others from bank or financial institutions.

16. In respect of application of term loans

The company has not raised any new term loan during the year. The term loans outstanding at the beginning of the year were applied for the purpose for which they were raised.

17. In respect of fund used

According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we are of the opinion that no funds raised on short term basis have been used for long term investment.

18. In respect of preferential allotment of shares

According to the information and explanations given to us, the company has not made preferential allotment of shares, during the year, to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.

19. In respect of securities created for debentures

The Company has not issued any debentures during the year. Therefore, the provision of clause 4 (xix) of the Order is not applicable to the Company.

20. In respect of end use of money raised by public issues

The Company has not raised any money by way of public issue during the year.

21. In respect of fraud

According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

Place : Ahmedabad
Date : 01.09.2013



FOR, A.L. THAKKAR & CO.
Chartered Accountants

(SANJIV V. SHAH)

Partner

Membership No.: 4226

Firm No. 120116W



SAKAR HEALTHCARE PRIVATE LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2013

Particulars	Note	As at 31/03/2013 Amount (Rs.)	As at 31/03/2012 Amount (Rs.)
I EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	2	88,800,000	88,800,000
(b) Reserves and Surplus	3	59,319,616	49,048,126
		<u>148,119,616</u>	<u>137,848,126</u>
(2) Non-Current Liabilities			
(a) Deferred Tax Liabilities (Net)	4	20,257,726	16,761,248
(b) Long Term Borrowing	5	218,163,550	237,424,429
		<u>238,421,276</u>	<u>254,185,677</u>
(3) Current Liabilities			
(a) Short-Term Borrowings	6	71983373	90025964
(b) Trade Payables	7	25,240,283	14,290,920
(c) Other Current Liabilities	8	2,746,655	1,070,319
(d) Short-Term Provisions	9	1,321,041	1,783,746
		<u>101,291,352</u>	<u>107,170,949</u>
TOTAL		<u>487,832,244</u>	<u>499,204,752</u>
II ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	10	374,096,726	365,780,872
		<u>374,096,726</u>	<u>365,780,872</u>
(b) Long-Term Loans and Advances	11	2,825,721	2,825,721
		<u>376,922,447</u>	<u>368,606,593</u>
(2) Current Assets			
(a) Inventories	12	65,072,513	48,334,515
(b) Trade Receivables	13	13,444,710	11,076,281
(c) Cash and Bank Balances	14	1,660,691	37,065,021
(d) Short-Term Loans and Advances	15	30,731,883	34,122,342
		<u>110,909,797</u>	<u>130,598,159</u>
TOTAL		<u>487,832,244</u>	<u>499,204,752</u>

Significant Accounting Policies
The accompanying notes are an intergral part of
the Financial Statements

AS PER OUR AUDIT REPORT OF EVEN DATE

For A.L.Thakkar & Co.

FRN: 120116W

Chartered Accountants

(Signature)

(Sanjiv Shah)

Partner

Membership No. : 42264

FOR AND ON BEHALF OF THE BOARD

(Signature)
(SANJAY S. SHAH)
DIRECTOR

(Signature)
(RITA S. SHAH)
DIRECTOR

Place : Ahmedabad

Date : 01st September, 2013



SAKAR HEALTHCARE PRIVATE LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2013

Particulars	Note	Year Ended	Year Ended
		31/03/2013	31/03/2012
		Amount (Rs.)	Amount (Rs.)
Revenue from Operations	16	219,070,901	161,915,755
Other Income	17	635,892	758,008
Total Revenue (I + II)		219,706,793	162,673,763
Expenses:			
Cost of Material Consumed	18	84,465,775	44,210,521
Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	19	137,990	93,971
Employee Benefit Expense	20	24,753,938	17,414,975
Finance Costs	21	38,426,782	37,753,370
Depreciation and Amortization Expense	10	19,766,475	18,565,320
Other Expenses	22	34,337,213	29,664,738
Total Expenses		201,888,173	147,702,895
Profit before Prior Period Items and Tax (III - IV)		17,818,620	14,970,868
Prior Period Items	23	375,652	119,998
Profit before Tax (V - VI)		17,442,968	14,850,870
Tax Expense:			
(1) Current Tax		3,675,000	3,591,000
(2) Deferred Tax		3,496,478	3,295,704
(3) Provision for tax of earlier years		-	-
Profit / (Loss) for the period (VIII - IX)		10,271,490	7,964,166
Earnings per equity share of face value of Rs. 10/-			
(1) Basic	24	-	-
(2) Diluted	24	-	-

Significant Accounting Policies

The accompanying notes are an integral part of the Financial Statements

AS PER OUR AUDIT REPORT OF EVEN DATE

For A.L.Thakkar & Co.

