

SWORD & SHIELD PHARMA LTD
AHMEDABAD

16TH ANNUAL REPORT
FOR THE
FINANCIAL YEAR 2010-2011



Sword & Shield Pharma Ltd.

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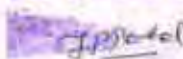
Notice is hereby given that the Fifteenth Annual General Meeting of the members of SWORD AND SHIELD PHARMA LTD will be held on 30/09/2011 at 10:00 AM at the INDULAL YAGNIK HALL, RAJKAMAL PLAZA - A, INCOME TAX, AHMEDABAD at to transact the following business:

1. To consider and adopt the Balance Sheet as on 31 March, 2011 and the reports of Directors and Auditors thereon.
2. To consider and appoint Auditors of the company, to hold office from the conclusion of this meeting until the conclusion of next Annual General Meeting of the company and to fix their remuneration.

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 the member of the company. The proxies in order to be effective must be deposited at the registered office of the company not less than 48 hours before the commencement of the meeting.
2. The Register of Members and the Share Transfer Books of the Company will remain closed from 25/09/2011 to 30/09/2011.
3. Members desirous to obtaining any information concerning the accounts and operations of the company are requested to address their questions in writing to the company atleast 7 days before the date of the meeting, so that the information required may be made available at the meeting.
4. Member are requested to bring the admission slips along with their copies of the annual report into the meeting.
5. Companies' equity shares are listed on the stock exchange, Mumbai, P. J. Tower, Dalal Street, Mumbai - 400001 and the Ahmedabad Stock Exchange.

(By Order Of Board of Directors)
For Sword & Shield Pharma Ltd.



Director

Sd/-

Managing Director

Date : 30/08/2011

Place : AHMEDABAD



DIRECTOR'S REPORT TO THE SHAREHOLDERS

Dear Shareholders,

Your Directors have pleasure in presenting the **Sixteenth** Annual Report on the business and operations of the Company and Audited Statement of Accounts of the Company for the year ended 31 March, 2011.

FINANCIAL RESULTS

The Profit and Loss Account of the company shows a Net Loss amounting to Rs. 27,18,399.10

GENERAL REVIEW

The company's performance was not fully satisfactory during the year. The company could not achieve its turnover as well it could not achieve its target of Net Profit. Your Directors are hopeful that the company shall be able to achieve its target of Net Profit in the year to come. The future of the company seems to be bright.

DIVIDEND

Directors have not recommended dividend during the year.

ACCEPTANCE OF DEPOSITS

The Company has not accepted any deposits during the year under review.

PARTICULARS OF EMPLOYEES

None of the employee of the company received remuneration in excess of the limit specified u/s 217 (2A) of the Companies Act, 1956.

DISCLOSURE OF PARTICULARS WITH RESPECT OF CONSERVATION OF ENERGY

The details as required by Companies (Disclosure of particulars in Report of Board of Directors) Rules, 1988 for conservation of Energy, Technology Absorption and Foreign Exchange earnings and outgo are annexed hereto and forms part of the report.

DIRECTOR RESPONSIBILITY STATEMENT

Pursuant to section 217(2AA) of the Companies Act, 1956 the Directors confirm that:

In presentation of the annual accounts, the applicable standards had been followed along with proper explanation relation to material departures;

The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of your Company at the end of the financial year and of the profit of your Company for that period;

The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of your Company and for preventing and detection fraud and other irregularities;

The Directors had prepared the annual accounts on a going concern basis.

AUDITORS

A. C. Brahmakshatriya & Co., Chartered Accountant, retiring auditors is eligible for re-appointment and offers them for reappointment.

In respect of the observation made by the auditors in their report, your directors wish to state that the respective notes to the accounts are self explanatory and therefore do not call for any further comments.

COMPLIANCE CERTIFICATE

In terms of S-383A of the companies act, 1956 and companies (Compliance Certificate) Rules, 2002, Compliance Certificate obtained from Company Secretary in whole time practice is attached herewith.

CORPORATE GOVERNANCE

The company has taken adequate steps to ensure that all mandatory provisions of corporate governance as prescribed under the amended Listing Agreements of the Stock Exchanges with which the company is listed are applied with. A separate report on Corporate Governance is Annexure – B along with the auditor's certificate on its compliance and forms part of this report.

APPRECIATION

We wish to place on record our deep and sincere appreciation for the contribution made by the workers, staff and executives to the performance of the Company.

Date : 30/08/2011

Place : AHMEDABAD

BY ORDER OF THE BOARD OF DIRECTORS

For Sword & Shield Pharma Ltd.

