

**SAMRAT PHARMACHEM
LIMITED**

FIRST ANNUAL REPORT

1992-93



SAMRAT PHARMACHEM LIMITED

MANUFACTURERS, IMPORTERS & EXPORTERS OF PHARMACEUTICAL BULK DRUGS

REGISTERED OFFICE

PLOT NO. A2/3445,
GIDC PHASE IV,
ANKLESHWAR - 393 002,
GUJARAT.

BOARD OF DIRECTORS

SHRI LALIT D. MEHTA MANAGING DIRECTOR
B.Sc., L.L.B.

SHRI CHAMPAK K. PAREKH JOINT MANAGING DIRECTOR
G.C.D.

SHRI RAJESH L. MEHTA DIRECTOR FINANCE
B.Com., A.C.A.

SHRI HITESH C. PAREKH DIRECTOR TECHNICAL
B. Pharm.

AUDITORS

NALIN S. PAREKH & CO.
CHARTERED ACCOUNTANTS
302 MADHAV APTS., JAWAHAR ROAD,
OPPOSITE GHATKOPAR STATION [EAST],
BOMBAY - 400 077.

BANKERS

THE SARASWAT CO-OP BANK LTD.
TAJ BUILDING,
A.K. NAYAK ROAD,
V.T., BOMBAY.



SAMRAT PHARMACHEM LIMITED

MANUFACTURERS, IMPORTERS & EXPORTERS OF PHARMACEUTICAL BULK DRUGS

Registered Office

Plot No. A2/3445, GIDC Phase IV, Ankleshwar - 393 002, Gujarat

NOTICE

NOTICE IS HEREBY GIVEN THAT THE FIRST ANNUAL GENERAL MEETING OF THE MEMBERS OF SAMRAT PHARMACHEM LIMITED WILL BE HELD AT THE REGISTERED OFFICE OF THE COMPANY AT PLOT NO. A2/3445, GIDC PHASE IV, ANKLESHWAR - 393 002, GUJARAT ON 28 SEPTEMBER, 1993 AT 3 P.M. TO TRANACT THE FOLLOWING BUSINESS.

1. TO CONSIDER AND ADOPT THE BALANCE SHEET AS AT 31 MARCH, 1993, TOGETHER WITH DIRECTORS AND AUDITORS REPORT THEREON.
2. TO APPOINT A DIRECTOR IN PLACE OF SHRI RAJESH L. MEHTA WHO RETIRES BY ROTATION AND BEING ELIGIBLE OFFERS HIMSELF FOR RE-APPOINTMENT.
3. TO APPOINT AUDITORS AND FIX THEIR REMUNERATION.

BY ORDER OF THE BOARD
FOR SAMRAT PHARMACHEM LIMITED

PLACE : BOMBAY
DATED : 30 AUGUST, 1993

LALIT D. MEHTA
DIRECTOR

CHAMPAK N. PAREKH
DIRECTOR

NOTES :

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy or proxies to attend and vote instead of himself and the proxy or proxies so appointed need not be a member or members, as the case may be, of the company.



SAMRAT PHARMACHEM LIMITED

MANUFACTURERS, IMPORTERS & EXPORTERS OF PHARMACEUTICAL BULK DRUGS

Registered Office

Plot No. A2/3445, GIDC Phase IV, Ankleshwar - 393 002, Gujarat

REPORT OF THE DIRECTORS

TO THE SHAREHOLDERS :

THE DIRECTOR'S OF THE COMPANY HAVE PLEASURE IN PRESENTING THE REPORT AND ACCOUNTS FOR THE PERIOD FROM IT'S INCORPORATION (16th JUNE, 1992) TO 31ST MARCH, 1993.

OPERATIONS

DURING THE PERIOD UNDER REVIEW, THE COMPANY HAS INCURRED EXPENSES FOR FORMATION OF COMPANY AND ISSUE OF SHARE CAPITAL. THESE HAVE BEEN CAPITALIZED AND SHOWN AS PRELIMINARY EXPENSES IN THE BALANCE SHEET.

DIVIDEND

AS NO PROFITS HAVE BEEN MADE, YOUR DIRECTORS DO NOT RECOMMEND ANY DIVIDEND.