FRN: 120116W

Chartered Accountants

FOR AND ON BEHALF OF THE BOARD

S. V. Shah)

Partner

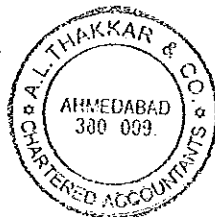
Membership No. : 42264

(SANJAY S. SHAH)
DIRECTOR

(RITA S. SHAH)
DIRECTOR

Place : Ahmedabad

Date : 01st September, 2013



SAKAR HEALTHCARE PRIVATE LIMITED

Notes forming part of the Financial Statements for the year ended on 31st March, 2013

(1) Significant Accounting Policies

The financial statements are prepared to comply with all material aspects with the accounting principles generally accepted in India and in consonance with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 to the extent applicable and the relevant provisions of the Companies Act, 1956.

i) Basis of Accounting

The Financial Statements are prepared under the historical cost convention on an accrual basis. All assets and liabilities have been classified as Current or Non-Current as per the criteria set out in the Revised Schedule VI to the Companies Act, 1956.

ii) Use of Estimates

The preparation of financial statements in conformity with the generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosures of contingent liabilities at the date of financial statement and the result of operation during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

iii) Revenue Recognition

Revenue is recognised when consideration can be reasonably measured and there exists reasonable certainty of its recovery.

a) Sales

Sales is inclusive of VAT and Central Sales Tax, wherever applicable and after making adjustments towards price variations, discounts etc.

Revenue is recognised on transfer of significant risks and rewards to the customer which normally occurs

In case of Domestic Sales - On dispatch of products to customers

In case of Export Sales - On Shipment / Air lift of products

b) Interest

Interest on investments is booked on a time proportion basis taking into account the amounts invested and the rate of interest.

iv) Tangible Fixed Assets

Fixed Assets are stated at cost of acquisition / construction less accumulated depreciation, amortization and impairment loss (if any). Cost comprises of purchase price, import duties and other non-refundable taxes or levies and any directly attributable cost to bring the assets ready for their intended use. Direct expenses, as well as pro rata identifiable indirect expenses on projects during the year of construction are capitalized. The fixed assets retired from active use are stated at the lower of cost or net realisable value.

v) Depreciation / Amortization

Depreciation on all tangible fixed assets is provided on Straight Line Method at the rates prescribed in Schedule- XIV of the Companies Act, 1956.

Assets costing up to Rs.5000/- are fully depreciated in the year in which they are ready for use.

Depreciation on sale of assets is provided till the date of sale.



AKAR HEALTHCARE PRIVATE LIMITED

Notes forming part of the Financial Statements for the year ended on 31st March, 2013

vi) Inventories

Raw materials are valued at lower of cost or net realizable value. The costs of these items of inventory comprises of cost of purchase and other incidental costs incurred to bring the inventories to their present location and condition. However, raw materials are written down below cost only when the finished product to which they belong are written down below cost and the replacement cost of that raw material is lower than cost.

Finished goods are valued at lower of cost or net realizable value. The cost of finished goods includes cost of conversion and other costs incurred to bring the inventories to their present location and condition. Cost of inventories is determined on "First in First out" basis.

Excise duty in respect of finished goods lying at the factory premises have been provided for and included in valuation of inventory where the excise duty is payable.

vii) Employee Benefits

a) Short term Employee Benefits

Short-term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss of the year in which the related service is rendered.