J.P. Patel
Director

Qureshi
Sd/-
MANAGING DIRECTOR

Annexure – A

Statement containing particulars pursuant to the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 and forming part of the Directors Report

I) Conservation of Energy:

a) Energy Conservation Measures Taken:

The maintenance of all electrical installation have been carried out continuously. The preventing maintenance program implemented by the company has helped the company to save any possible loss of energy.

b) Additional investments and proposal, if any being implemented for reduction of Consumption of Energy:

Nil

c) Impact of measures at a) and b) above for reduction of energy consumption and consequent impact on cost of production of goods:

The company was able to prevent any possible waste of energy consumption.

d) Total energy consumption and energy consumption per unit of production in prescribed Form 'A' are mentioned below:

Form 'A'

1 - Power and Fuel Consumption:

• Electricity:

i. Purchased (GEB):

Units (KWS) : 54530
Total Amount (Rs) : 381658/-
Rate/Unit (Rs) : 7.00

ii. Own Generations:

Units (KWS) : Not Applicable
Total Amount (Rs) : Not Applicable
Rate/Unit (Rs) : Not Applicable

- **Coal / (Grade C & D) and Lignite:**

Quantity (in '000 MT) : Not Applicable
Total Cost (Rs. in Lacks) : Not Applicable
Average Rate (in Rs. per MT) : Not Applicable

- **Furnace Oil:**

Quantity (in '000 MT) : Not Applicable
Total Cost (Rs. in Lacks) : Not Applicable
Average Rate (in Rs. per MT) : Not Applicable

- **Other / Internal Generation: Not Applicable**

2 – Consumption per Unit of Production:

Sr. No.	Particulars	Production Units	Standards, if any	Current Year	Previous Year	Reasons for Variation
1	Electricity (HP)	54530	-	54530	37810	-
2	Furnace Oil (KWH)	-	-	-	-	-
3	Coal (Grade C & D) and Lignite (MT)	-	-	-	-	-
4	Others	-	-	-	-	-

II) Technology Absorption:

The technology adopted is indigenous and hence there is no question of technology.

III) Foreign Exchange and Outgo:

1. Activities relating to exports, initiatives taken to increase exports, development of new export markets for products and services and export plans:

The company exploring international market and negotiating with a few foreign buyers for obtaining the order. The company's products are export oriented, hence almost all productions will be exported.

2. Total Foreign Exchange Earned: Not Applicable

Date: 30/08/2011
Place: Ahmedabad

By order of the Board of Directors

Director

Sd/-
Managing Director

Annexure – B

CORPORATE GOVERNANCE REPORT

The following Corporate Governance Report is attached as a part of the Directors' Report of the Company for the year 2010-2011.

CORPORATE GOVERNANCE DISCLOSURE

In compliance with Clause 49 of Listing Agreement with Stock Exchanges, the company submits report on the matters mentioned in the said clause and practices as followed by Company:

1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE:

The company's philosophy is to conduct its affairs in a manner which is transparent, clear and evident to those dealing with or having a stake in the company, namely shareholders, lenders, creditors and employees. The company's philosophy on Corporate Governance is thus concerned with the ethics and values of the company and its directors, who are expected to act in the best interest of the Company and remain accountable to shareholders and other beneficiaries for their action.

The company is committed to providing high quality products and services to its customers and shareholders because the company believes that its long term survival is dependent on good Corporate Governance.

2. BOARD OF DIRECTORS:

The Board consist of 3 Directors. The Board comprises of a Managing Director and one Executive Director.

During the F. Y. 2010-11, 4 Board Meetings were held on 1st April 2010, 30th July 2010, 31st December 2010 and 31st March 2011.

I. AUDIT COMMITTEE:

The Board of the Company has constituted Audit Committee, at the Board Meeting held on 31st December, 2010 comprising 3 members, namely Mr. Pravin M. Patel (Promoter), Smt. Jyotsnaben Patel (Executive Director) and Mr. Himanshu Patel (Non-Executive Director). The committee carries out concerns enumerated in the Listing Agreement and Sec. 292A of the Companies Act, 1956.

II. REMUNERATION COMMITTEE:

- a) Remuneration Committee, not being a statutory requirement, has not been constituted.
- b) Remuneration of Employees consists mainly of fixed salaries, i.e. Basic pay, allowances and perks, which varies with different grades and related to the qualifications, experience and responsibilities shared by the employees.

III. SHAREHOLDERS' COMMITTEE:

SHARE TRANSFER AND GRIEVANCE COMMITTEE:

The shareholders'/investors' grievance committee was constituted on 2nd September, 1996 comprising Mr. Pravin M. Patel (Promoter), Smt. Jyotsnaben Patel (Executive Director) and Mr. Himanshu Patel (Non-Executive Director). The share transfer committee approves transfers, transmission, issue of duplicate share certificates, approval of demat positions. The Investors' Grievance Committee consists of aforesaid members to look after the matters related to grievances of the shareholders as and when received. During the year, all the complaints received by the company were resolved to the satisfaction of the complainants. At the year end, there are no pending share transfer / compints.

