



ADDS LIFE TO LIFE

**ALBERT
DAVID**

Albert David Limited
Annual Report 2010 - 2011

In pursuit of excellence



Giving birth to new initiatives, Albert David Ltd is aiming to build an illustrious future for all stake holders. The saga of providing high quality affordable medicines continues to leave an impression that symbolizes excellence and care for mankind.

DIRECTORS : Sri A. K. Kothari *Chairman & Managing Director*
Sri D. D. Binani
Sri P. L. Agarwal
Sri H. Kampani
Sri R. Singhi
Sri A. V. Iyengar
Sri K. P. Mundhra *Executive Director*

MANAGEMENT TEAM : Sri H. P. Kabra
President (Commercial)
Sri S. C. Shah
Vice President (Finance) & C.F.O.
Dr. M. K. Maheshwari
Vice President (Personnel & Legal Affairs)
Dr. D. P. Ghosh
Corporate Head - Technical & Scientific Development
Sri Manish Sharma
General Manager (Marketing)
Sri P. K. Jain
Vice President (Works), Kolkata
Dr. G. P. Srivastava
Vice President (Technical), Kolkata
Sri M. K. Rathi
*Vice President (Works cum Factory Manager),
Ghaziabad*
Sri D. Chitlangia
General Manager (Commercial), Ghaziabad
Sri V. K. Chaudhary
General Manager (Technical), Mandideep

COMPANY SECRETARY : Dr. Indrajit Dhar

AUDITORS : G. Basu & Co.
Chartered Accountants

BANKER : State Bank of India

REGISTERED OFFICE : 15, Chittaranjan Avenue,
Kolkata - 700 072

WORKS : 5/11, D. Gupta Lane
Kolkata - 700 050
B-12/13, Meerut Road
Industrial Area
Ghaziabad - 201 003 (U.P.)
Plot No. 207
New Industrial Area No. 2
Mandideep - 462 046
Dist. Raisen (M.P.)

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notice

TO THE MEMBERS

NOTICE is hereby given that the SEVENTY-SECOND Annual General Meeting of the Shareholders of the Company will be held at **BENGAL CHAMBER OF COMMERCE & INDUSTRY**, 6, Netaji Subhas Road, Kolkata-700001 on **Friday, the 5th August, 2011 at 11.30 A.M.** to transact the following business :

AS ORDINARY BUSINESS

1. To consider and adopt the Balance Sheet as at 31st March, 2011 and the Profit & Loss Account for the year ended on that date and the Report of the Directors and the Auditors thereon.
2. To declare dividend.
3. To appoint Directors in place of Mr. P L Agarwal and Mr. A V Iyengar who retire by rotation and being eligible, offer themselves for re-appointment.
4. To appoint Auditors and fix their remuneration.

AS SPECIAL BUSINESS

To consider and if thought fit, to pass with or without modification(s), the following resolutions as Special Resolution :

5. **RESOLVED** that pursuant to the provisions of Section 198, 269, 309 and 310 and other applicable provisions, if any, of the Companies Act, 1956 and within the overall limits laid down in Schedule-XIII of the Companies Act, 1956, the company hereby approves and accords its consent to increase the remuneration payable to Mr. K P Mundhra, Executive Director of the company for the residual period of his present term i.e. From 1st April, 2011 to 31st March, 2012 in the manner and to the extent set out in the Explanatory Statement annexed to this Notice.

FURTHER RESOLVED that notwithstanding the above, in the event of any loss or inadequacy of profit in the financial year of the company during the tenure of Mr. K P Mundhra Executive Director, the remuneration payable to him shall be in accordance with the limits prescribed in Section-II, Part-II of Schedule-XIII of the Companies Act, 1956 as amended from time to time subject to the compliance of provisions thereof.

RESOLVED FURTHER that the Board be and is hereby authorised to do all such acts, deeds and things as may be deemed necessary to give effect to the above resolutions.

To consider and if thought fit, to pass with or without modification(s), the following resolutions as Special Resolution :

6. **RESOLVED** that pursuant to the provisions of section 198, 269, 309 and 310 read with Schedule-XIII and other applicable provisions, if any, of the Companies Act, 1956 and subject to such other approvals as may be necessary, the Company hereby approves and accords its consent for the re-appointment of Mr. A K Kothari, as Chairman & Managing Director of the company, not liable to retire by rotation for a period of one year with effect from 1st July, 2011 to 30th June, 2012 on the terms and conditions including remuneration, perquisites and benefits as set out in the Explanatory Statement annexed to this notice.

FURTHER RESOLVED that notwithstanding the above, in the event of any loss or inadequacy of profit in any financial year of the company during the tenure of Mr. A K Kothari, Chairman & Managing Director, the remuneration payable to him shall be in accordance with the limits prescribed in Section-II, Part-II of Schedule-XIII of the Companies Act, 1956 as amended from time to time subject to the compliance of provisions thereof.

RESOLVED FURTHER that the Board be and is hereby authorised to do all such acts, deeds and things as may be deemed necessary to give effect to the above resolutions.

By Order of the Board
For ALBERT DAVID LIMITED

Registered Office :
15, Chittaranjan Avenue
Kolkata - 700 072
Dated : 30th May, 2011

(INDRAJIT DHAR)
Company Secretary

NOTES :

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company. Proxies in order to be effective must be received by the Company not less than 48 hours before the meeting.
2. The Register of Beneficial Owners, Register of Members and Share Transfer Books of the Company shall remain closed from Tuesday, the 2nd August, 2011 to Friday, the 5th August, 2011 , both days inclusive.
3. The dividend as recommended by the Board of Directors, if approved at the meeting, will be made payable on or after 9th August, 2011 to those Members whose names appear on the Register of Members of the Company on 5th August, 2011 or to their mandates, to the extent eligible and also to beneficial owners of equity shares held in the electronic form on the same date as per details furnished by the Depositories for this purpose.
4. Members holding shares in physical form are requested to notify immediately changes, if any, in their registered address and bank particulars, to Company's Registrar & Share Transfer Agent, at the below-mentioned address quoting their Folio Numbers :-

M/s. Maheshwari Datamatics Pvt. Ltd.
6, Mangoe Lane, 2nd Floor, Kolkata - 700 001
Tel. No. # (033) 2243-5809/2243-5029
Fax No. # (033) 2248-4787
E-Mail Id # mdpl@cal.vsnl.net.in

In case shares are held in electronic form, these information should be passed on directly to their respective Depository Participant (DP).

5. Pursuant to Section 205A and 205C of the Companies Act, 1956, all unclaimed dividends upto the year ended 31st March, 2003 have been transferred to the account of appropriate authority of the Central Government.
Unclaimed dividend for the year ended 31st March, 2004 shall be transferred to the account of Central Government during the year. Members who have not yet encashed their dividend warrant(s) for the financial year ended 31st March, 2004, 31st March, 2005, 31st March, 2006, 31st March, 2007, 31st March 2008, 31st March, 2009 and 31st March, 2010 are requested to make their claims to the Company.
6. Members seeking any information or clarifications on the Annual Report are requested to send in written queries to the company at least one week before the date of the meeting. This would enable the Company to compile the information and provide replies at the meeting.

Important Communication to Members

The Ministry of Corporate Affairs has taken "Green Initiatives" by allowing paperless compliance of serving documents through electronic mode (e-mail) including annual report. Members are requested to send back registration slip kept with the Annual Report for registration of their e-mail id as mentioned in our letter.

**EXPLANATORY STATEMENT PURSUANT TO
SECTION 173 OF THE COMPANIES ACT, 1956****Item No. 5**

Mr. K P Mundhra was re-appointed as Wholetime Director designated as Executive Director of the Company for a period of two years with effect from 1st April, 2010 to 31st March, 2012 which was approved by the Shareholders in the meeting held on 3rd July, 2010. Mr. Mundhra's remuneration was fixed for the first year i.e., from 1.4.2010 to 31.3.2011 only.

In view of excellent contribution made by Mr. Mundhra towards the growth of the company, the Board of Directors, at its meeting held on 30th May, 2011, as per the recommendation of the Remuneration Committee, have considered revising remuneration of Mr. K P Mundhra, Executive Director of the company from 1st April, 2011 to 31st March, 2012, subject to the approval of shareholders of the company. The revised remuneration of Mr. K P Mundhra is set out in a Supplemental Agreement being executed by the company and Mr. K P Mundhra. The terms of remuneration of Mr. K P Mundhra as Executive Director are in accordance with Schedule XIII of the Companies Act, 1956.

An abstract of remuneration payable to Mr. K P Mundhra from 1.4.2011 to 31.3.2012 as Executive Director of the Company under the Supplemental Agreement is given below :-

REMUNERATION :

- i) Salary : Rs. 3,70,000/- (Rupees Three Lacs Seventy Thousand only) per month for the period from 1st April, 2011 to 31st March, 2012.
- ii) Perquisites : Apart from salary Mr. K P Mundhra will also be entitled to the perquisites classified into the following three parts viz. Part A, B and C.

PART-A

- i) Housing - The company shall provide rent-free furnished accommodation. In case no accommodation is provided by the company, the Executive Director shall be entitled to House Rent Allowance limited to 8% of his salary.
- ii) Medical Reimbursement and Leave Travel Concession : The Executive Director shall be reimbursed to the extent of 10% of the salary towards expenses incurred for self and family for Medical Expenses and Leave Travel Assistance as per the Rules of the company.
- iii) Fee of Clubs : Upto a maximum of two clubs. This will not include any admission or life membership fees.
- iv) Personal Accident Insurance/Life Insurance : Premium not exceeding Rs.15,000/- per annum.
- v) Ex-Gratia/Bonus : In accordance with the Rules of the Company.

PART-B

- i) Company's contribution to Provident Fund as per the Rules of the Company.
- ii) Gratuity on retirement at the rate of half month's salary for each completed year of service subject to the ceiling as provided in law.
- iii) Leave with full pay : Encashment of leave will be permitted as per the Rule of the Company.

PART-C

- i) Expenses relating to use of Car for Company's business. Any use of car for private purpose will be valued as per Income Tax Rules, 1962.
- ii) Free telephone facility at residence.

In the event of absence or inadequacy of profits during the period of service, the Executive Director shall be entitled to the salary and perquisites within overall limits prescribed under Part-II of Section-II of Schedule-XIII of the Companies Act, 1956.

A copy of the Supplemental Agreement will be available for inspection by the Members at the Registered Office of the Company on any working day prior to the date of the meeting between 11.00 a.m. and 1.00 p.m. and will also be available at the meeting.

None of the Directors other than Mr. K P Mundhra is concerned or interested in the aforesaid revision in remuneration.

Considering the valuable contribution of Mr. K P Mundhra in the growth of the company, the Board recommends passing of the above resolution as a special resolution.

Item No. 6

Mr. A K Kothari was appointed as Chairman & Managing Director of the Company for a period of three years with effect from 1st July, 2008 to 30th June, 2011 which was approved by the Shareholders in the meeting held on 31st July, 2008.

In view of excellent contribution made by Mr. Kothari towards the growth of the company, the Board of Directors, at its meeting held on 30th May, 2011 have re-appointed him as Chairman & Managing Director for a period of one year with effect from 1st July, 2011 to 30th June, 2012 subject to the approval of shareholders of the company, on the remuneration as recommended by the Remuneration Committee and on the terms and conditions as per Agreement being executed by the company and Mr. A K Kothari. The terms of remuneration of Mr. A K Kothari are in accordance with Schedule XIII of the Companies Act, 1956.

An abstract of the terms of re-appointment and remuneration payable to him as Chairman & Managing Director of the Company under the Agreement is given below :-

REMUNERATION :

- i) Salary : Rs. 3,75,000/- (Rupees Three Lacs Seventy five thousand only) per month for the period from 1st July, 2011 to 30th June, 2012.

- ii) Perquisites : Apart from salary Mr. A K Kothari will also be entitled to the perquisites classified into the following three parts viz. Part A, B and C.

PART-A

- i) Housing - The company shall provide rent-free furnished accommodation. In case no accommodation is provided by the company, the Chairman & Managing Director shall be entitled to House Rent Allowance limited to 8% of his salary.
- ii) Medical Reimbursement and Leave Travel Concession : The Chairman & Managing Director shall be reimbursed to the extent of 10% of the salary towards expenses incurred for self and family for Medical Expenses and Leave Travel Assistance as per the Rules of the company.
- iii) Fee of Clubs : Upto a maximum of two clubs. This will not include any admission or life membership fees.
- iv) Personal Accident Insurance/Life Insurance : Premium not exceeding Rs.15,000/- per annum.
- v) Ex-Gratia/Bonus : In accordance with the Rules of the Company.

PART-B

- i) Company's contribution to Provident Fund as per the Rules of the Company.
- ii) Gratuity on retirement at the rate of half month's salary for each completed year of service subject to the ceiling as provided in law.
- iii) Leave with full pay : Encashment of leave will be permitted as per the Rule of the Company.

PART-C

- i) Use of Car for Company's business. Any use of car for private purpose will be valued as per Income Tax Rules, 1962.
- ii) Free telephone facility at residence.

In the event of absence or inadequacy of profits during the period of service, the Chairman & Managing Director shall be entitled to the salary and perquisites within overall limits prescribed under Part-II of Section-II of Schedule-XIII of the Companies Act, 1956.

The Chairman & Managing Director, so long as he functions as such, shall not be paid any sitting fees for attending meetings of the Board of Directors or Committee thereof.