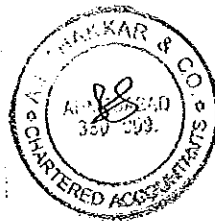
b) Post Employment Benefits

Defined Contribution Plan :- The Company's contribution paid / payable during the year to Provident Fund are considered as defined contribution plans. The Contribution paid / payable under these plans are recognized during the period in which the employee render services.

c) Defined Benefit Plan

Other long-term employee benefits are recognized as an expense in the Statement of Profit and Loss for the period in which the employee has rendered services. Estimated liability on account of long-term benefits is discounted to the current value, using the yield on government bonds, as on the date of balance sheet, at the discounting rate.

Actuarial gains and losses in respect of post employment and other long-term benefits are charged to the profit and loss account.



SAKAR HEALTHCARE PRIVATE LIMITED

Notes forming part of the Financial Statements for the year ended on 31st March, 2013

viii) **Borrowing Costs**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to Statement of Profit and loss.

ix) **Provision for tax**

Tax expenses for a year comprise of current tax and deferred tax.

Provision for current tax is determined based on assessable profits of the company as determined under the Income Tax Act, 1961.

Provision for deferred tax is determined based on the effect of timing difference between the assessable profits under the Income Tax Act and the profits as per the Statement of Profit and Loss is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date.

Deferred tax asset is recognized and carried forward only to the extent that there is a virtual certainty that the asset will be realised in future.

Provision for Wealth Tax is calculated at the rate specified under the Wealth Tax Act, 1957.

xi) **Provisions and Contingent Liabilities**

Provisions are recognized for when the Company has at present, legal or contractual obligation as a result of past events, only if it is probable that an outflow of resources embodying economic benefits will be required and if the amount involved can be measured reliably.

Contingent liabilities being a possible obligation as a result of past events, the existence of which will be confirmed only by the occurrence or non occurrence of one or more future events not wholly in the control of the Company are not recognized in the accounts. The nature of such liabilities and an estimate of its financial effect are disclosed in the Notes to Financial Statements.

Contingent assets are neither recognized nor disclosed in the financial statements.



SAKAR HEALTHCARE PRIVATE LIMITED

Notes forming part of the Financial Statements for the year ended on 31st March, 2013

(2) SHARE CAPITAL

Particulars	As at 31/03/2013 Amount (Rs.)	As at 31/03/2012 Amount (Rs.)
Authorised :		
80,00,000 Equity Shares of Rs. 10/- each	80,000,000	80,000,000
Issued, Subscribed & Paid up :		
80,00,000 Equity Shares of Rs. 10/- each fully paid up	80,000,000	80,000,000
Share Application Money Received	8,800,000	8,800,000
	<u>88,800,000</u>	<u>88,800,000</u>

The Company has only one class of shares referred to as equity shares having a par value of Rs. 10/-. Each holder of equity shares is entitled to one vote per share.

The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

The details of shareholder holding more than 5% shares as at March 31, 2013 is set out below :

Name of the shareholder	No. of shares	% held as at March 31, 2013	No. of shares * March 31, 2012	% held as at March 31, 2012
SANJAY S. SHAH	3387500	42.34%	3387500	42.34%
RITABEN S. SHAH	1872500	23.40%	1872500	23.40%
SURENDRA T. SHAH	1400000	17.50%	1400000	17.50%
SHEELABEN SHAH	700000	8.75%	700000	8.75%
AIRMEX (GUJ.) PVT. LTD.	400000	5.00%	400000	5.00%

The reconciliation of the number of shares outstanding as at March 31, 2013 is set out below:

Particulars	As at 31/03/2013	As at 31/03/2012
Number of shares at the beginning	8,000,000	8,000,000
Add: Shares issued during the year	<u>8,000,000</u>	<u>8,000,000</u>
Number of shares at the end		

(3) RESERVES AND SURPLUS

Particulars	As at 31/03/2013 (Amount Rs.)	As at 31/03/2012 (Amount (Rs.))
Securities Premium Reserve		
Balance at the beginning of the year	16,000,000	16,000,000
Add: Addition during the year	NIL	NIL
Balance at the end of the year	<u>16,000,000</u>	<u>16,000,000</u>
Surplus		
Balance at the beginning of the year	33,048,126	25,083,960
Add: Net profit after tax transferred from Statement of Profit and Loss	10,271,490	7,964,166
Amount available for appropriation	<u>43,319,616</u>	<u>33,048,126</u>
Appropriations:		
Balance at the end of the year	43,319,616	33,048,126
Total	<u>59,319,616</u>	<u>49,048,126</u>