PROSPECTS

THE COMPANY HAS TAKEN OVER THE ASSETS AND LIABILITIES OF M/S. LUB CHEM, AN EXISTING PROFIT MAKING FIRM, W.E.F. 1 APRIL, 1993. IT HAS COMMENCED COMMERCIAL PRODUCTION FROM APRIL AND EXPECTS GOOD WORKING RESULTS FOR THE FINANCIAL YEAR 1993-94.

STATUTORY STATEMENTS

THE COMPANY DOES NOT HAVE ANY EMPLOYEE WHO WAS PAID REMUNERATION OF Rs. 1,44,000/- P.A. OR Rs. 12,000/- P.M. IF EMPLOYED ONLY FOR A PART OF THE YEAR.

THE COMPANY HAS NO ACTIVITIES RELATING TO CONSERVATION OF ENERGY OR TECHNOLOGY ABSORPTION DURING THE PERIOD UNDER REVIEW. THE COMPANY HAS NO FOREIGN EXCHANGE EARNINGS OR OUTGO DURING THE GIVEN PERIOD.



SAMRAT PHARMACHEM LIMITED

MANUFACTURERS, IMPORTERS & EXPORTERS OF PHARMACEUTICAL BULK DRUGS

DIRECTORS

IN ACCORDANCE WITH THE PROVISIONS OF THE COMPANIES ACT, 1956 AND THE ARTICLES OF ASSOCIATION OF THE COMPANY, SHRI RAJESH L. MEHTA RETIRES BY ROTATION AND IS ELIGIBLE FOR RE-APPOINTMENT.

AUDITORS

THE AUDITORS OF THE COMPANY M/S. NALIN S. PAREKH & CO. CHARTERED ACCOUNTANTS HOLD OFFICE UPTO THE FORTHCOMING ANNUAL GENERAL MEETING AND BEING ELIGIBLE OFFER THEMSELVES FOR RE-APPOINTMENT.

ACKNOWLEDGEMENTS

YOUR DIRECTORS ARE THANKFUL TO YOU, OUR BANKERS, CUSTOMERS, EMPLOYEES AND TO ALL THOSE WHO HAVE EXTENDED THEIR COMMITTED SUPPORT TO THE PROGRESS OF THE COMPANY.

FOR AND ON BEHALF OF THE BOARD

PLACE : BOMBAY
DATED : 30 AUGUST, 1993

LALIT D. MEHTA
DIRECTOR

CHAMPAK K. PAREKH
DIRECTOR

12, Modhav Apartment
Wahar Road,
Kotkpar (E).
Mumbai 400 077
T: 5114552
F: 5113488

NALIN S. PAREKH & CO.

Chartered Accountants

AUDITOR'S REPORT

To the members of SAMRAT PHARMACHEM LIMITED

We have audited the attached Balance Sheet of SAMRAT PHARMACHEM LIMITED as at 31 MARCH, 1993 and report that :

1. As required by the Manufacturing and Other Companies (Auditor's Report) Order, 1988 issued by the Company Law Board in terms of section 227(4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
2. Further to our comments in the Annexure referred to in paragraph 1 above, we state that :
 - (a) 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.
 - (b) In our opinion proper books of account as required by the law have been kept by the company so far as appears from our examination of such books.
 - (c) The Balance Sheet referred to in this report is in agreement with the books of account.
 - (d) In our opinion and to the best of our information and according to the explanations given to us, the said Balance Sheet read together with the notes give the information required by the Companies Act, 1956, in the manner so required, give a true and fair view :
 - (i) insofar as it relates to the Balance Sheet, of the state of affairs of the company as at 31 March, 1993.

For Nalin S. Parekh & Co.
Chartered Accountants

Nalin S. Parekh
Proprietor

Place : BOMBAY
Dated : 30 AUGUST, 1993



12. Modhav Apartment
Wohar Road,
Hotkoper (E),
Mumbai 400 077
T: 5114552
F: 5113488

NALIN S. PAREKH & CO.

Chartered Accountants

ANNEXURE TO THE AUDITOR'S REPORT

Re : SAMRAT PHARMACHEM LIMITED

Referred to in paragraph 1 of our report of even date.