The agreement will set out the mutual rights and obligations of the Company and the Chairman & Managing Director and details of powers and duties of the later and can be terminated by either party by giving three month's notice in writing to the other.

A copy of the Agreement will be available for inspection by the Members at the Registered Office of the Company on any working day prior to the date of the meeting between 11.00 a.m. and 1.00 p.m. and will also be available at the meeting.

Other than Mr. A K Kothari and Mr. D D Binani, none of the Directors is concerned or interested in the aforesaid reappointment and remuneration.

Considering the valuable contribution of Mr. A K Kothari in the growth of the company, the Board recommends passing of the above resolution as a special resolution.

Registered Office :
15, Chittaranjan Avenue
Kolkata - 700 072
Dated : 30th May, 2011

By Order of the Board
For ALBERT DAVID LIMITED

(INDRAJIT DHAR)
Company Secretary

NOTICE (Contd.)

Details of the Directors seeking appointment/re-appointment in forthcoming Annual General Meeting (In pursuance to Clause 49 of the Listing Agreement)

Name of Director	Date of Birth	Date of Appointment	Expertise in specific Functional areas	Qualification	List of other Companies in which Directorships held as on 31 st March 2011 *	Chairman / Member of the Committee of the Board of other Companies on which he is a Director as on 31 st March 2011
Shri A K Kothari	10-07-1953	20-06-1988	Rich experience in the field of pharmaceuticals, chemicals, tea, textiles, machine tools etc.	B. Com	Bhaktiwaisal Investments Ltd. Claro India Ltd. Gillanders Arbutnot & Co. Ltd. Kothari Phytochemicals & Industries Ltd. Vishnuhari Investments & Properties Ltd. Bharat Fritz Werner Ltd. Indian Glass & Electricals Ltd. Arvind Engineering Works Ltd.	Gillanders Arbutnot & Co. Ltd. (Member-Audit Committee & Quarterly Results Approval Committee) Kothari Phytochemicals & Industries Ltd. (Member - Audit Committee)
Shri P L Agarwal	02-04-1942	15-09-1984	Senior Partner of a reputed Firm of Solicitors & Advocates with vast experience in legal and allied matters.	B.Com., LLB, Attorney-at-Law	Agre Developers Ltd. Dhunsari Investments Ltd. Dharampal Premchand Ltd. DIC India Ltd. Karamchand Thapar & Bros. (Coal Sales) Ltd. Rossell Tea Ltd. The Oodlabari Co. Ltd. Hilland Projects Ltd.	Agre Developers Ltd. (Chairman - Audit Committee) (Member - Shareholders'/Investors' Grievances Committee) Dhunsari Investments Ltd. (Member - Shareholders'/Investors' Grievances Committee) DIC India Ltd. (Chairman - Shareholders'/Investors' Grievances Committee) Rossell Tea Ltd. (Member - Remuneration Committee) The Oodlabari Company Ltd. (Member - Remuneration Committee)
Shri A V Iyengar	10-08-1938	31-10-2002	Overall rich managerial and administrative experiences especially in pharmaceutical industry. Retired as Managing Director of Organon (India) Ltd.	Chartered Accountant, Chartered Secretary (London), Company Secretary (India)	Tega Industries Ltd. Besco Limited, Jardine Henderson Ltd. Maple Orgtech (India) Ltd. Marudhar Food & Credit Ltd. MMAqua Technologies Ltd. VCK Capital Markets Ltd.	Tega Industries Ltd. (Member - Audit Committee)

Note : None of the above Directors are holding shares of the company except Mr. AK Kothari who is holding 93000 equity shares of the company.
* Excluding Private Limited Companies and Companies registered under Section 25 of the Companies Act, 1956.

Registered Office :
15, Chittaranjan Avenue
Kolkata - 700 072
Dated : 30th May, 2011

By Order of the Board
For ALBERT DAVID LIMITED
(INDRAJIT DHAR)
Company Secretary

directors' report

TO THE SHAREHOLDERS

Ladies & Gentlemen,

Your Directors have pleasure in presenting their report on the working of the Company alongwith the Audited Accounts for the year ended 31st March, 2011

FINANCIAL RESULTS :

	Rs. (in Lacs)	Year ended 31-03-2011 Rs. (in Lacs)	Rs. (in Lacs)	Year ended 31-03-2010 Rs. (in Lacs)
Gross Profit for the year		2637.12		2476.43
Less : Depreciation		<u>996.41</u>		<u>904.83</u>
Profit before tax		1640.71		1571.60
Less : Provision for Taxation				
Current	649.50		545.00	
Deferred	<u>(93.37)</u>	<u>556.13</u>	<u>(0.80)</u>	<u>545.80</u>
Net Profit		1084.58		1027.40
Add : Balance brought forward from previous year		450.02		422.09
Less : Proposed Dividend	256.82		256.82	
Corporate Dividend Tax	41.66		42.65	
Transfer to General Reserve	<u>700.00</u>	<u>998.48</u>	<u>700.00</u>	<u>999.47</u>
Balance Carried Forward		536.12		450.02

WORKING RESULTS :

During the year under review, your Company achieved net Sales of Rs. 21849.48 Lacs and recorded a Gross Profit of Rs.2637.12 Lacs compared to previous year's net Sales of Rs.20295.79 Lacs and Gross Profit of Rs.2476.43 Lacs registering a growth of 7.66% and 6.49% respectively over the last year.

As reported in the last year, your company has successfully launched uterine tonic-Siocare and Laxative combination-Evict Fibre and has also expanded its Anti-inflammatory & Analgesic range with launch of Anaflam XP.

During the current financial year, your company plans to launch L-Arginine Sachets, Ursodeoxycholic Acid & Silymarin combination, Calcium preparation and a number of other new products.

The financial results for the year would have been much better but for prohibition on manufacture and sale of Company's flagship product 'Placentrex' imposed by the Govt. Authorities w.e.f. 10th February, 2011 resulting in loss of sales and profit during the period from 10th February, 2011 to 31st March, 2011. Your company has filed a writ petition against this prohibition with Hon'ble High Court of New Delhi and the final verdict is awaited.

Your Directors are hopeful of further growth in sales and better financial performance during the current year.

DIVIDEND :

Your Directors have recommended payment of dividend of Rs. 4.50 per equity share of Rs. 10/- each for the financial year ended 31st March, 2011 amounting to Rs. 298.48 Lacs (inclusive of Corporate Dividend Tax of Rs. 41.66 Lacs).

FIXED DEPOSIT :

As on 31st March, 2011, an amount of Rs. 699.25 Lacs was outstanding as Fixed Deposit received from the public out of which matured amount of Rs. 21.80 Lacs (including accrued interest of Rs. 1.80 Lacs) remains unclaimed on the said date.

DIRECTORS' REPORT (Contd.)

DIRECTORS' RESPONSIBILITY STATEMENT :

Pursuant to sub-section (2AA) of Section 217 of the Companies Act, 1956, the Board of Directors of the Company hereby state and confirm that :

- i) in the preparation of the annual accounts, applicable accounting standards have been followed alongwith proper explanation relating to material departures, if any ;
- ii) the Directors had selected such accounting policies and applied them consistently and made judgements 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 the end of the financial year and of the profit of the Company for that period ;
- iii) the Directors had taken proper and sufficient care for the 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) the Directors had prepared the annual accounts on a going concern basis.

DISCLOSURE UNDER SECTION 217(2A) OF THE COMPANIES ACT, 1956 :

The Companies (Particulars of Employees) Rules 1975 as amended are not applicable.

INFORMATION UNDER SECTION 217(1)(e) OF THE COMPANIES ACT, 1956 :

Information pursuant to Section 217(1)(e) of the Companies Act, 1956 dealing with Conservation of Energy and Technology Absorption etc. are set out in Annexure-I forming part of this Report.

CORPORATE GOVERNANCE :

Pursuant to Clause 49 of the Listing Agreement with the Stock Exchanges, the Management Discussion and Analysis Report forms part of the annual Report as an addition to the Directors' Report. Report on Corporate Governance alongwith Auditor's Certificate thereon is also annexed to the Directors' Report.

DIRECTORS :

The Board have re-appointed Shri A K Kothari as Chairman & Managing Director of the company for a further period of one year with effect from 1st July, 2011. Resolution seeking shareholders' approval will be placed before the ensuing Annual General Meeting for consideration.

Shri P L Agarwal and Shri A V Iyengar retire from the Board by rotation and being eligible offer themselves for re-appointment. The Board recommends their re-appointment.

As per Clause 49 of the Listing Agreement, a brief profile of the Directors seeking re-appointment is given in the Notice of AGM.

LISTING OF SHARES :

The shares of your Company are at present listed with Bombay Stock Exchange Ltd. and The Delhi Stock Exchange Association Limited and your Directors confirm that all due Annual Listing Fee has been paid to the said Stock Exchanges.

AUDITORS :

M/s. G. Basu & Company, Chartered Accountants retire as Auditors of the Company and being eligible offer themselves for re-appointment. The Certificate as required under sub-section 1B of Section 224 and sub-section 3(e) of Section 226 of the Companies Act, 1956 has been obtained.

The Central Government has approved the appointment of M/s. S. Gupta & Co., as Cost Auditor for conducting cost audit relating to Bulk Drugs & Formulations for the financial year 2010-2011.

ACKNOWLEDGEMENTS :

The Board gratefully acknowledges the support given by medical profession, trade, shareholders, company's bankers and stockists. The Board further expresses its appreciation for the services rendered by the executives, officers, staffs and workers of the Company at all levels.

For and on behalf of the
Board of Directors

Kolkata

Dated : 30th May, 2011

A K KOTHARI
Chairman & Managing Director

ANNEXURE-I
TO THE DIRECTORS' REPORT

Information pursuant to the Companies (Disclosure of Particulars in the Report of Directors) Rules, 1988.

A. Conservation of Energy & Electricity :

Your company continues its policy of giving higher priority to energy conservation measures including regular review of energy generation and consumption points with effective control on utilisation of energy. Some of the measures taken by the company are as under.

a) Energy conservation measures taken.

- (i) The company has competent energy conservation task force which is actively monitoring maintenance of maximum power factor and taking steps to reduce energy consumption at all levels.
- (ii) Regularly reviewing energy generation systems and consumption of energy for controlled utilisation of energy.

b) Additional Investment & proposal, if any, being implemented for reduction of consumption of energy.

The company is continuously installing power saving devices and instruments whenever necessary to reduce consumption of energy.

c) Impact of the measures of (a) & (b) above for reduction of energy consumption and consequent impact on the cost of production of goods.

Energy conservation measures stated above have resulted in gradual saving.

FORM-A
Power & Fuel Consumption :

		Current Year	Previous Year
1. Electricity :			
i) Purchased :			
Units	'000 Kwh	8335	7219
Total Amount	Rs. Lacs	477.01	382.39
Rate/Unit	Rs.	5.72	5.30
ii) Own Generation :			
Thru' own Generator			
Units	'000 Kwh	2274.64	2522.80
Unit per litre of Diesel Oil		3.28	3.09
Rate/Unit	Rs.	10.60	10.22
2. Furnace Oil/L.D.O. :			
Quantity	K.L.	1921.35	1821.29
Total Cost	Rs. Lacs	697.26	597.93
Average Rate	Rs.	36290.11	32830.03

B. Technology Absorption :
a) Research & Development(R & D) :

Research & Development has been carried out to develop new formulations for introduction of new products having maximum therapeutic value.

b) Benefits derived as a result of above R&D :

- (i) Developed some new products.
- (ii) Number of ophthalmic solutions for treatment of glaucuma, fungal and bactrial infection were developed.

FORM-A (Contd.)

c) Future plan of action :

Steps have been taken for development of new intravenous fluids, formulations and some products of calcium preparation with DHA formulation with other minerals. Steps have also been taken to develop some new formulation in near future.

d) Expenditure on R & D :

As per the established Accounting Policy Expenditure incurred on Research & Development remains merged with the respective heads.

C. Technology Absorption, Adaption & Innovation :

The company maintains continuous interaction with machine suppliers and receives technical advices and other information from all available resources about the latest development in the pharmaceutical industry to adopt latest technology for upgradation of its manufacturing units.

D. Foreign Exchange Earnings & Outgo :

The company is always exploring the possibilities of increasing its export in the existing and newly developed export market.

Total foreign Exchange earned & used :

	Current Year (Rs. in Lacs)	Previous Year (Rs. in Lacs)
i) Earnings :		
F.O.B. Value of exports	1749.86	1726.74
Other Income (Freight & Insurance))	114.53	99.26
ii) Expenditures :		
a) CIF value of imports :		
Capital Goods	76.20	905.80
Raw Materials & Others	2091.08	2064.26
Spare Parts & Components	71.76	43.39
b) Expenses in Foreign Currency :		
Travelling	5.52	12.73
Commission	4.70	5.34
Interest	66.22	38.51
Exchange Fluctuation of Working		
Capital Demand Loan	29.46	4.68
Others	63.96	106.55

For and on behalf of the
Board of Directors

Kolkata

Dated : 30th May, 2011

A K KOTHARI
Chairman & Managing Director

MANAGEMENT'S DISCUSSION AND ANALYSIS

Financial Performance:

The details of the financial performance of the company are appearing in the Balance sheet, Profit & Loss Account alongwith other financial statement. Highlights are as under :-

	(Rs. in Lacs)	
	2011	2010
Gross Sales & Other Income	25113.44	23155.28
Less : Excise Duty Recovery/Trade Discount	3006.22	2704.47
Net Sales & Other Income	22107.22	20450.81
Profit before interest, depreciation & tax	2837.92	2859.95
Gross Profit	2637.12	2476.43
Profit before tax	1640.71	1571.60
Profit after tax	1084.58	1027.40

Industry Structure & Developments And Outlook :

The Indian Pharmaceutical sector remain highly fragmented with over 20,000 players engaged in activities related to pharma industry making this industry highly competitive. The leading companies control over 70% of the market in India.