SAKAR HEALTHCARE PRIVATE LIMITED

Notes forming part of the Financial Statements for the year ended on 31st March, 2013

(4) DEFERRED TAX LIABILITIES (NET)

Particulars	As at 31/03/2013 Amount (Rs.)	As at 31/03/2012 Amount (Rs.)
Deferred Tax Liability arising on account of timing difference for depreciation		
Difference in Net Block of Asset as per Books and as per Income Tax Act, 1961	62,437,127	51,660,496
Total	62,437,127	51,660,496
Net	62,437,127	51,660,496
Deferred Tax Liability @ 32.445 %	20,257,726	16,761,248

(5) LONG TERM BORROWING

Particulars	As at 31/03/2013 Amount (Rs.)	As at 31/03/2012 Amount (Rs.)
SECURED		
Term Loan From Schedule bank	172,118,066	181,858,060
(A)	172,118,066	181,858,060

Name of the Lenders	Instruments	Rate Of Interest	Frequency
STATE BANK OF INDIA (TERM LOAN)	PLANT & MACHINERY, LAND	15.00%	Monthly

UNSECURED

Loan from Members	19,807,186	27,987,357
Cholamandal DBS Finance	26,238,298	27,582,012
(B)	46,045,484	55,569,369

Name of the Lenders	Instruments	Rate Of Interest	Frequency
CHOI.AMANDALAM DBS FINANCE	Nil.	12.00%	Monthly

(A+B)

218,163,550

237,427,429

(6) SHORT-TERM BORROWINGS

Particulars	As at 31/03/2013	As at 31/03/2012
SECURED		
Working Capital Loan From Bank	71,983,373	90,025,964
	71,983,373	90,025,964

Name of the Lenders	Instruments	Rate Of Interest
STATE BANK OF INDIA (WORKING CAPITAL LOAN)	R.M., P.M., STORES & SPARES, WIP, FG, & BOOK DEBTS	15.00%

(7) TRADE PAYABLES

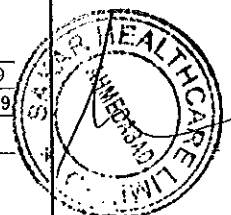
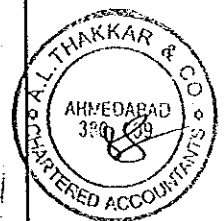
Particulars	As at 31/03/2013	As at 31/03/2012
Trade Payables and Advances	25,240,283	14,290,920
	25,240,283	14,290,920

(8) OTHER CURRENT LIABILITIES

Particulars	As at 31/03/2013	As at 31/03/2012
For other liabilities	2,746,655	1,070,319
	2,746,655	1,070,319

(9) SHORT-TERM PROVISIONS

Particulars	As at 31/03/2013	As at 31/03/2012
Provision for		
Gratuity	668,222	434,131
Income Tax (Net of Advance Tax)	652,819	134,615
	1,321,041	568,746