1. The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets. All the assets have been physically verified by the management during the period and there is a regular programme of verification which in our opinion is reasonable having regard to the size of the company and the nature of its assets. No discrepancies were noticed on verification.
2. None of the fixed assets have been revalued during the period under review.
3. As explained to us, the company did not have any stock of finished goods, stores, spare parts and raw materials at any time during the period under review.
4. In our opinion the terms and conditions on which loans have been taken from companies, firms or other parties listed in the registers maintained under section 301 are not, *prima facie*, prejudicial to the interest of the company.
5. According to information and explanation given to us the company has not granted any loans to companies, firms or other parties listed in the registers to be maintained under section 301 and to the companies under the same management.
6. As explained to us no loans and advances in the nature of loans have been given by the company.
7. In our opinion and according to the information and explanation 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 the purchase of plant.
8. According to the information and explanations given to us, the company does not have any transaction of purchase of goods and materials and sale of goods, materials and services, made in pursuance of contracts or arrangements entered in the registers to be maintained under section 301 and aggregating during the period to Rs. 50,000 or more.



12, Madhav Apartment
Wuhar Road,
Hatkopar (E),
Mumbai 400 077
T: 5114552
F: 5113488

NALIN S. PAREKH & CO.

Chartered Accountants

9. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 58A of the Companies Act, 1956, and the Companies (Acceptance of Deposits) Rules, 1975, with regard to the deposits accepted from the public.
10. The Company's operations did not give rise to any scrap or by-products during the period under review.
11. In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
12. As no manufacturing activity was carried out during the period under review, cost records have not been maintained.
13. We are informed that the company is not covered under the Provident Fund and the Employees State Insurance Acts during the period under review.
14. According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, sales tax, customs duty and excise duty were outstanding, as at 31st March, 1993, for a period of more than six months from the date they became payable.
15. According to the information and explanations given to us, no personal expenses of employees or directors have been charged to revenue account, other than those payable under contractual obligations or in accordance with generally accepted business practice.
16. The company is not a sick industrial company within the meaning of clause(o) of sub-section (1) of section 3 of the Sick Industrial Companies (Special Provisions) Act, 1985.

For Nalin S. Parekh & Co.
Chartered Accountants



Nalin S. Parekh
Proprietor

Place : BOMBAY
Dated : 30 AUGUST, 1993





SAMRAT PHARMACHEM LIMITED

MANUFACTURERS, IMPORTERS & EXPORTERS OF PHARMACEUTICAL BULK DRUGS

NOTES FORMING PART OF THE BALANCE SHEET

1. Accounts of the company relate to the period from its incorporation (16th June, 1992) to 31st March, 1993
2. Expenditure on employees in receipt of remuneration of Rs. 1,44,000 (Rupees One lakh fourty-four thousand only) per year or Rs. 12,000 per month (Rupees twelve thousand only) if employed for part of the year NIL
3. Earnings in foreign exchange NIL
4. Expenditure in foreign currency NIL
5. Amounts remitted in foreign currency towards dividend NIL

For Nalin S. Parekh & Co.
Chartered Accountants

Nalin S. Parekh
Proprietor

Place : BOMBAY
Dated : 30 AUGUST, 1993





SAMRAT PHARMACHEM LIMITED

MANUFACTURERS, IMPORTERS & EXPORTERS OF PHARMACEUTICAL BULK DRUGS

BALANCE SHEET AS AT 31 MARCH, 1993

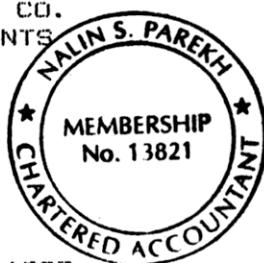
SOURCES OF FUNDS	31-Mar-93
	Rs.
SHAREHOLDERS' FUNDS	
EQUITY SHARE CAPITAL	2,504,000.00
RESERVES AND SURPLUS	
(1) PROFIT AND LOSS ACCOUNT	0.00 2,504,000.00
LOAN FUNDS	
UNSECURED LOANS	136,500.00
TOTAL	2,640,500.00

NOTE : THIS WAS THE COMPANY'S FIRST YEAR OF OPERATION. HENCE FIGURES FOR PREVIOUS YEAR ARE NOT GIVEN.

AS PER OUR REPORT OF EVEN DATE

DR NALIN S PAREKH & CO.
CHARTERED ACCOUNTANTS

NALIN S. PAREKH
PROPRIETOR



FOR SAMRAT PHARMACHEM LIMITED

Colm K.