Outlook :

The demand for company's products appears encouraging. The company plans to launch some new products to further strengthen its existing product portfolio for increasing its market shares in formulation segment.

Opportunities And Threats:

The main opportunities for the Indian pharmaceutical industry are in the areas of generics (biotechnology), outsourcing (including contract manufacturing, information technology and R&D outsourcing). Rising level of population and arrival of new products will further contribute to the growth of domestic demand.

Indian pharmaceutical industry is still spending far too little on Research & Development and continues to face unhealthy competition from large number of small scale manufacturers who are not capable of producing quality drugs. Regulatory restrictions/ price controls from the Government of India is also a concern to the pharma industry.

Risk & Concern

The Indian pharmaceutical industry continues to be most competitive in terms of pricing, intellectual capabilities, regulatory compliances and standards and rising cost of inputs and falling margins. Companies not having strong R&D facilities and not capable of developing new molecules shall be in disadvantageous position.

Internal Control Systems and their adequacy :

The internal control system of the Company are adequate and transparent commensurate with the size of the company. It is based on laid down policies, guidelines, authentications and approved procedures. The reputed firms of Chartered Accountants carries out audit throughout the year . The Internal Audit Report, the progress in implementation contained in the audit report and adequacy of internal controls are reviewed by Audit Committee of the Board on regular basis.

Material Development in Human Resources and Industrial Relations :

The company continued to have cordial and harmonious relation with its employees in terms of track record of the company in the relevant sphere.

Segmentwise Performance :

As major part of company's business relates to formulation segment, there is hardly anything to focus on any segment other than formulations. We hope that the financial result enclosed bear sufficient testimony of performance of formulation segment.

Regarding geographical segment, export sales constitute less than 10% of the total sales of the company, hence reporting is not applicable.

REPORT ON CORPORATE GOVERNANCE

The following is report on the implementation of the Code on Corporate Governance by your Company.

1. Company's philosophy on Corporate Governance

Your company is committed to adoption of best governance practice, their adherence in true spirit and conducting its affairs in a manner which is transparent, clear and evident to all those having dealings with or having a stake in the company. Your company always lays great emphasis on transparency, accountability and compliances which guide the company towards fulfilling the consistently high standard of corporate governance.

2. Board of Directors (Board)

Composition

As at 31st March, 2011, the Board consisted of seven members comprising :

- One Chairman & Managing Director ;
- One Executive Director ;
- Four Non Executive Independent Directors ;
- One Non-Executive Director

None of the Directors in the Board is a member of more than 10 committees as specified in Clause 49 of the Listing Agreement. Necessary disclosures have been made by the Directors in this regard.

The details of the composition of the Board and Summary of other Directorships and Board Committee Memberships of each Director as on 31st March 2011 are as follows :

Name of Director	No. of other Directorship in Companies incorporated in India*	No. of Memberships in other Board Committees **	No. of Chairmanships in other Board Committees
Sri A K Kothari	8	2	—
Sri K P Mundhra	1	—	—
Sri D D Binani	4	1	—
Sri P L Agarwal	8	2	2
Sri H Kampani	2	1	—
Sri Rajiv Singhi	—	—	—
Sri A V Iyengar	7	1	—

* Excluding Private Limited Companies and Companies under Section 25 of the Companies Act, 1956.

** Includes only members of Audit Committee and Shareholders' Grievance Committee as per Clause 49 of the Listing Agreement and excluding chairmanship.

Board Meetings held during the year

During the financial year ended 31st March, 2011 six Board Meetings were held on 15th May, 2010, 31st July, 2010, 10th November, 2010, 31st January, 2011, 24th February, 2011 and 31st March, 2011.

Attendance of Directors at the Board Meetings and the last Annual General Meeting

Name of Director	Category of Directorship	No. of Board meetings attended	Attendance at the last AGM held on 3rd July, 2010
Sri A K Kothari	Chairman & Managing Director	5	Yes
Sri K P Mundhra	Executive Director	5	Yes
Sri D D Binani	Non Executive	3	Yes
Sri P L Agarwal	Non Executive Independent	5	Yes
Sri H Kampani	Non Executive Independent	6	Yes
Sri Rajiv Singhi	Non Executive Independent	6	Yes
Sri A V Iyengar	Non Executive Independent	5	Yes

Since the last Annual General Meeting held on 3rd July, 2010, there were no changes in the composition of the Board during the year ended 31st March 2011.

3. Committees of the Board

A) Audit Committee

Composition

The Audit Committee comprises of three Non Executive independent Directors viz. Sri Rajiv Singhi, Sri Hemal Kampani and Sri A V Iyengar and Chairman & Managing Director viz. Sri A K Kothari with more than two thirds of the members being independent directors. Sri Rajiv Singhi is the Chairman of the said Committee and the Secretary of the Company acts as the Secretary to the Committee. Executives from Finance Department, Secretarial Department and Representatives of the Statutory Auditors/Internal Auditors/Cost Auditor are invited to attend the Audit Committee Meeting where their reports are discussed.

Objective

The primary objective of the Audit Committee is to monitor and effectively supervise the company's financial reporting process with a view to provide accurate, timely and proper disclosure and the integrity and quality of financial reporting.

Terms of Reference

The Term of reference of the Audit Committee are set out in accordance with the requirement of Clause 49 of the Listing Agreement and Section 292A of the Companies Act 1956.

Meetings and Attendance during the year

During the financial year ended 31st March, 2011, the Committee met five times on 15th May, 2010, 31st July, 2010, 10th November, 2010, 31st January, 2011 and 31st March, 2011.

The attendance of the Members at the above Audit Committee meeting was as follows :

Name of the Member	Status	No. of meetings attended
Sri Rajiv Singhi	Chairman	5
Sri A K Kothari	Member	4
Sri H Kampani	Member	5
Sri A V Iyengar	Member	4

B) Share Transfer/Shareholders'/Investors' Grievance Committee

Composition

The Committee comprises of Sri A K Kothari, Sri Hemal Kampani, Sri P L Agarwal and Sri K P Mundhra. Members of the Committee approves share transfer, reviews shareholders' complaints and resolution thereof. Sri Hemal Kampani is the Chairman of the Committee and Secretary of the Company acts as the Compliance Officer to the said Committee.

Meetings and attendance during the year

During the financial year ended 31st March, 2011, the Committee met five times on 15th May, 2010, 31st July, 2010, 10th November, 2010, 31st January, 2011 and 31st March, 2011.

The attendance of the members of the above Committee was as follows :

Name of the Member	Status	No. of meetings attended
Sri Hemal Kampani	Chairman	5
Sri A K Kothari	Member	4
Sri P L Agarwal	Member	4
Sri K P Mundhra	Member	4

The Company has received 16 complaints during the year ended 31st March, 2011 and all of them have been resolved within the stipulated time.

No application for share transfer was pending for more than 30 days on 31st March, 2011.

C) Remuneration Committee

Composition

The Committee comprises of four Directors namely Sri A K Kothari, Sri P L Agarwal, Sri A V Iyengar and Sri Rajiv Singhi. Other than Sri A K Kothari, all are Non-Executive Independent Directors. Sri A V Iyengar is the Chairman of the Committee and the Secretary of the Company acts as the Secretary to the Committee.

Meetings and attendance during the year

During the financial year ended 31st March, 2011, the Committee met once on 31st March, 2011.

The attendance of the members of the above Committee was as follows :

Name of the Member	Status	No. of meetings attended
Sri A V Iyengar	Chairman	1
Sri A K Kothari	Member	—
Sri P L Agarwal	Member	1
Sri Rajiv Singhi	Member	1

Broad Term of Reference of Remuneration Committee

- To recommend and review remuneration package of Managing Director/Wholtime Directors.
- To follow a market-linked remuneration policy which is aimed at enabling the company to attract and retain the best talent.

The details of remuneration paid to the Directors for the year ended 31st March,2011 are as under :-

(Figures in Rupees)

Name	Status	Salary	Perquisites *	Sitting Fee	Total
Sri A K Kothari	Chairman & Managing Director	3750000.00	764643.00	—	4514643.00
Sri K P Mundhra	Executive Director	3840000.00	1485752.00	—	5325752.00
Sri D D Binani	Non-Exec. Director	—	—	15000.00	15000.00
Sri P L Agarwal	- Do -	—	—	45000.00	45000.00
Sri H Kampani	- Do -	—	—	75000.00	75000.00
Sri R Singhi	- Do -	—	—	55000.00	55000.00
Sri A V Iyengar	- Do -	—	—	45000.00	45000.00

* Excluding Provision for encashable leave and gratuity.

4. General Body Meetings

A) Location and time of last three Annual General Meetings (AGM) :

Financial Year	Date of AGM	Venue	Time
2009-2010(71 st AGM)	03.07.2010	Bengal Chamber of Commerce & Industry 6, Netaji Subhas Road, Kolkata - 700 001	11.30 A.M.
2008-2009(70 th AGM)	07.07.2009	Bengal Chamber of Commerce & Industry 6, Netaji Subhas Road, Kolkata - 700 001	11.30 A.M.
2007-2008(69 th AGM)	31.07.2008	Bengal Chamber of Commerce & Industry 6, Netaji Subhas Road, Kolkata - 700 001	11.00 A.M.

Particulars of Special resolutions passed :

Two Special Resolutions passed in Annual General Meeting held on 31st July, 2008 to appoint Chairman & Managing Director and Wholtime Director of the Company and approval of their remuneration from 1st July, 2008 to 30th June, 2011 and from 1st April, 2008 to 31st March, 2010 respectively.

No special resolution was passed in the last year through postal ballot.

There is no proposal as on date to pass any special resolution through postal ballot.

5. Disclosures

Disclosures on materially significant related party transactions that may have potential conflict with the interest of the company at large :

None of the transactions with any of the related parties were in conflict with the interest of the Company. Details of related party relationships and transactions are disclosed in Note No.4 of 'Notes on Accounts' for the year ended 31st March, 2011. Details of related party transactions were periodically placed before the Audit Committee.

Details of non-compliance by the company, penalties, strictures imposed on the company by Stock Exchange or SEBI or any statutory authority, on any matter related to the capital markets, during the last three years.

There has been no non-compliance and no penalties or strictures have been imposed by any regulatory authority on any matter related to capital markets during the last three years.

Disclosure of Adoption/non-adoption of mandatory/non-mandatory requirements.

The Company has complied with and adopted the mandatory requirements stipulated in Clause 49 of the Listing Agreement. Clause (1), (2) and (4) relating to Chairman, Remuneration Committee and Status of qualification free audit report respectively of Non-Mandatory requirement of Clause 49 of the Listing Agreement have been adopted.

6. Particulars of appointment/re-appointment of Directors form part of the Notice convening the 72nd Annual General Meeting.

7. Means of Communication

- The half-yearly/quarterly financial results published in the proforma prescribed under the Listing Agreement are taken on record by the Board of Directors and thereafter intimated to the Stock Exchanges and also published in the newspapers generally in Business Standard/Economic Times in English and in Kalantar in Bengali.
- The results are also displayed on the Company's website www.albertdavidindia.com shortly after its submission to Stock Exchanges.
- Management Discussion and Analysis forms part of this Annual Report.

8. SEBI Prevention of Insider Trading

With SEBI imposing the responsibility on "Prohibition of Insider Trading" on the Organisations, the Board has designed a Code of Conduct strictly in accordance with the Model Code of Conduct prescribed by SEBI. The Code, besides other relevant matters, prohibits an insider from dealing in the shares of the company while in possession of the unpublished price sensitive information in relation to the company.

During the time of declaration of results, Dividend and other material events, the trading window is closed as per the Code.

Till date, there have been no violations on this front.

9. General Shareholder Information

Date, time and venue of the Annual General Meeting	At Bengal Chamber of Commerce & Industry, 6, Netaji Subhas Road, Kolkata-700001 on Friday, the 5th August, 2011, at 11.30 A.M.
Financial Calendar 2011-2012 (tentative and subject to change)	<ul style="list-style-type: none"> • Financial Year : April to March • First Quarter Results : Last week of July, 2011 • Half Yearly Results : Last week of October, 2011 • Third Quarter Results : Last week of January, 2012 • Audited Results for the year ending 31st March, 2012 : Last week of May, 2012
Date of Book Closure	Tuesday, the 2nd August, 2011 to Friday, the 5th August, 2011 (both days inclusive)
Dividend Payment Date	9th August, 2011
Listing on Stock Exchanges	<p>Bombay Stock Exchange Ltd. Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400023</p> <p>The Delhi Stock Exchange Association Ltd. DSE House, 3/1, Asaf Ali Road, New Delhi - 110002</p> <p>Listing fees for the year 2011-2012 have been paid to the above Stock Exchanges.</p>
Stock Code	<p>Demat : INE155C01010</p> <p>Bombay Stock Exchange : 524075</p> <p>Delhi Stock Exchange : 01085</p>

10. Market Price Data

Month	Stock Price at Bombay Stock Exchange		Bombay Stock Exchange SENSEX	
	High (Rs.)	Low (Rs.)	High	Low
April, 2010	132.00	103.00	18047.86	17276.80
May, 2010	137.70	117.20	17536.86	15960.15
June, 2010	144.50	123.00	17919.62	16318.39
July, 2010	141.80	125.10	18237.56	17395.58
August, 2010	143.00	125.05	18475.27	17819.99
September, 2010	152.30	128.00	20267.98	18027.12
October, 2010	145.00	130.50	20854.55	19768.96
November, 2010	177.00	130.10	21108.64	18954.82
December, 2010	166.80	129.00	20552.03	19074.57
January, 2011	163.75	132.20	20664.80	18038.48
February, 2011	139.00	110.00	18690.97	17295.62
March, 2011	120.00	110.35	19575.16	17792.17

Note :

The Company's shares are listed in Delhi & Bombay Stock Exchanges. Performance of the Company's shares has been compared with broad based Mumbai Stock Exchange SENSEX.