SR NO.	DESCRIPTION of ASSETS :	GROSS BLOCK				DEPRECIATION				NET BLOCK		
		Balance as on 1.4.12	Before Six Month Year	Addition After Six Month	Deduction During the year	Balance as on 31.03.2013	up to 31.03.2012	Provided During the year 31.03.2013	Deduction During the year	Up To 31.03.2013	As At 31.03.2013	As at 31.03.2012
	Tangible Assets											
1	Air Conditioner	1,392,546	63,480	120,154	-	1,576,180	242,950	72,015	-	314,965	1,261,215	1,149,596
2	Boiler	1,903,110	-	-	-	1,903,110	407,230	90,398	-	497,628	1,405,482	1,495,880
3	Computer	2,132,548	109,200	225,300	-	2,467,048	852,355	111,834	-	964,189	1,502,859	1,280,193
4	D.G.Set	3,963,649	-	-	-	3,963,649	741,687	188,273	-	929,960	3,033,689	3,221,962
5	Cycle	2,132	-	-	-	2,132	2,132	-	-	2,132	-	-
6	Electric installation	23,999,009	509,981	786,332	-	25,295,322	3,878,990	1,182,852	-	5,061,842	20,233,480	20,120,019
7	Factory Building	86,020,466	3,189,668	10,266,421	-	99,476,555	9,552,858	3,151,068	-	12,703,926	86,772,629	76,467,608
8	Factory Land	5,548,390	-	-	-	5,548,390	1,406,569	377,015	-	1,783,584	5,548,390	5,548,390
9	Furniture	5,637,660	35,200	566,285	-	6,239,145	644,229	236,646	-	880,875	4,455,561	4,231,091
10	Other Equipment	4,344,974	545,651	182,783	-	5,073,408	22,048	4,508	-	26,556	4,192,533	3,700,745
11	Telephone Instruments	60,419	10,700	200	-	71,319	22,048	4,508	-	26,556	44,763	38,371
12	Laboratory Instruments	8,233,354	73,440	351,566	-	8,658,360	1,631,255	402,922	-	2,034,177	6,624,183	6,602,099
13	Plant & Machinery	279,916,103	4,956,256	5,304,822	-	290,177,181	40,620,965	13,657,427	-	54,278,392	235,998,789	239,295,138
14	Scale	163,608	-	-	-	163,608	34,659	7,771	-	42,430	121,178	128,949
15	Vehicle	2,548,749	-	784,889	-	3,333,638	123,767	279,413	-	403,180	2,930,458	2,424,982
16	Trolley	91,200	-	-	-	91,200	15,350	4,332	-	19,682	71,518	75,850
	Total	425,957,917	9,493,576	18,588,752	-	454,040,245	60,177,044	19,766,475	-	79,943,519	374,096,726	365,780,873
	Previous year	406,550,194	5,446,033	13,961,690	-	425,957,917	41,611,725	18,565,320	-	60,177,045	365,780,872	364,938,469



SAKAR HEALTHCARE PRIVATE LIMITED

Notes forming part of the Financial Statements for the year ended on 31st March, 2013

(11) LONG-TERM LOANS AND ADVANCES

Particulars	As at 31/03/2013	As at 31/03/2012
Unsecured, considered good		
Deposit (Gujarat Electric Board)	2,810,721	2,810,721
Deposit (Gas)	15,000	15,000
	<u>2,825,721</u>	<u>2,825,721</u>

(12) INVENTORIES

Particulars	As at 31/03/2013	As at 31/03/2012
(As taken, Valued & Certified by the Management)		
Raw - Material / Packing Material	5,217,376	554,442
Consumable	59,791,457	47,578,403
Finished Goods	63,680	201,670
	<u>65,072,513</u>	<u>48,334,515</u>

(13) TRADE RECEIVABLES

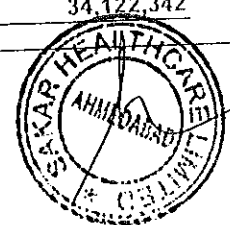
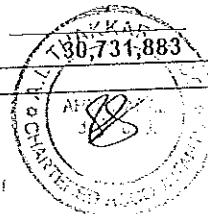
Particulars	As at 31/03/2013	As at 31/03/2012
Debtors outstanding for more than six months		
Unsecured Considered good		
Other Debts	13,444,710	11,076,281
Unsecured Considered good	<u>13,444,710</u>	<u>11,076,281</u>

(14) CASH & BANK BALANCES

Particulars	As at 31/03/2013	As at 31/03/2012
CASH AND CASH EQUIVALENTS		
Cash on Hand	99,425	37,343
Cash on Hand		
Balances with Banks		
In Current Accounts	1,561,266	14,027,678
In Deposit Accounts	<u>1,660,691</u>	<u>23,000,000</u>
		<u>37,065,021</u>