LALIT D. MEHTA
DIRECTOR

Champak K.
CHAMPAK K. PAREKH
DIRECTOR

PLACE : BOMBAY
DATED : 30 AUGUST, 1993



SAMRAT PHARMACHEM LIMITED

MANUFACTURERS, IMPORTERS & EXPORTERS OF PHARMACEUTICAL BULK DRUGS

BALANCE SHEET AS AT 31 MARCH, 1993

[Page 2]

APPLICATION OF FUNDS	31-Mar-93
-----	-----
FIXED ASSETS	Rs.
GROSS BLOCK	16,000.00
DEPRECIATION	0.00
NET BLOCK	16,000.00
INVESTMENTS	0.00
CURRENT ASSETS, LOANS AND ADVANCES	
CASH BALANCE	17,499.00
BANK BALANCE	1,422.00
LOANS AND ADVANCES	2,500,000.00

	2,518,921.00
CURRENT LIABILITIES AND PROVISIONS	0.00
NET CURRENT ASSETS	2,518,921.00
PRELIMINARY EXPENSES	105,579.00
TOTAL	2,640,500.00
-----	-----

NOTE : THIS WAS THE COMPANY'S FIRST YEAR OF OPERATION. HENCE
FIGURES FOR PREVIOUS YEAR ARE NOT GIVEN.

PER OUR REPORT OF EVEN DATE

M R NALIN S PAREKH & CO.
CHARTERED ACCOUNTANTS

NALIN S. PAREKH
PROPRIETOR



FOR SAMRAT PHARMACHEM LIMITED

LALIT D. MEHTA
DIRECTOR

CHAMPAK K. PAREKH
DIRECTOR

PLACE : BOMBAY
DATE : 30 AUGUST, 1993



SAMRAT PHARMACHEM LIMITED

MANUFACTURERS, IMPORTERS & EXPORTERS OF PHARMACEUTICAL BULK DRUGS

SCHEDULES TO BALANCE SHEET

31-Mar-93

Rs.

SHARE CAPITAL

AUTHORISED

1,00,000 EQUITY SHARES OF Rs. 10 EACH 5,000,000.00

=====

ISSUED AND SUBSCRIBED

1,50,400 EQUITY SHARES OF Rs. 10 EACH FULLY PAID 2,504,000.00

=====

UNSECURED LOANS

M/s. Lub Chem

136,500.00

=====

FIXED ASSETS [AT COST] AS PER BOOKS

NAME OF ASSET	ADDITIONS Rs.	W.D.V. AT 31-Mar-93
COMPUTER SYSTEM	16,000.00	16,000.00
TOTAL	16,000.00	16,000.00

BANK BALANCES

SARASWAT CO-OP BANK LTD. [SCHEDULED BANK] 1,422.00

=====

LOANS AND ADVANCES

[unsecured, considered good; recoverable in cash
or in kind or against value to be received]

GOODWILL AND TECHNICAL KNOWHOW DEPOSIT
To M/s. Lub Chem]

2,500,000.00

=====





SAMRAT PHARMACHEM LIMITED

MANUFACTURERS, IMPORTERS & EXPORTERS OF PHARMACEUTICAL BULK DRUGS

SCHEDULES TO BALANCE SHEET

31-Mar-93

Rs.

[Continued]

PRELIMINARY EXPENSES

PRINTING AND STATIONERY	45,079.00
LEGAL AND PROFESSIONAL FEES	25,000.00
BANK CHARGES AND INTEREST	20.00
ROC FILING FEES AND STAMP DUTY	29,980.00
UNDRY EXPENSES	5,500.00
 TOTAL	 105,579.00

OTES TO ACCOUNTS

Fixed Assets have been valued at Cost.
As the assets were not put to use, no depreciation
has been provided.

The company had no business operations during the year.
Hence no Income Statement has been drawn.
Only Preliminary Expenses have been incurred.

3 PER OUR REPORT OF EVEN DATE

DR NALIN S. PAREKH & CO.
CHARTERED ACCOUNTANTS

NALIN S. PAREKH
PROPRIETOR

PLACE : BOMBAY
ATED : 30 AUGUST, 1993



FOR SAMRAT PHARMACHEM LIMITED

LALIT D. MEHTA
DIRECTOR

CHAMPAK K. PAREKH
DIRECTOR