11. Registrar and Share Transfer Agent

M/s. Maheshwari Datamatics Pvt. Ltd.
6, Mangoe Lane, 2nd Floor, Kolkata - 700 001
Tel. No. # 2243-5809/2243-5029
Fax No. # 2248-4787
E-Mail Id # mdpl@cal.vsnl.net.in

12. Share Transfer System

Requests for dematerialisation and transfer of shares in physical form are processed by the Registrar and Share Transfer Agent and approved by the Share Transfer/Shareholders'/Investors' Grievance Committee. The share transfer process is reviewed by the said Committee.

13. Distribution of shareholding as on 31st March, 2011

Equity shares held	Number of Shareholders	% of Shareholders	Number of Shares held	% of Shares held
1-500	6389	91.2975	784250	13.7415
501-1000	346	4.9443	274789	4.8148
1001-2000	152	2.1721	233863	4.0977
2001-3000	35	0.5001	89515	1.5685
3001-4000	22	0.3144	79239	1.3884
4001-5000	10	0.1429	46730	0.8188
5001-10000	19	0.2715	140741	2.4660
10001 and above	25	0.3572	4058035	71.1043
TOTAL :	6998	100.00	5707162	100.00

14. Dematerialisation of shares and Liquidity

The Company has entered into Agreements with both the Depositories registered under the Depositories Act, 1996, i.e., NSDL and CDSL to facilitate holding and trading in shares of the Company in dematerialised form in accordance with the provisions of the Depositories Act, 1996.

As per SEBI guidelines, equity shares of the Company are compulsorily traded in dematerialised form for all the investors with effect from 1st October, 2000. As on 31st March, 2011, 53,81,451 shares representing 94.29% of the total equity share capital of the Company were held in dematerialised form. The International Securities Identification Number (ISIN) of the Company, as allotted by NSDL and CDSL is INE155C01010.

15. Outstanding GDRs/ADRs/Warrants or any convertible instruments**Conversion date and likely impact on equity**

None

16. Plant Locations

- a) at Kolkata : 5/11, D. Gupta Lane, Kolkata-700050
- b) at Ghaziabad : B-12/13, Meerut Road, Industrial Area, Ghaziabad - 201003
- c) at Mandideep : Plot No.207, New Industrial Area No.2, Mandideep - 462046

17. Address for Correspondence

Albert David Limited,
Share Department
15, Chittaranjan Avenue, 2nd Floor,
Kolkata - 700 072
Phone : 2212-9700/9637/9592
Fax : 033-2225-8714
E-Mail : adidavid@cal.vsnl.net.in, ho@adlindia.in
Website : www.albertdavidindia.com

18. Code of business conduct and ethics for Directors & Senior Management

In accordance with the requirements of revised Clause 49 of the Listing Agreement, your Board has laid down and adopted the Code of Conduct for all its Members and Senior Management Personnel of the company. As required under Clause 49, the Board Members and Senior Management Personnel have confirmed compliance with the Code of Conduct.

19. CEO & CFO Certification

The Executive Director and the Chief Financial Officer of the company has given certification on financial reporting and internal controls to the Board in terms of Clause 49 of the Listing Agreement.

For and on behalf of the
Board of Directors

Kolkata
Dated : 30th May, 2011

(A K Kothari)
Chairman & Managing Director

AUDITORS' CERTIFICATE

To the Members of Albert David Limited

We have examined the compliance of conditions of Corporate Governance by Albert David Limited, for the year ended 31st March, 2011, as stipulated in Clause 49 of the Listing Agreement of the said company with Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

We state that such compliance is neither an assurance as to the future viability of the company nor the efficiency or effectiveness with which the management has conducted the affairs of the company.

For G. Basu & Co.
Chartered Accountants
(Registration No. 301174E)

(S. Lahiri)
Partner

Place : Kolkata

Date : 30th May, 2011

Membership No.51717

TEN YEAR FINANCIAL HIGHLIGHTS

(Rs. in Lacs)

	2010-2011	2009-2010	2008-2009	2007-2008	2006-2007	2005-2006	2004-2005	2003-2004	2002-2003	2001-2002
SHARE CAPITAL	570.72	570.72	570.72	570.72	570.72	570.72	570.72	570.72	570.72	570.72
RESERVES & SURPLUS	6520.25	5734.15	5006.22	4487.29	4140.46	3021.31	2442.29	2151.94	1555.39	1151.51
NET WORTH	7090.97	6304.87	5576.94	5058.01	4711.18	3592.03	3013.01	2721.16	2123.11	1717.73
FIXED ASSETS (NET)	7193.11	7721.82	7243.83	7309.39	5568.86	3666.14	1774.52	1513.33	1484.64	1500.53
INVESTMENTS	0.02	1.02	1.02	1.02	1.02	1.02	1.02	1.02	1.02	1.02
NET CURRENT ASSETS	5002.18	4607.38	4642.70	4095.58	3274.79	2972.26	3987.85	3378.64	3243.00	2804.28
TOTAL CAPITAL EMPLOYED	12463.10	12567.83	12093.89	11600.99	8920.37	6708.07	5822.88	4949.05	4784.71	4254.22
SALES(NET)	21849.48	20295.79	18390.48	15812.05	14116.21	11680.85	9486.10	10585.74	9754.14	8817.82
OPERATING PROFIT	2901.92	2859.95	2528.72	2249.33	2190.89	1688.29	1192.61	1572.12	1330.03	1152.95
GROSS PROFIT	2637.12	2476.43	2013.61	1865.88	1942.68	1574.08	1055.14	1440.74	1138.40	909.02
PROFIT BEFORE TAX	1640.71	1571.60	1218.46	1192.57	1465.47	1186.70	662.66	1094.03	793.67	593.88
PROFIT AFTER TAX	1084.58	1027.40	752.63	733.97	916.92	741.71	420.50	725.32	519.77	394.37
DIVIDEND %	45	45	35	30	30	25	20	20	18	16
EARNINGS PER EQUITY SHARE(RS.)	19.00	18.00	13.19	12.86	16.07	13.00	7.37	12.71	9.11	6.91
NET WORTH PER EQUITY SHARE(RS.)	124.25	110.47	97.72	88.63	82.55	62.94	52.79	47.68	37.20	30.10

auditors' report

TO THE SHAREHOLDERS

We have audited the attached Balance Sheet of ALBERT DAVID LIMITED as at 31st March, 2011 and also the Profit & Loss Account and Cash Flow Statement of the Company for the year ended on that date annexed thereto.

The financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures, in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, our comments on the matters specified in paragraphs 4 and 5 of the said Order are as under :-

- i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b) The fixed assets have 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) During the year there has been no significant disposal of fixed assets.
- ii) a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- b) 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 is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- iii) a) The Company has not given any loans, secured or unsecured, to Companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
- b) In view of our comment in paragraph (iii)(a) above, clauses (iii)(b), (iii)(c) and (iii)(d) of paragraph 4 of the aforesaid Order are not applicable.
- c) The company has not taken secured or unsecured loan from companies, firm or other party covered in the register maintained under Section 301 of the Companies Act, 1956.
- d) In view of our comment in paragraph (iii)(c) above, clauses (iii)(f) and (iii)(g) of paragraph 4 of the aforesaid Order are not applicable.
- iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchases of inventory, fixed assets and sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control.
- v) a) According to the information and explanations given to us, particulars of contracts and arrangements referred to in Section 301 of the Companies Act, 1956 have been entered in the register required to be maintained under that section.
- b) Contracts of sales and purchases and services with parties covered under Section 301 of Companies Act, 1956 were made at prices which were reasonable having regard to prevailing market prices on relevant date.
- vi) In our opinion and according to the information and explanations given to us, the Company has complied with directives issued by the Reserve Bank of India and the provisions of Section 58A and 58AA or any other relevant provisions of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 with regard to the deposits accepted from the public. No order has been passed by the Company Law Board, National Company Law Tribunal, Reserve Bank of India or any Court or Tribunal against the company.
- vii) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- viii) We have broadly reviewed the books of account maintained by the Company pursuant to the order of the Central Government for maintenance of Cost records under Section 209 (1)(d) of the Companies Act, 1956 in respect of Bulk Drugs and Formulations and are of the opinion that prima facie the prescribed accounts and records have been made and maintained.
- ix) a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Investor Education Protection Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other material statutory dues to the extent applicable to it.
- b) According to the information and explanations given to us, no undisputed amounts payable in respect of Income Tax, Wealth Tax, Sales Tax, Service Tax, Custom Duty, Excise Duty and Cess were in arrears as at 31st March 2011 for a period of more than six months from the date they became payable.
- c) According to the information and explanations given to us, the following dues of Sales Tax, Service Tax, Income Tax, Excise Duty and Cess have not been deposited on account of pending dispute :-

Name of the Statute	Nature of dues	Amount Rs. in lacs	Period to which the amount relates	Forum where dispute is pending
Sales Tax: Central Sales Tax Act, 1956	Tax on lease rental	5.74	2002-2003	Calcutta High Court
West Bengal Sales Tax Act, 1994	Tax on replacement and Purchase Tax	6.97	2003-2004	W.B.Com. Taxes Appellate & Revisional Board
Central Sales Tax Act, 1956	Tax on lease rental	2.11	2003-2004	- Do -
Central Sales Tax Act, 1956	Tax on lease rental	2.62	2005-2006	- Do -
Service Tax : Service Tax Act	Payment mode Dispute of GTA Service	5.40	01.04.2007 to 30.09.2007	Allahabad High Court
- do -	- do -	7.01	2006-2007	Addl. Commissioner, Excise
- do -	Service Tax on GTA Service	63.81	01.04.2005 to 31.03.2008	Commissioner of Excise, Ghaziabad
- do -	Input Service Credit	4.10	2005-2006	Asstt. Commissioner of Excise, Ghaziabad
Income Tax:: Income Tax Act, 1961	Tax on disallowance of expenditure	0.20	1991-1992	Com. Income Tax (Appeal)
- do -	- do -	6.95	1999-2000	Calcutta High Court
- do -	Tax on disallowed expense relating to exempted income	5.46	2005-2006	Com. Income Tax (Appeal)
Excise Duty: Central Excise Act, 1944	Cenvat on Scrap Sale.	16.46	04.05.2000 to 31.03.2001	Allahabad High Court
- do -	- do -	16.50	01.04.2001 to 31.12.2001	- do -
- do -	- do -	16.15	01.01.2002 to 31.10.2002	- do -
- do -	- do -	34.47	01.11.2002 to 30.06.2003	Central Excise & Service Tax Appellate Tribunal
- do -	- do -	33.29	01.07.2003 to 31.03.2004	- do -
- do -	- do -	45.15	01.04.2004 to 31.03.2005	Addl. Commissioner, Central Excise
- do -	- do -	20.82	01.04.2005 to 31.03.2006	Central Excise & Service Tax Appellate Tribunal
- do -	- do -	47.15	01.04.2006 to 30.11.2006	- do -
- do -	- do -	35.31	01.12.2006 to 30.08.2007	- do -
- do -	- do -	7.91	01.09.2007 to 31.03.2008	Addl. Commissioner, Central Excise
- do -	- do -	14.68	01.04.2008 to 31.10.2008	Asst. Commissioner, Central Excise
- do -	- do -	37.14	01.11.2008 to 31.12.2008	Addl. Commissioner, Central Excise
- do -	- do -	3.63	01.01.2009 to 28.02.2009	Asst. Commissioner, Central Excise
- do -	- do -	4.56	01.04.2009 to 30.04.2009	Addl. Commissioner, Central Excise
- do -	- do -	13.60	01.06.2009 to 31.12.2009	Asstt. Commissioner, Central Excise
- do -	- do -	16.86	01.04.2010 to 31.10.2010	Addl. Commissioner, Central Excise
- do -	Classification of Products	142.84	01.06.2003 to 30.06.2007	Central Excise & Service Tax Appellate Tribunal
- do -	- do -	45.20	01.07.2007 to 28.02.2008	- do -
- do -	Additional Levy of Duty and valuation of sample	0.99	13.06.1961 to 30.04.1962	Collector of Central Excise
- do -	Valuation of Exports	2.84	08.01.2005 to 31.08.2007	Com. Central Excise (Appeal)
Cess: Water (Prevention & Control of Pollution) Cess Act, 1977	Additional Levy of Water Cess	17.02	05.01.1994 to 31.03.2011	Allahabad High Court

There were no undeposited disputed dues in respect of Customs Duty and Wealth Tax as on 31st March, 2011.