(15) SHORT-TERM LOANS AND ADVANCES

Particulars	As at 31/03/2013	As at 31/03/2012
(Unsecured Considered Good)		
Excise Modvate A/c	25516437	29299031
Excise PLA A/c	56883	56883
Advances Recoverable in cash or kind	484800	428850
Advance Payment For Capital Goods	275000	595000
VAT Credit	3770853	3296995
Prepaid Expenses	627910	445583
	<u>30,731,883</u>	<u>34,122,342</u>



SAKAR HEALTHCARE PRIVATE LIMITED

Notes forming part of the Financial Statements for the year ended on 31st March, 2013

(16) REVENUE FROM OPERATIONS

Particulars	Year Ended 31/03/2013	Year Ended 31/03/2012
Sales	219,070,901	161,915,755
	<u>219,070,901</u>	<u>161,915,755</u>

(17) OTHER INCOME

Particulars	Year Ended 31/03/2013	Year Ended 31/03/2012
Interest Income	635,892	513,299
	<u>635,892</u>	<u>513,299</u>

(18) COST OF MATERIAL CONSUMED

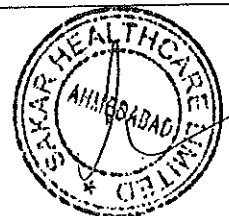
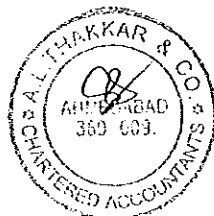
Particulars	Year Ended 31/03/2013	Year Ended 31/03/2012
Opening Stock of Raw & Packing Material	54,442	5,387,341
Add: Purchases	89,128,709	39,377,622
Less: Closing Stock of Raw & Packing Material	5,217,376	554,442
	<u>84,465,775</u>	<u>44,210,521</u>

(19) CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESSES AND STOCK-IN-TRADE

Particulars	Year Ended 31/03/2013	Year Ended 31/03/2012
Opening Stock of Finished Goods	201,670	295,641
Less: Closing Stock of Finished Goods	63,680	201,670
	<u>137,990</u>	<u>93,971</u>

(20) EMPLOYEE BENEFIT EXPENSES

Particulars	Year Ended 31/03/2013	Year Ended 31/03/2012
Salary and bonus	23,190,049	16,169,628
Director's remuneration	720,000	672,000
Contribution to Provident and other funds	160,855	148,308
E.S.I.Exp.	145,426	142,945
Gratuity	234,091	184,538
Staff welfare expenses	303,517	97,556
	<u>24,753,938</u>	<u>17,414,975</u>



SAKAR HEALTHCARE PRIVATE LIMITED

Notes forming part of the Financial Statements for the year ended on 31st March, 2013

(21) FINANCE COSTS

Particulars	Year Ended 31/03/2013	Year Ended 31/03/2012
Bank Charges	217,357	75,213
Bank Interest	38,209,425	37,678,157
	<u>38,426,782</u>	<u>37,753,370</u>

(22) OTHER EXPENSES

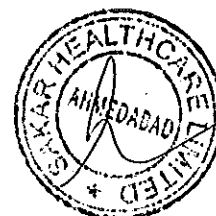
Particulars	Year Ended 31/03/2013	Year Ended 31/03/2012
Advertisement Exp.	118,711 OK	10,000
Audit Fees	56,180	56,180
Business Development Exp.	98,950 OK	86,291
Commission Exp.	99,500 OK	120,000
Courier & Postage Exp.	438,683	265,055
Electrical Exp.	331,154 OK	316,955
Excise	2,000	40,538
Export Exp	427,329	741
Factory / General Exp.	1,254,823	748,232
Food & Refreshment Exp.	1,030,817	393,508
Freight Exp.	278,738	268,801
Hygenic Maintanance Exp.	498,069	173,123
Income Tax W/T	1,000	2,208,908
Insurance Exp.	457,214	611,182
ISO Certificate Charges	18,539	78,313
Legal Exp.		34,000
Licence Charges	7,022	143,545
Loading & Unloading Charges	5,059	17,469
Membership Fees Exp.	16,180	12,000
Packing Exp.	329,095	334,853
Power & Fuel Exp.	20,905,459	17,184,430
Professional Fees Exp.	274,531	154,280
Professional Tax Exp.	2,400 OK	2,400
Repairs & Maintanance Machinery	500,070	-
Other	877,262	1,252,929
Registration Charges	1,377,332	18,502
Rent Exp.	111,236	174,600
Security Expenses	-	612,119
Service Tax Exp.	8,009	5,825
Stationery Exp.	432,758	438,833
Stores & Spares / Consumable Expenses	2,150,993	1,631,654
TDS Interest Exp.	5,485	3,301
Telephone / Mobile / Internet Exp.	392,404 OK	255,299
Testing & Analysis / Laboratory Exp.	1,786,888	1,099,612
Travelling & Conveyance Exp.	1,009,353 OK	455,536
Vatav & Kasar A/c	37,581	(244,709)
Vehicle Exp.	443,721	455,724
	<u>34,337,213</u>	<u>29,420,029</u>