- x) The Company has no accumulated loss as on 31st March, 2011 and has not incurred any cash losses during the financial year covered by our audit and the immediately preceding financial year.
- xi) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to a Financial Institution or Bank.
- xii) The Company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii) 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 Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xiv) In our opinion proper records have been maintained of the transactions and contracts for dealing in securities and timely entries have been made therein ; also the securities have been held by the company in its own name.
- xv) According to information and explanations given to us, the Company has not given any guarantee for loans taken by others from Banks or Financial Institutions.
- xvi) In our opinion, the term loan has been applied for the purpose for which it was raised.
- xvii) According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we report that no short term fund was raised by the company which has been used for long term investment during the year under audit.
- xviii) The Company has not made any preferential allotment of shares to parties and Companies covered in the register maintained u/s 301 of the Act.
- xix) The Company did not issue any Debenture during the year under audit.
- xx) The Company did not make any Public Issue during the year.
- xxi) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

Further to our comments as above, we report that :

- i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- ii) The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of account;
- iii) 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;
- iv) In our opinion the Balance Sheet and Profit and Loss Account dealt with by this Report comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956,
- v) On the basis of written representations received from the Directors, as on 31st March, 2011 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on March 31, 2011 from being appointed as a Director in terms of Clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956;

- vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with other notes give the information required by the Companies Act, 1956 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 31st March, 2011;
 - b) In the case of the Profit & Loss Account of the profit of the Company for the year ended on that date; and
 - c) In the case of Cash Flow Statement of the cash flows for the year ended on that date.

For G Basu & Co.
Chartered Accountants
(Registration No. 301174E)

S. LAHIRI
Partner
(Membership No. 51717)

Kolkata
Dated : 30th May, 2011

**BALANCE SHEET
AS AT 31st MARCH, 2011**

		31st March, 2011	(Rs in Lacs) 31st March, 2010
	Schedule	Rs.	Rs.
SOURCES OF FUNDS :			
1. Shareholders' Funds :			
(a) Share Capital	'A'	570.72	570.72
(b) Reserves and Surplus	'B'	6,520.25	5,734.15
		<u>7,090.97</u>	<u>6,304.87</u>
2. Loan Funds :			
(a) Secured Loans	'C'	2,969.97	3,775.29
(b) Unsecured Loans	'D'	1,747.18	1,769.50
		<u>4,717.15</u>	<u>5,544.79</u>
3. Deferred Tax Liability:	'I'	654.98	718.17
	TOTAL	<u>12,463.10</u>	<u>12,567.83</u>
APPLICATION OF FUNDS :			
1. Fixed Assets :			
(a) Gross Block	'E'	13,904.31	13,830.92
(b) Less : Depreciation		7,008.35	6,209.47
(c) Net Block		<u>6,895.96</u>	<u>7,621.45</u>
(d) Capital Work-in-Progress		297.15	100.37
		<u>7,193.11</u>	<u>7,721.82</u>
2. Investments :	'F'	0.02	1.02
3. Deferred Tax Assets:	'I'	267.79	237.61
4. Current Assets, Loans and Advances :	'G'		
(a) Inventories		3,468.79	3,145.54
(b) Sundry Debtors		2,011.72	2,615.82
(c) Cash and Bank Balances		2,363.76	1,504.58
(d) Loans and Advances		1,332.48	3,272.29
		<u>9,176.75</u>	<u>10,538.23</u>
Less :			
Current Liabilities and Provisions :	'H'		
(a) Liabilities		2,748.15	4,790.06
(b) Provisions		1,426.42	1,140.79
		<u>4,174.57</u>	<u>5,930.85</u>
Net Current Assets		<u>5,002.18</u>	<u>4,607.38</u>
	TOTAL	<u>12,463.10</u>	<u>12,567.83</u>
Significant Accounting Policies:	'P'		
Notes on Accounts:	'Q'		

The Schedules referred to above and the notes attached form an integral part of the Balance Sheet.

	As per our Report attached For G. Basu & Company <i>Chartered Accountants</i> (Registration No. 301174E)	S C SHAH V.P. (Finance) & C.F.O.	On behalf of the Board A K KOTHARI <i>Chairman & Managing Director</i>
Kolkata	S. LAHIRI <i>Partner</i> (Membership No.: 51717)	INDRAJIT DHAR <i>Company Secretary</i>	A V IYENGAR <i>Director</i>
The 30th May, 2011			

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH, 2011

		Year ended 31st March, 2011	(Rs in Lacs) Year ended 31st March, 2010
	Schedule	Rs.	Rs.
INCOME :			
Sales (Gross)	'J'	22,198.11	20,634.47
Less: Excise Duty (Recovery)		<u>348.63</u>	<u>338.68</u>
Sales (Net)		21,849.48	20,295.79
Miscellaneous Income	'K'	<u>257.74</u>	<u>155.02</u>
		22,107.22	20,450.81
EXPENDITURE :			
Raw Materials Consumed	'L'	3,180.53	3,210.82
Purchase of Medical Equipment and other Trading Goods		778.88	639.22
Packing Materials and Containers Consumed		3,279.14	2,925.22
Employees' remuneration and benefits	'M'	5,017.92	4,141.25
Manufacturing, Administrative, Selling and Distribution Expenses	'N'	<u>7,171.36</u>	<u>6,843.14</u>
		19,427.83	17,759.65
Less/(Add): Increase/(Decrease) in Finished and Process Stock	'O'	<u>(42.27)</u>	<u>(214.73)</u>
		19,470.10	17,974.38
GROSS PROFIT :		2,637.12	2,476.43
Less : Depreciation		996.41	904.83
PROFIT BEFORE EXCEPTIONAL AND NON RECURRING ITEMS AND TAX		1,640.71	1,571.60
EXCEPTIONAL AND NON RECURRING ITEMS		<u>—</u>	<u>—</u>
PROFIT BEFORE TAX		1,640.71	1,571.60
Less: Provision for Taxation :			
Current		649.50	545.00
Deferred		<u>(93.37)</u>	<u>(0.80)</u>
PROFIT AFTER TAX		1,084.58	1,027.40
Add : Balance brought forward from Previous year		450.02	422.09
BALANCE AVAILABLE FOR APPROPRIATION		<u>1,534.60</u>	<u>1,449.49</u>
APPROPRIATION :			
Proposed Dividend		256.82	256.82
Corporate Dividend Tax		41.66	42.65
General Reserve		700.00	700.00
Balance carried to Balance Sheet		<u>536.12</u>	<u>450.02</u>
		1,534.60	1,449.49
Earning per Share - (In Rs.)		19.00	18.00
Basic and Diluted (Nominal value of Share Rs.10/-) (Before and after exceptional and non-recurring items)			

Significant Accounting Policies: 'P'

Notes on Accounts: 'Q'

The Schedules referred to above and the notes attached form an integral part of the Profit and Loss Account.

As per our Report attached
For G. Basu & Company
Chartered Accountants
(Registration No. 301174E)

S C SHAH
V.P. (Finance) & C.F.O.

On behalf of the Board
A K KOTHARI
Chairman & Managing Director

S. LAHIRI
Partner
(Membership No.: 51717)

INDRAJIT DHAR
Company Secretary

A V IYENGAR
Director

Kolkata
The 30th May, 2011

CASH-FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2011

	<u>2010-2011</u> Rs. in Lacs	<u>2009-2010</u> Rs. in Lacs
A. <u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Net Profit/(Loss) before Taxation and extra-ordinary items	1,640.71	1,571.60
Adjustment for :		
Depreciation	996.41	904.83
Interest debited to Profit & Loss Account	264.80	383.52
Interest Received / Receivable	(24.94)	(18.44)
Profit on Sale of Fixed Assets	(0.32)	(0.45)
Dividend Received	(12.73)	(1.31)
Effect of Exchange Rate Change	0.84	(4.26)
Loss on Sale of Fixed Assets	2.85	10.10
Provision for Doubtful Debts & Advances	6.93	4.92
Investment Written off	1.00	—
Operating Profit before Working Capital changes	<u>2,875.55</u>	<u>2,850.51</u>
Adjustment for :		
Trade receivable	604.01	(480.04)
Loans & Advances	1,931.43	(1,774.81)
Inventories	(323.25)	267.42
Trade payables	(1,848.28)	1,672.52
Cash Generated from Operations	<u>3,239.46</u>	<u>2,535.60</u>
Interest paid	(268.11)	(392.74)
Direct Taxes Paid	(515.82)	(449.31)
Net Cash Flow from operating activities	<u>2,455.53</u>	<u>1,693.55</u>
B. <u>CASH FLOW FROM INVESTING ACTIVITIES:</u>		
Purchase of Fixed Assets	(556.78)	(1,358.44)
Sale/Discard of Fixed Assets	41.92	21.28
Interest Received	27.06	17.87
Disbursement of Inter corporate Loan	(75.00)	(100.00)
Repayment of Inter corporate loan	75.00	100.00
Purchase of Investments	(8,732.73)	(2,304.65)
Sale of Investments	8,732.73	2,304.65
Dividend Received	12.73	1.31
Net Cash used in investing activities	<u>(475.07)</u>	<u>(1,317.98)</u>

	2010-2011 Rs. in Lacs	2009-2010 Rs. in Lacs
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds from short term borrowings	860.22	1,242.89
Repayment of long term borrowings	(778.91)	(857.38)
Repayment of short term borrowings	(904.03)	(646.70)
Dividend Paid (inclusive of Tax on Dividend)	(298.54)	(232.17)
Repayment of liabilities to Redeemable Preference shareholders	(0.02)	—
Net Cash used in financing activities	<u>(1,121.28)</u>	<u>(493.36)</u>
Net increase in Cash and Cash Equivalents	859.18	(117.79)
Opening Cash and Cash Equivalents	1,504.58	1,622.37
Closing Cash and Cash Equivalents	<u>2,363.76</u>	<u>1,504.58</u>
Closing Cash and Cash Equivalents consists of the following:		
Cash in Hand	3.77	2.73
Bank Balance with Schedule Banks:		
On Current Account	2,234.76	1,399.56
On Fixed Deposit Account	110.00	88.00
On Unpaid Dividend Account	15.23	14.29
	<u>2,363.76</u>	<u>1,504.58</u>

Notes:

The above Cash Flow Statement has been prepared under indirect method as per Accounting Standard 3 on "Cash Flow Statement" issued by the Institute of Chartered Accountants of India.

<p>Kolkata The 30th May, 2011</p>	<p>As per our Report attached For G. Basu & Company <i>Chartered Accountants</i> (Registration No. 301174E)</p> <p>S. LAHIRI <i>Partner</i> (Membership No.: 51717)</p>	<p>S C SHAH <i>V.P. (Finance) & C.F.O.</i></p> <p>INDRAJIT DHAR <i>Company Secretary</i></p>	<p>On behalf of the Board A K KOTHARI <i>Chairman & Managing Director</i></p> <p>A V IYENGAR <i>Director</i></p>
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SCHEDULES : FORMING PART OF THE ACCOUNTS

SCHEDULE - A

		31st March, 2011 Rs.	(Rs in Lacs) 31st March, 2010 Rs.
SHARE CAPITAL :			
Authorised :			
9,700,000	Equity Shares of Rs.10/- each	970.00	970.00
30,000	Preference Shares of Rs.100/- each	30.00	30.00
		<u>1000.00</u>	<u>1000.00</u>
Issued, Subscribed and Paid-up :			
5,707,162	Equity Shares of Rs.10/- each fully paid up.	570.72	570.72
		<u>570.72</u>	<u>570.72</u>

(Above includes 21,850 and 1,00,640 Equity Shares of Rs.10/- each allotted as fully paid up without consideration of cash pursuant to a contract and amalgamation respectively.)

SCHEDULE - B

		31st March, 2011 Rs.	31st March, 2010 Rs.
RESERVES AND SURPLUS :			
Capital Reserve :			
	As per last Balance Sheet	34.90	34.90
Securities Premium Account :			
	As per last Balance Sheet	314.72	314.72
Capital Redemption Reserve :			
	As per last Balance Sheet	8.45	8.45
General Reserve :			
	As per last Balance Sheet	4926.06	4226.06
	Add: Transfer from Profit & Loss Account	<u>700.00</u>	<u>700.00</u>
		5626.06	4926.06
Profit & Loss Account :			
		536.12	450.02
		<u>6520.25</u>	<u>5734.15</u>

SCHEDULE - C

	31st March, 2011 Rs.	(Rs in Lacs) 31st March, 2010 Rs.
SECURED LOANS :		
Working Capital Loan from State Bank of India:		
Rupee Loan	1757.48	1505.49
Foreign Currency Loan	—	273.48
Interest accrued and due	—	2.17
(Secured by hypothecation of Inventories and Book Debts and charge on fixed assets of the company)		
Term loan from State Bank of India :		
Rupee Loan	1200.00	1067.32
Foreign Currency Loan	—	911.60
Interest accrued and due	12.49	15.23
(Exclusive first charge on Plant and Machineries and other movable assets acquired / to be acquired and Equitable Mortgage on entire Land and Building of Kolkata Factory and Extensions of second charge on other fixed assets of the Company at Ghaziabad and Mandideep Units and extension of hypothecation charge over the Company's entire current assets both existing and future.)		
	2969.97	3775.29

SCHEDULE - D

	31st March, 2011 Rs.	31st March, 2010 Rs.
UNSECURED LOANS :		
Short Term loan from Bank	745.82	745.82
(Under Buyer's Credit arrangement in Foreign Currency)		
Loans : (Other than bank)		
Fixed Deposit (Public)	679.25	713.50
(Repayable within one year)		
Deposit (Cover Money) Stockist	322.11	310.18
	1747.18	1769.50

SCHEDULE - E
FIXED ASSETS :

(Rs in Lacs)

Description	Cost				Depreciation				Net Block	
	As at 1st April 2010	Additions During The Year	Deletions/ Adjustment During The Year	As at 31st March 2011	As at 1st April 2010	For The Year	Deletions/ Adjustment During The Year	Upto 31st March 2011	As at 31st March 2011	As at 31st March 2010
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Land	4.54	—	—	4.54	—	—	—	—	4.54	4.54
Leasehold Land	22.64	—	—	22.64	—	—	—	—	22.64	22.64
Buildings	1901.61	6.66	—	1908.27	415.02	65.29	—	480.31	1427.96	1486.59
Machinery	10603.30	127.88	213.46	10517.72	5241.36	841.49	184.34	5898.51	4619.21	5361.94
Tubewell	15.75	—	—	15.75	4.06	0.25	—	4.31	11.44	11.69
Lab.Equipment & Fittings	427.97	91.25	—	519.22	125.71	21.77	—	147.48	371.74	302.26
Furniture & Fittings	387.70	18.30	2.06	403.94	197.15	26.17	2.05	221.27	182.67	190.55
Office Equipment	44.55	6.97	0.06	51.46	18.28	2.30	0.03	20.55	30.91	26.27
Typewriter & Duplicator	2.79	—	0.24	2.55	2.62	0.03	0.24	2.41	0.14	0.17
Refrigerator & Air Conditioners	53.84	1.54	0.39	54.99	17.80	2.77	0.39	20.18	34.81	36.04
Vehicles	178.97	39.22	12.69	205.50	52.74	19.04	8.53	63.25	142.25	126.23
Computer	187.26	12.84	2.37	197.73	134.73	17.30	1.95	150.08	47.65	52.53
	13830.92	304.66	231.27	13904.31	6209.47	996.41	197.53	7008.35	6895.96	7621.45
Capital Work In Progress	—	—	—	—	—	—	—	—	297.15	100.37
T O T A L	13830.92	304.66	231.27	13904.31	6209.47	996.41	197.53	7008.35	7193.11	7721.82
Previous Year	12715.70	1374.53	259.31	13830.92	5533.01	904.83	228.37	6209.47	7721.82	

SCHEDULE - G

	31st March, 2011	(Rs in Lacs) 31st March, 2010
	Rs.	Rs.
CURRENT ASSETS, LOANS & ADVANCES :		
A. Current Assets :		
Inventories :		
Raw Materials	856.74	653.97
Stores & Spare Parts	339.01	285.32
Containers & Packing Materials	678.93	569.87
Finished Goods	1397.46	1366.02
Work-in-Progress	196.65	270.36
	<u>3468.79</u>	<u>3145.54</u>
Sundry Debtors (Unsecured) :		
Debts outstanding for a period exceeding six months		
Considered Good	360.15	321.94
Considered Doubtful	63.01	62.51
	<u>423.16</u>	<u>384.45</u>
Less : Provision for Doubtful Debts	63.01	62.51
	<u>360.15</u>	<u>321.94</u>
Other Debts, Considered good	1651.57	2293.88
	<u>2011.72</u>	<u>2615.82</u>
Cash & Bank Balances :		
Cash in Hand	3.77	2.73
With Scheduled Banks on:		
Current Accounts	2234.76	1399.56
Unclaimed Dividend Account	15.23	14.29
Fixed Deposits Account	110.00	88.00
	<u>2363.76</u>	<u>1504.58</u>
B. Loans & Advances (Unsecured, Considered Good Unless stated otherwise)		
Advances recoverable in cash or in kind or for value to be received		
Considered Good	154.66	2114.45
Considered Doubtful	8.12	1.70
	<u>162.78</u>	<u>2116.15</u>
Less : Provision for Doubtful Advances	8.12	1.70
	<u>154.66</u>	<u>2114.45</u>
Interest Receivable	7.47	9.58
Security Deposit	178.61	178.80
Deposits with Govt. Authorities	975.74	953.46
Fringe Benefit Tax Advance	16.00	16.00
(Net of Provision for Fringe Benefit Tax Rs.165.90 Previous Year Rs.165.90)		
	<u>1332.48</u>	<u>3272.29</u>
	<u>9176.75</u>	<u>10538.23</u>

SCHEDULE - J

	2010-2011 Rs.	(Rs in Lacs) 2009-2010 Rs.
SALES (GROSS) :		
Sales	24855.70	23000.26
Less : Trade Discount	2657.59	2365.79
	<u>22198.11</u>	<u>20634.47</u>

SCHEDULE - K

	2010-2011 Rs.	2009-2010 Rs.
MISCELLANEOUS INCOME :		
Interest Received (Tax deducted Rs.3.10, Previous year Rs.2.03)		
From Banks	7.80	7.56
Other than Banks	17.14	10.88
Miscellaneous Receipts	106.67	100.41
Dividend on Current Investment - other than Trade	12.73	1.31
Profit on Sale of Fixed Assets	0.32	0.45
Claim Receipts	40.46	13.93
Excess Liabilities Written Back	23.10	19.75
Difference in Exchange Rate (Net)	49.52	0.73
	<u>257.74</u>	<u>155.02</u>

SCHEDULE - L

	2010-2011 Rs.	2009-2010 Rs.
RAW MATERIALS CONSUMED :		
Opening Stock	653.97	687.06
Add : Purchases during the year	3383.30	3177.73
	4037.27	3864.79
Less : Closing Stock	856.74	653.97
	<u>3180.53</u>	<u>3210.82</u>

SCHEDULE - M

	2010-2011 Rs.	2009-2010 Rs.
EMPLOYEES' REMUNERATION & BENEFITS :		
Salaries, Wages & Bonus	3955.68	3402.54
Gratuity	311.05	93.87
Contribution to Provident & Other Funds	313.34	267.84
Workers & Staff Welfare Expenses	437.85	377.00
	<u>5017.92</u>	<u>4141.25</u>

SCHEDULE - N

	2010-2011	(Rs in Lacs) 2009-2010
	Rs.	Rs.
MANUFACTURING, ADMINISTRATIVE, SELLING & DISTRIBUTION EXPENSES :		
Stores Consumed	155.39	137.44
Power & Fuel	1422.95	1250.99
Excise Duty	100.60	67.26
Carriage Inward	153.81	145.27
Rent (Net of realised Rs.Nil Previous Year Rs.1.10)	91.29	85.56
Rates & Taxes	19.00	14.15
Repairs & Renewals :		
Building	81.66	71.61
Plant & Machinery	260.09	250.39
Others	66.56	67.29
Travelling, Conveyance & Vehicle Upkeep	137.34	129.78
Research expenses	57.68	42.84
Electricity	25.57	24.91
Bank Charges & Guarantee Commission	55.73	47.33
Postage, Telegram & Telephones	49.64	49.69
Printing & Stationery	41.12	36.67
Law Charges	63.72	8.88
Service Charges	424.13	385.14
Professional Service Charges	44.28	46.14
Donation	0.40	46.75
Processing Charges	72.08	49.01
Miscellaneous Expenses	44.58	49.85
Export Expenses	263.70	314.82
Field Personnel Expenses	997.68	1052.02
Freight, Forwarding & Transportation	826.44	776.79
Advertisement & Sales Promotion	898.62	864.70
Commission	118.97	63.39
Cash Discount	211.88	175.87
Directors' Fees	2.35	2.65
Directors' Remuneration	98.40	83.75
Insurance	49.50	50.00
Provision for Doubtful Debts	0.51	4.54
Provision for Doubtful Advances	6.42	0.38
Investment written off	1.00	—
Interest:		
On Fixed Loans (Net of Rs.Nil capitalised, Previous Year Rs.1.05)	202.42	316.14
On Others	62.38	67.38
Sales / Service / Turnover Tax	55.21	48.85
Auditors' Remuneration :		
Audit Fees	2.64	2.11
For Tax Audit Fees	0.32	0.32
For Certification	1.14	1.09
Out of Pocket Expenses	1.11	1.09
Cost Audit Fees	0.20	0.20
Loss on Sale of Fixed Assets	2.85	10.10
	7171.36	6843.14

SCHEDULE - P (Contd.)

6. Retirement Benefits:

Liabilities in respect of retirement benefits to employees are provided as follows:-

A. Defined Benefit Plans :

- (a) Leave Salary of employees on the basis of actuarial valuation as per AS 15 (Revised) under Projected Credit Unit method.
- (b) Gratuity obligation of employees, which is managed by Life Insurance Corporation of India, on the basis of actuarial valuation as per AS 15 (Revised) under Projected Credit Unit method.

B. Defined Contribution Plans:

Provident Fund & E.S.I. on the basis of actual liability accrued and paid to trust / authority.

7. Foreign Currency Transaction :

- (a) Year-end balance of foreign currency transactions is translated at the year-end rates and the corresponding effect is given in the respective accounts. Transactions completed during the year are accounted for at currency rate ruling on the date of transaction. Impact of exchange difference between the date of transaction and the date of payment thereon is recognised in Profit and Loss account as exchange loss or gain.
- (b) In respect of transactions covered by Forward Foreign Exchange Contracts, the difference between the forward rate and exchange rate at the inception of contract is recognised as income or expense over the life of the contract.

8. Recognition of Income & Expenditure :

- (a) Sales are recognised at the point of transfer of goods/title of goods. Export sales includes export incentive.
- (b) Purchases are recognised at the point of transfer of goods / title of goods. It includes all expenses incidental to procurement.
- (c) All Items of Income and Expenditure are recognised on accrual basis.

9. Research & Development :

Revenue expenditure on Research & Development has been charged to Profit & Loss Account.

10. Investment :

Long term Investments are stated at cost net of provision against diminution if any in carrying cost of investment other than decline of temporary nature. Current investments are held at lower of cost and market price.

11. Contingent Liabilities and Provision :

Claims against the company not acknowledged as debts and under appeal for which no reliable estimate can be made of amount involved or which may not probably require an outflow of resources are not provided for in the accounts but disclosed by way of notes to accounts. However, disputed claims for which reliable estimate can be made for probable outflow of resources are recognised in accounts.

12. Taxes on Income :

Current Tax is determined as the amount of tax payable in respect of taxable income for the year. Deferred tax liabilities and assets are recognised at substantively enacted tax rates, subject to the consideration of prudence, on timing difference, being the difference between taxable income and accounting income that originate in one year and are capable of reversal in one or more subsequent years.

13. Borrowing Cost :

Borrowing cost 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 a substantial period of time to get ready for use. All other borrowing costs are charged to revenue.

14. Impairment of Fixed Assets :

Test of impairment of fixed assets is undertaken on the basis of cash generating unit concept if indication of impairment exists within the meaning of clause 5 to clause 13 of Accounting Standard 28 on "Impairment of Assets" issued by the Institute of Chartered Accountants of India. Impairment loss being the excess of book value over recoverable value of assets, if any, is charged to revenue of the year.

Reversal of impairment loss recognised in earlier years is made if there is an indication that the impairment loss has decreased or does not exist.

SCHEDULE - Q

NOTES ON ACCOUNTS:

1. Contingent Liabilities not provided for :

	2010-2011 Rs.in lacs	2009-2010 Rs.in lacs
i) Excise Matters	804.94	721.78
ii) Sales Tax Matters	25.74	29.65
iii) Counter guarantees	332.73	222.96
iv) Others	126.02	70.83

2. Estimated amount of contract remaining to be executed on capital account and not provided for Rs. 1.53 lacs (net of advance Rs.0.15 lacs) (Previous year Rs.101.81 lacs, net of advance Rs. 5.17 lacs)

3. Executive and Managing Director's Remuneration (paid under schedule - XIII of the Companies Act, 1956):

	2010-2011 Rs.in lacs	2009-2010 Rs.in lacs
(a) Salary	75.90	64.65
(b) Contribution to Provident Fund	9.11	7.76
(c) Other Perquisites (excluding Gratuity and Leave Salary lying unavailed)	13.39	11.34
	<u>98.40</u>	<u>83.75</u>

4. **Related Party Disclosure:**

Related Party disclosures as required under AS-18 on "Related Party Disclosures" issued by the Institute of Chartered Accountants of India are given below:-

(a) Transaction with Related parties During the Year.

Nature of Transaction	Rs. in Lacs			
	Associates	Key Management Personnel	Total	Outstanding 31.03.2011
	Rs.		Rs.	Rs.
Rendering of Services	46.96 (68.99)	— (—)	46.96 (68.99)	27.32 (—)
Corporate Guarantee Commission paid	0.97 (0.97)	— (—)	0.97 (0.97)	— (—)
<u>Finance :</u>				
Loans given	— (100.00)	— (—)	— (100.00)	— (—)
Interest Received	— (4.28)	— (—)	— (4.28)	— (—)
Director's Remuneration	— (—)	98.40 (83.75)	98.40 (83.75)	— (—)

Figures in bracket relate to previous year.

(b) Name of related parties in transaction with the company and description of relationship:

Entities over which key management personnel or his / their relatives are able to exercise significant influence :-

Kothari & Co. Pvt. Ltd.

Claro India Ltd.

Kothari Medical Centre.

Key Management Personnel :

Sri A.K. Kothari — Chairman & Managing Director.

Sri K.P. Mundhra — Executive Director.

SCHEDULE - Q (Contd.)