(23) PRIOR PERIOD ITEMS

Particulars	Year Ended 31/03/2013	Year Ended 31/03/2012
Prior Period Exp.	375,652	119,998
	<u>375,652</u>	<u>119,998</u>

(24) EARNINGS PER SHARE

Particulars	Year Ended 31/03/2013	Year Ended 31/03/2012
Face value of Equity Shares (Rs.)	10	10
Net Profit available for Equity Shareholders	10,271,490	7,964,166
No. of Equity Shares	8,000,000	8,000,000
Basic and Diluted EPS (Rs.)	1.284	0.996



Sakar Healthcare Pvt. Ltd.

Schedules forming part of accounts for the year ended on March 31st 2013

Schedule – 1

Significant Accounting Policies & Notes on Accounts:

1) Significant Accounting Policies:

1) Historical Cost Basis:

The financial statements are prepared under the historical cost convention on accrual basis and ongoing concern basis and in accordance with the generally accepted accounting principles, accounting standards issued by the Institute of Chartered Accountants of India, as applicable and relevant presentation requirements of the Companies Act, 1956.

2) Use of Estimates:

The preparation of financial statements requires the management of the company to make estimates and assumptions that affect the balances of assets and liabilities and disclosures relating to the contingent liability as at the date of the financial statements and reported amounts of income and expenses like provision for doubtful debts, allowances for slow or non moving inventories, useful lives of fixed assets, provision for taxation and provision of employee benefits, etc., during the period. Management believes the estimates used in the preparation of the financial statements are prudent and reasonable. Future results may vary from these estimates.

3) Revenue Recognition:

All Known expenditure and income to the extent payable or receivable respectively and quantifiable till the date of finalization of accounts are accounted on accrual basis.

4) Fixed Assets and Depreciation:

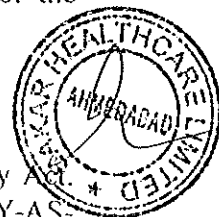
- i) Fixed Assets are carried at cost of acquisition or construction including incidental expenses related to acquisition and installation on concerned assets, less accumulated depreciation and amortization.
- ii) Depreciation has been provided on written down value method in accordance with the provision of Section 205 (2) (b) of the Companies Act, 1956 on prorata basis with reference to the date of acquisition/installation.

5) Valuation of Investment

Long term investments are stated at cost. Provision for dimulation in the value of long term investment is made only if such decline is other than temporary in the opinion of the management.

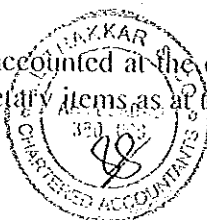
6) Employees Benefits:

No Provision for retirement benefits for employees has been made since the Gratuity & Provident Fund Act not applicable to the company. And the company has adopted PAY-AS-YOU- GO method for the Payment of other retirement benefits if any payable to the employees.



7) Foreign currency transaction:

Foreign Currency Transaction are accounted at the exchange rates ruling on the date of the transactions. Foreign currency monetary items as at the Balance Sheet date are restated at the



closing exchange rates. Exchange differences arising on actual payments / realizations and year -- end restatements are dealt with in the profit and loss account.