5. Earning per share:

	2010-2011 Rs.in lacs	2009-2010 Rs.in lacs
Profit after taxation computed as per profit and loss account (Before and after exceptional and non-recurring items)	1084.58	1027.40
Weighted average number of equity shares outstanding	5707162	5707162
Basic and diluted earnings per share in rupees (face value - Rs 10 per share) (Before and after exceptional and non-recurring items)	19.00	18.00

6. Segment Reporting:

Based on the guiding principles given in Accounting Standard on Segment Reporting (AS-17) issued by the Institute of Chartered Accountants of India, the company's primary business Segment is Pharmaceuticals. As the Company's business activity falls within a single primary business segment the disclosure requirements of AS-17 in this regard are not applicable. Geographical segment reporting of the company is also not applicable as export sales constitute less than 10% of the total sales of the company.

7. Employee Benefits:

Details of employee benefits considered in these accounts in keeping with Accounting Standard 15 (Revised) issued by the Institute of Chartered Accountants of India (also refer note 6 of Significant Accounting Policies above).

- a. The company has recognized, in the profit and loss account of the year ended 31.03.2011, an amount of Rs 375.15 Lacs (Previous Year Rs.295.27 Lacs) expenses under defined contribution plans. Details given below:-

	2010-2011 Rs.in lacs	2009-2010 Rs.in lacs
Benefit (Contribution to) Provident Fund etc.	313.34	267.84
Employee's State Insurance Scheme	61.81	27.43

- b. Particulars in respect of post retirement / other long term defined benefit plans of the Company are as follows :

Rs.in lacs

Description	Gratuity (Funded) 2010-2011	Gratuity (Funded) 2009-2010	Leave Salary (Unfunded) 2010-2011	Leave Salary (Unfunded) 2009-2010
1. Reconciliation of opening and closing balances of obligation				
a. Obligation at the beginning of the year	986.91	889.68	478.88	391.77
b. Current Service Cost	87.72	88.60	37.73	40.38
c. Interest Cost	91.47	70.37	42.32	32.65
d. Actuarial (gain)/loss	208.66	(3.40)	112.95	91.67
e. Benefits paid	(74.99)	(58.34)	(92.87)	(77.59)
f. Obligation at the end of the year	1,299.77	986.91	579.01	478.88
2. Change in Plan Assets (Reconciliation of opening & closing balances)				
a. Fair Value of Plan assets at the beginning of the year	813.35	737.72	—	—
b. Expected return on plan assets	75.47	67.33	—	—
c. Actuarial gain / (loss)	8.58	—	—	—
d. Contributions by the employer	250.99	66.64	92.87	77.59
e. Benefits paid	(74.99)	(58.34)	(92.87)	(77.59)
f. Fair Value of Plan assets at the end of the year	1,073.40	813.35	—	—
3. Reconciliation of fair value of plan assets and present value of defined benefit obligations:				
a. Fair Value of Plan assets at the end of the year	1,073.40	813.35	—	—
b. Present value obligation at the end of the year	1,299.77	986.91	579.01	478.88
c. (Liabilities)/Assets recognized in the balance sheet	(226.37)	(173.56)	(579.01)	(478.88)

SCHEDULE - Q (Contd.)

4. Expenses recognized in the year				
a. Current Service Cost	87.72	88.60	37.73	40.38
b. Interest Cost	91.47	70.37	42.32	32.65
c. Expected return on plan assets (gain)/loss	(75.47)	(67.33)	—	—
d. Actuarial (gain)/loss	200.08	(3.40)	112.95	91.67
e. Expense recognized in the period (a+b+c+d)	303.80	88.24	193.00	164.70
5. Investment Details:				
	% invested as at 31st March 2011	% invested as at 31st March 2010		
Reimbursement right (LIC Group Gratuity - Cash Accumulation Policy)	100.00	100.00	—	—
The expenses for the above mentioned benefits have been disclosed under the following line items: Gratuity - Retirement Benefits under Employee's remuneration and benefits. Leave Salary - Salary, Wages & Bonus under Employee's remuneration and benefits.				
c. Actuarial Assumption:		2010-2011		2009-2010
Discount rate (%)		8.00% p.a.		7.50% p.a.
Rate of increase in Salary		5.00% p.a.		5.00% p.a.
Method for actuarial valuation		Projected unit credit method.		Projected unit credit method.
8. With reference to item 14 of Significant Accounting Policies in Schedule P above the company has not found any indication of impairment of assets and accordingly no further exercise for calculating impairment loss has been under taken.				
9. Amount Due to Micro and Small Enterprises The Identification of Micro and Small Enterprises Suppliers as defined under "The Micro, Small and Medium Enterprises Development Act 2006" is based on the information available with the management. As certified by the Management, the amounts overdue as on March 31, 2011 to Micro and Small Enterprises on account of principal amount together with interest, aggregate to Rs. Nil (Previous year Rs. Nil)				
10. Addition to Fixed Assets reduced by Rs.52.49 lacs (Previous Year Rs.39.50 lacs) on account of exchange difference during the year.				
11. Movement of Provision for Income Tax.				
		2010-2011 Rs.in lacs		2009-2010 Rs.in lacs
Opening provision		2,834.96		2,289.96
Add : Provision made for the year		649.50		545.00
Closing provision		3,484.46		2,834.96
12. Nominal amount of Forward Contracts entered into by Company and outstanding as at 31st March 2011 amount to Rs. 745.82 lacs (Previous Year Rs.1930.90 lacs).				
13. Details of uncovered Foreign Currency exposure as at Balance Sheet date :				
		As at 31.03.2011 Rs.in lacs		As at 31.03.2010 Rs.in lacs
Sundry Debtors		146.30		268.88
Sundry Creditors		145.78		311.51
Loans & Advances		32.05		0.46
Advance from Customer		12.67		—
		336.80		580.85
14. The company has given certain Plant and Machinery under a non-cancellable operating lease in earlier year for a period of 117 months. The terms of the lease include operating term for renewal and restrict the right to sell, sub-let or allow any third person to use the machinery without the prior consent of the company in writing. Initial Direct cost for such leases are borne by the lessor.				

SCHEDULE - Q (Contd.)

Lease rentals are recognised as income which was Rs.26.33 lacs during the year (Previous Year Rs.26.33 lacs). The gross value and accumulated depreciation of such asset as at 31st March 2011 was Rs 171.26 lacs (Previous Year Rs.171.26 lacs) and Rs.159.82 lacs (Previous Year Rs 142.11 lacs) respectively. The future minimum lease rental receivable by the company at the year end are as follows:

	2010-2011 Rs.in lacs	2009-2010 Rs.in lacs
Not later than one year	13.16	26.33
Later than one year and not later than five year	—	13.16
Later than five year	—	—

15. Figures for the previous year have been rearranged and regrouped wherever necessary.

16. Information pursuant to Schedule VI of the Companies Act,1956.

I. Capacity, Production and Stocks :

A. Pharmaceutical Preparation :

Class of Goods	Unit	Installed Capacity (Annual)	Production for the Year	Stock of Goods Produced/Traded			
				Opening Stock		Closing Stock	
				Qty.	Value (Rs.in Lacs)	Qty.	Value (Rs.in Lacs)
a) Non-Sterile Liquid Elixir & Vitamin	K.L.	4,500.00 (4,500.00)	1,070.19 (1,012.44)	166.22 (204.78)	219.76 (310.68)	165.53 (166.22)	251.72 (219.76)
b) Ointment	M.T.	345.00 (345.00)	46.41 (44.70)	6.26 (5.40)	53.78 (48.57)	7.23 (6.26)	62.69 (53.78)
c) Tablets	Lacs	11,700.00 (11,700.00)	1,043.04 (1,231.95)	194.74 (164.34)	296.46 (180.51)	170.17 (194.74)	207.96 (296.46)
d) Sterile Small Volume Injectible/ Eye drops	K.L.	669.00 (669.00)	135.14 (88.97)	26.88 (42.94)	270.12 (340.10)	11.38 (26.88)	213.50 (270.12)
e) Sterile Large Volume Injectible	K.L.	34,013.00 (34,013.00)	21,988.25 (20,752.66)	766.27 (1,332.14)	246.69 (415.06)	1,356.04 (766.27)	345.70 (246.69)
f) Powders & Granules	M.T.	150.00 (150.00)	— (—)	— (—)	— (—)	— (—)	— (—)
g) Capsules	Lacs	2,250.00 (2,250.00)	670.49 (549.81)	59.55 (119.12)	51.47 (109.39)	93.00 (59.55)	88.01 (51.47)
h) Bulk Drugs	M.T.	175.00 (175.00)	3.79 (6.97)	0.43 (0.30)	10.36 (6.32)	0.59 (0.43)	13.20 (10.36)
i) I.V. Sets	Lacs	— (—)	— (—)	— (0.91)	— (2.71)	— (—)	— (—)
j) Disposable Syringes	Lacs	1,500.00 (1,500.00)	93.72 (46.29)	2.29 (3.95)	1.65 (2.58)	2.03 (2.29)	1.68 (1.65)
k) Disposable Needles and Parts	Lacs	3,000.00 (3,000.00)	487.24 (634.39)	199.00 (184.94)	57.28 (76.48)	83.97 (199.00)	30.43 (57.28)
l) Disposable Syringes & Needles	Lacs	— (—)	726.96 (599.04)	99.00 (85.59)	113.39 (92.68)	78.39 (99.00)	85.18 (113.39)
m) Capsule (Trading)	Lacs	— (—)	— (—)	7.63 (4.85)	16.96 (10.72)	13.47 (7.63)	32.65 (16.96)
n) Syrup (Trading)	K.L.	— (—)	— (—)	12.53 (7.91)	11.22 (7.81)	29.49 (12.53)	27.74 (11.22)
o) Tablets (Trading)	Lacs	— (—)	— (—)	8.23 (—)	16.88 (—)	8.78 (8.23)	15.46 (16.88)
p) Evict Fibre	M.T.	— (—)	— (—)	— (—)	— (—)	5.07 (—)	21.54 (—)

- Notes:
1. Licensed Capacity is not applicable to any of the goods manufactured by the company.
 2. Install Capacities are as certified by the technical officer of the Company
 3. Actual production of Bulk Drugs includes captive consumption.
 4. Figures in brackets relate to Previous year.

SCHEDULE - Q (Contd.)
B. Purchased during the year :

Class of Goods	Unit	Figures for the Current Year		Figures for the Previous Year	
		Quantity	Value (Rs.in Lacs)	Quantity	Value (Rs.in Lacs)
I.V. Sets	Lacs	5.30	16.65	3.34	13.05
Capsules	Lacs	55.74	136.07	60.20	147.08
Syrup	K.L.	522.67	477.66	480.46	452.35
Tablets	Lacs	28.24	54.16	12.45	26.74
Evict Fibre	M.T.	21.93	94.34	—	—
			<u>778.88</u>		<u>639.22</u>
II. Break-up of Sales :					
Tablets	Lacs	992.62	2,702.71	1,151.84	2,566.39
Small Volume Injectibles	K.Ltr.	149.11	3,505.63	102.48	3,408.79
Large Volume Injectibles	K.Ltr.	21,398.48	6,879.61	21,318.53	6,723.04
Liquids	K.Ltr.	1,003.85	3,194.67	957.32	2,887.60
Bulk Drugs	M.T.	—	—	4.03	28.97
Capsules	Lacs	637.04	2,030.35	609.38	1,698.50
Ointment	M.T.	43.79	954.97	41.45	807.18
I.V. Sets	Lacs	5.30	17.26	4.25	16.24
Disposable Syringes & Needles	Lacs	1,443.82	1,181.51	1,253.91	1,048.04
Tablets (Trading)	Lacs	27.69	81.32	—	—
Capsules (Trading)	Lacs	49.90	235.63	57.42	245.89
Syrup (Trading)	K.Ltr.	505.71	903.47	475.84	772.32
Evict Fibre	M.T.	16.86	74.61	—	—
Others (Export Incentive)			87.74		92.83
			<u>21,849.48</u>		<u>20,295.79</u>
III. Raw Materials Consumed :					
Vitamins	M.T.	5.29	51.38	6.00	59.82
Lactulose Concentrate	M.T.	309.54	336.20	281.38	369.94
Sorbitol	M.T.	275.96	86.85	280.83	79.86
Dextrose Anhydrous	M.T.	731.07	332.56	670.46	247.61
Urso Deoxychoic Acid	M.T.	3.41	529.95	3.75	674.67
Essence, Oils & Drugs	K.Ltr/M.T.	362.57	762.44	344.51	715.84
Others			1,081.15		1,063.08
			<u>3,180.53</u>		<u>3,210.82</u>
IV. Value of Raw/Packing Materials and Stores Consumed :					
		Value	Percentage	Value	Percentage
		Rs.in Lacs	of Total	Rs.in Lacs	of Total
			Consumption		Consumption
a) Imported		2,426.39	36.68	2,438.85	38.88
b) Indigenous		4,188.67	63.32	3,834.63	61.12
		<u>6,615.06</u>	<u>100.00</u>	<u>6,273.48</u>	<u>100.00</u>
V. C.I.F. Value of Imports :					
		Figures for the Current Year		Figures for the Previous Year	
		Value (Rs.in Lacs)		Value (Rs.in Lacs)	
a) Raw Materials & Others		2,091.08		2,064.26	
b) Capital Goods		76.20		905.80	
c) Spare parts & Components		71.76		43.39	

SCHEDULE - Q (Contd.)

	Figures for the Current Year Value (Rs.in Lacs)	Figures for the Previous Year Value (Rs.in Lacs)
VI. Expenditure in Foreign Currency :		
a) Travelling Expenses	5.52	12.73
b) Interest	66.22	38.51
c) Exchange fluctuation on Working Capital Demand Loan	29.46	4.68
d) Commission	4.70	5.34
e) Others	63.96	106.55
VII. Earnings in Foreign Currency :		
a) Export of Goods on F.O.B. Basis	1,749.86	1,726.74
b) Other Income (Freight & Insurance)	114.53	99.26

17. INFORMATION PURSUANT TO PART IV OF SCHEDULE VI TO THE COMPANIES ACT, 1956 BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE.

I. Registration Details :

Registration No.

State Code :

Balance Sheet Date
Date Month Year

II. Capital Raised during the year (Amount in Rs. thousands):

Public Issue

Rights Issue

Bonus Issue

Private Placement

III. Position of Mobilisation and Deployment of Funds(Amount in Rs. thousand):

Total Liabilities

Total Assets

Sources of Funds:

Paid up Capital

Reserves & Surplus

Secured Loans

Unsecured Loans

Deferred Tax

Application of Funds:

Net Fixed Assets

Investments

Net Current Assets

Deferred Tax

Accumulated Losses

Misc. Expenditure

SCHEDULE - Q (Contd.)

IV. Performance of Company (Amount in Rs. thousands)

Turnover	Total Expenditure																
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2	1	8	4	9	4	8											
2	0	4	6	6	5	1											
Other Income	Profit/(Loss) After Tax																
<table border="1" style="border-collapse: collapse; width: 100px; text-align: center;"> <tr><td></td><td></td><td>2</td><td>5</td><td>7</td><td>7</td><td>4</td></tr> </table>			2	5	7	7	4	<table border="1" style="border-collapse: collapse; width: 100px; text-align: center;"> <tr><td></td><td></td><td>1</td><td>0</td><td>8</td><td>4</td><td>5</td><td>8</td></tr> </table>			1	0	8	4	5	8	
		2	5	7	7	4											
		1	0	8	4	5	8										
Profit before Tax	Dividend Rate %																
<table border="1" style="border-collapse: collapse; width: 100px; text-align: center;"> <tr><td></td><td></td><td>1</td><td>6</td><td>4</td><td>0</td><td>7</td><td>1</td></tr> </table>			1	6	4	0	7	1	<table border="1" style="border-collapse: collapse; width: 100px; text-align: center;"> <tr><td></td><td></td><td></td><td></td><td></td><td></td><td>4</td><td>5</td></tr> </table>							4	5
		1	6	4	0	7	1										
						4	5										
Earning per Share in Rs. (After exceptional and non- recurring items)																	
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			1	9	.	0	0										

V. Generic Names of Three Principal Products of Company :

Item code No (ITC Code)	<table border="1" style="border-collapse: collapse; width: 100px; text-align: center;"> <tr><td>3</td><td>0</td><td>0</td><td>4</td><td>9</td><td>0</td><td>.</td><td>1</td><td>7</td></tr> </table>	3	0	0	4	9	0	.	1	7		
3	0	0	4	9	0	.	1	7				
Product Description	<table border="1" style="border-collapse: collapse; width: 100px; text-align: center;"> <tr><td>F</td><td>O</td><td>R</td><td>M</td><td>U</td><td>L</td><td>A</td><td>T</td><td>I</td><td>O</td><td>N</td></tr> </table>	F	O	R	M	U	L	A	T	I	O	N
F	O	R	M	U	L	A	T	I	O	N		
Item code No (ITC Code)	<table border="1" style="border-collapse: collapse; width: 100px; text-align: center;"> <tr><td>3</td><td>0</td><td>0</td><td>4</td><td>9</td><td>0</td><td>.</td><td>8</td><td>1</td></tr> </table>	3	0	0	4	9	0	.	8	1		
3	0	0	4	9	0	.	8	1				
Product Description	<table border="1" style="border-collapse: collapse; width: 100px; text-align: center;"> <tr><td>I</td><td>.</td><td>V</td><td>.</td><td>F</td><td>L</td><td>U</td><td>I</td><td>D</td><td>S</td></tr> </table>	I	.	V	.	F	L	U	I	D	S	
I	.	V	.	F	L	U	I	D	S			
Item code No (ITC Code)	<table border="1" style="border-collapse: collapse; width: 100px; text-align: center;"> <tr><td>3</td><td>0</td><td>0</td><td>3</td><td>9</td><td>0</td><td>.</td><td>0</td><td>1</td></tr> </table>	3	0	0	3	9	0	.	0	1		
3	0	0	3	9	0	.	0	1				
Product Description	<table border="1" style="border-collapse: collapse; width: 100px; text-align: center;"> <tr><td>A</td><td>Y</td><td>U</td><td>R</td><td>V</td><td>E</td><td>D</td><td>I</td><td>C</td></tr> </table>	A	Y	U	R	V	E	D	I	C		
A	Y	U	R	V	E	D	I	C				

Schedules 'A' to 'Q' signed by the followings:

As per our Report attached
For G. Basu & Company
Chartered Accountants
(Registration No. 301174E)

S C SHAH
V.P. (Finance) & C.F.O.

On behalf of the Board
A K KOTHARI
Chairman & Managing Director

S. LAHIRI
Partner
(Membership No.: 51717)

INDRAJIT DHAR
Company Secretary

A V IYENGAR
Director

Kolkata
The 30th May, 2011

ALBERT DAVID LIMITED**REGD. OFFICE : 15, CHITTARANJAN AVENUE, KOLKATA - 700072****Sub : Green Initiative**

We value your relationship with Albert David Limited and thank you for all your support.

Ministry of Corporate Affairs (MCA) has issued a Circular No.17/2011 dated 21.04.2011 propagating "Green Initiative", by allowing paperless compliances by serving documents through electronic mode (e-mail). As an enlightened corporate citizen, we propose to send all future shareholders' communications like Notices, Company's Annual Report etc. through electronic mode. This will ensure prompt receipt of communication and avoid loss in postal transit.

We request you to **register your e-mail address** with your Depository Participant. Alternatively, you may register your e-mail id with the Company's Registrars & Transfer Agents M/s. Maheshwari Datamatics Pvt. Ltd. at the e-mail id mdpl@cal.vsnl.net.in, in case you have not already registered the same. You are not required to re-register unless there is a change in your e-mail address.

You are also requested to intimate to the Depository Participant (DP), changes, if any, in your registered addresses, e-mail id and/or changes in your bank account details.

Members who holds shares in physical form are requested to register their email address by using the slip appended below.

Please note, as a member of the company, you will be entitled to be furnished, free of cost, with a printed copy of the Balance Sheet of the company and all other documents required by law to be attached thereto including the Profit & Loss Account and Auditors' Report and all other communication that may be sent to you, upon receipt of a requisition from you to this effect.

Soliciting your co-operation and continued patronage.

Thanking you,

For Albert David Limited
Sd/-
Indrajit Dhar
(Company Secretary)

Registration of E-mail id with the Company

The Company Secretary
Albert David Limited
15, Chittaranjan Avenue
Calcutta - 700072

Dear Sir,

Please register my/our e-mail id with the company as mentioned hereinbelow for serving documents through electronic mode to me/us. If there is a change in the e-mail id, I/we will promptly communicate the same to you and if applicable to the Depository Participant.

E-mail id : _____

Folio No./DP ID & Client ID : _____

Signature(s) of the Shareholder*

* If shares are held jointly, first shareholder's sign on the aforesaid slip is essential.



ALBERT DAVID LIMITED

Regd. Office : 15, Chittaranjan Avenue, Kolkata - 700 072

PROXY FORM

I/We
of in the district of
being a member/members of ALBERT DAVID LIMITED, hereby appoint
.....
of in the district of
or failing him/her of
..... in the district of

as my/our proxy to vote for me/us on my/our behalf at the SEVENTY-SECOND ANNUAL GENERAL MEETING of the Company to be held on Friday, the 5th August 2011 at 11.30 a.m. and at any adjournmenty thereof.

Signed this day of2011

DP. Id*	
Client ID*	
Reg. Folio No.	
No of Shares held	

Signature(s)

Affix
Requisite
Revenue
Stamp
here

* Applicable if shares are held in electronic form.

Note : This form in order to be effective should be duly stamped, completed and signed and must be deposited at the Registered office of the Company, not less than 48 hours before the meeting.

ALBERT DAVID LIMITED

Regd. Office : 15, Chittaranjan Avenue, Kolkata - 700 072

ATTENDANCE SLIP



SEVENTY-SECOND ANNUAL GENERAL MEETING - Friday, the 5th August 2011

DP. Id*	
Client ID*	
Reg. Folio No.	
No of Shares held	

* Applicable if shares are held in electronic form.

I certify that I am a registered shareholder / proxy for the registered shareholder of the Company.

I here record my presence at the Seventy-Second Annual General Meeting of the Company at **BENGAL CHAMBER OF COMMERCE & INDUSTRY 6**, Netaji Subhas Road, Kolkata - 700 001 on Friday, the 5th August 2011.

Member's / Proxy's Signature

Note : Please fill this attendance slip and hand it over at the ENTRANCE OF THE HALL.

Ursodiol 150 / 300 mg Tablets



Betahistine Hydrochloride USP 24 mg tablets

Treats **Vertigo**... **Better**

SIOTONE

The complete answer to Male Infertility Capsules



Lactulose 10 g + Ispaghula Husk 3.5 g in 20 g of granules

Dual Action ... Double Benefit



Taking care of a Woman's Periods

ALAMIN-M FORTE

CAPSULE

Amino Acids fortified with Minerals

ALAMIN SN

Infusion

Crystalline-free form Absorbable Amino Acids

ADLIV

Forte Capsule
Syrup / Drops

The Proven Liver Supportive

Anaflam-XP Tab

30% Xtra for Xtra Benefit ...

EVICT

Lactulose solution

Pure • Safe • Tasty

SIOOXY

Omega-3- fatty acid, Vitamins & Minerals

AZ3

CRYSTALLINE AZITHROMYCIN

MAIN SALES DEPOT

BHOPAL

Albert David Limited

E-7/852, Arera Colony,
Near 12 No. Stop
Bhopal - 462016 (M.P.)
Phone: (0755) 4273796/2421121
Fax: (0755) 2421109
E-mail: bhopal@adlindia.in

DELHI

Albert David Limited

4/11, Asaf Ali Road, New Delhi - 110002
Phone: (011) 2327 0220/2327 0261
Fax: (011) 23282675
E-mail: adidavid@bol.net.in

PATNA

Albert David Limited

2nd floor at Block 'B', Shazia Complex
New Bye Pass Road, Beur More
Post - Anisabad, Patna - 800002
Phone: (0612) 2251828 / 2251813
Fax: (0612) 2251888
E-mail: patna@adlindia.in

KOLKATA

Albert David Limited

5/11, D Gupta Lane, Kolkata - 700 050 (W.B.)
Phone: 033-25571131/1231/1281
Fax: 033-25571181
E-mail: adfact@dataone.in

LUCKNOW

Albert David Limited

P-7/2, Transport Nagar, Kanpur Road
Lucknow - 226008
Phone: (0522) 2439 3939/4154 6000 20 lines
Fax: (0522) 4154666
E-mail: lucknow@adlindia.in
adl.lucknow@gmail.com

CHENNAI

Albert David Limited

37, Nelson Manickam Road,
6th Floor, Aminjikarai
Chennai - 600 029 (Tamilnadu)
Phone: (044) 2374 0811/2374 4242
Fax: (044) 23740911
E-mail: adlchn@yahoo.co.in

MUMBAI

Albert David Limited

101, Maker Chamber No. IV, 10th floor
Nariman Point, Mumbai - 400 021 (Maharashtra)
Phone: (022) 22023868
Fax: (022) 22823819
E-mail: mumbai@adlindia.in

VIJAYAWADA

Albert David Limited

1-4/1-10A Netaji Road,
Kamakoti Nagar, Vidyadharapuram,
Vijayawada - 520 012 (A.P.)
Phone: (0866) 2417693
Fax: (0866) 2413962
E-mail: adlvja@yahoo.com

GUWAHATI

Albert David Limited

G.S. Road, Dispur
(Beside International Hospital)
Guwahati - 781 005 (Assam)
Phone: (0361) 2343204/2343243
Fax: (0361) 2343204
E-mail: adlguwahati@sify.com
adlguwahati@rediffmail.com

KOLKATA

Albert David Limited

21, Gopal Chandra Bose Lane
Kolkata - 700 050 (W.B.)
Phone: (033) 25574471
Fax: (033) 25569799
E-mail: kolkata@adlindia.in

FACTORIES

GHAZIABAD

Albert David Limited

B-12/13, Meerut Road, Industrial Area
Ghaziabad - 201 003 (U.P.)
Phone: 0120 4197900
Fax: 0120 4197950
E-mail: adlgzb@adlindia.in

MANDIDEEP

Albert David Limited

Plot No. 207, New Industrial Area No. 2
Mandideep - 462 046, Dist. Raipur (M.P.)
Phone: (07480) 233703
Fax: (07480) 403226
E-mail: adlmdp@adlindia.in

REGISTERED OFFICE

ALBERT DAVID LIMITED

15, Chittaranjan Avenue, Kolkata - 700 072 (W.B.)
Phone: (033) 22129700/9637/9592 Fax: (033) 22258714
E-mail: adidavid@dataone.in, adidavid@cal.vsnl.net.in, adlho@adlindia.in
Website: www.albertdavidindia.com