8) Provisions, Contingent Liabilities and Contingent Assets:

- i) Provisions are recognized for liabilities that can be measured only by using a substantial degree of estimation, if
 - a) the Company has a present obligation as a result of a past event.
 - b) a probable outflow of resources is expected to settle the obligation and
 - c) the amount of obligation can be reliably estimated
- ii) Contingent liability is stated in the case of:
 - a) a present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle the obligation.
 - b) A possible obligation, unless the probability of outflow of resources is remote.
- iii) Contingent Assets are not recognized in the financial statements since this may result in the recognition of income that may never be realized.
- iv) Provisions, Contingent Liabilities and Contingent Assets are reviewed at each Balance Sheet date in accordance with the Accounting Standard AS-29 on "Provisions, Contingent Liabilities and Contingent Assets" issued by the Institute of Chartered Accountants of India.

9) Accounting for Taxes of Income :

i) Current Tax

Provision for current income tax is made in accordance with provision of Income Tax Act 1961.

ii) Deferred tax

Provision for deferred tax is calculated at the current rate of Income Tax rates enacted or substantially enacted as at the balance sheet date and is recognized on timing difference, being the difference between taxable income and accounting income that origin in one period and are capable of reversal in one or more subsequent period.

Deferred tax asset, subject to the consideration of prudence is recognized and carried forward only to the extent that there is reasonable certainty that sufficient future income will be available against which such deferred tax asset can be set off.

10) Valuation of Inventories

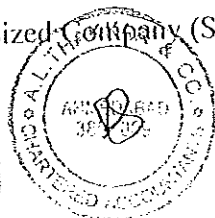
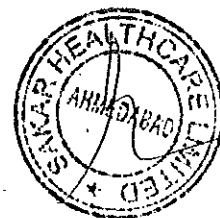
- 1) Raw Materials – At Cost
- 2) Finished Goods – At Cost or net realizable value whichever is less.
- 3) Work in process – At Estimated Cost

11) General:

Accounting policies not specifically referred to are consistent with generally accepted accounting practice

II) Notes on Accounts :

- I) The Company is a Small and Medium Sized Company (SMC) as defined in the General



Instructions in respect of Accounting Standards notified under the Companies Act, 1956. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company.

- 2) Paisa is rounded up to the nearest rupee.
- 3) Previous year's figures have been regrouped, reclassified, restated or recasted wherever necessary to make them comparable with current year's figure or for proper presentation.
- 4) In the opinion of the management, the current assets, loans and advances are approximately of the value stated in the Balance Sheet if realized in the ordinary course of business.
- 5) Balance of Sundry creditors, debtors, loans and advances are subject to confirmation.
- 6) Auditors Remuneration:

Particulars	(Amount in Rs.)	
	2012-13	2011-12
As Tax Audit Fees	56180	56180
As others	--	--
Total	56180	56180

- 7) Expenditure incurred on employees who are in receipt of remuneration on the aggregate of not less than Rs. 24,00,000/- per annum if employed throughout the year and of Rs. 2,00,000/- per month if employed for part of the year.

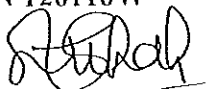
Particulars	2012-13	2011-12
No. of Employees	Nil	Nil
Amount Paid	Nil	Nil

- 8) Director's Remuneration:

Particulars	(Amount in Rs.)	
	2012-13	2011-12
Sanjay S. Shah	720000	672000
Ritaben S Shah	420000	446000
Aarsh S Shah	444000	0

- 9) The audit has been carried out on the basis of the fresh computerized output reconciled.
- 10) We are unable to categories the dues to small scale Industries (SSI) separately due to lack of information regard to the status of the creditors for goods outstanding as on the balance sheet date.
- 11) We have verified the voucher and documentary evidences wherever made available; where no documentary evidence was available we relied on authentication given by management.

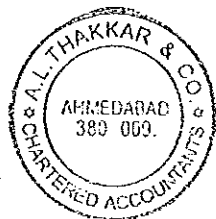
As per our report of even date,
For A.L. Thakkar & Co.
Chartered Accountants
FRN 120116W



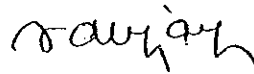
[Sanjiv V. Shah]
Partner

Place: Ahmedabad

Date : 01.09.2013



For and on behalf of Board of Directors



Director



Director