ATTENDANCE OF EACH DIRECTOR AT THE BOARD MEETING AND LAST AGM

Sr. No.	Name of Director	Designation	Board Meeting Attended	Attendance at Last AGM	No. of Directorship in Other Public Ltd. Companies	No. of Chairmanship Member in Other Board Committees
1	Mr. Pravin M. Patel	Managing Director	4	Yes	Nil	Yes
2	Smt. Jyotsna P. Patel	Executive Director	4	Yes	Nil	Yes
3	Mr. Himanshu P. Patel	Non-Executive Director	1	Yes	Nil	Yes

3. REMUNERATION OF DIRECTORS:

Sr. No.	Name of Director	Salary	Benefits	Commission	Meeting Fees	Total
1	Mr. Pravin M. Patel	360000	Nil	Nil	Nil	360000
2	Smt. Jyotsna P. Patel	360000	Nil	Nil	Nil	360000
3	Mr. Himanshu P. Patel	Nil	Nil	Nil	Nil	Nil

4. BOARD COMMITTEES:

The Company follows the procedure and practice in conformity with Code of Corporate Governance.

5. The last three AGM:

Sr. No.	Financial Year	Date	Time	Location
1	2007-'08	29/09/2008	10.00 AM	Indulal Yagnik Hall, Rajkamal Plaza – A, Income Tax, Ahmedabad
2	2008-'09	30/09/2009	10.00 AM	
3	2009-'10	30/09/2010	10.00 AM	

6. DISCLOSURES:

- There were no transactions of material nature with its promoters, the directors or the management on their relatives, etc. that may have potential conflicts with the interest of the company.
- The company has complied with various rules and regulations prescribed by the stock exchanges, SEBI and other statutory authorities relating to the capital market during the last 3 years. No penalties or strictures have been imposed by any of the authorities on the company.

7. MEANS OF COMMUNICATION:

Your company complies with Clause 41 of the Listing Agreement. Quarterly results and other statutory publications are being normally published in Chanakya ni Pothi (English) and the News Line (Gujarati – Regional).

8. GENERAL SHAREHOLDER INFORMATION:

AGM: 30th September, 2011 at 10.00 A.M. at Indulal Yagnik Hall, Rajkamal Plaza – A, Incometax, Ahmedabad - 380014.

9. FINANCIAL CALENDAR:

Financial Year	: 2010-'11
1 st Qtr Results	: Last week of July, 2010
2 nd Qtr Results	: Last week of October, 2010
3 rd Qtr Results	: Last week of January, 2011
Audited Results for the Year ending 31/03/2011	
Date of Book Closure	: 25/09/2011 to 30/09/2011

10. LISTING ON STOCK EXCHANGES:

The Mumbai Stock Exchange
The Ahmedabad Stock Exchange

11. SHARE TRANSFER SYSTEM:

To expedite the processing and updating share transfer, authority has been delegated to the share transfer committee. The share transfer register as approved by the said committee is then ratified by the Board at the next Board Meeting.

12. SHAREHOLDING PATTERN (AS ON 01/09/2011):

Categories of Shareholders	%
Indian Promoters	27.76
Foreign Promoters	0
Persons Acting in Concert	0
Non-Promoters Holding	72.10
Institutional Investors	0
Mutual Fund & UTI	0
Banks, Financial Institutions	0.14
Insurance Companies	0
FIs	0
Pvt. Corporate Bodies	12.03
Indian Public	60.07
NRIs/OCBs	0
Demat of Shares	58.38

13. CORPORATE OFFICE:

311, Rajkamal Plaza – B, Nr. Samruddhi Bhuilding, Opp. Old High Court, Ahmedabad – 380014.

14. PLANT LOCATION:

30001/M, G.I.D.C., PHASE – III, AT CHHATARAL, DIST. – GANDHINAGAR

15. ADDRESS FOR CORRESPONDENCE:

311, Rajkamal Plaza – B, Nr. Samruddhi Bhuilding, Opp. Old High Court, Ahmedabad – 380014.

A. C. Brahmakshatriya & Co.
Chartered Accountants

C.A. Anil Brahmakshatriya
B. COM I.L.B.F.C.A
(M) 98255 76676

Phone: (O) 2642 1145
e-mail: anilca2011@gmail.com
web: www.tax-solutions-india.com

To
The Members of Sword & Shield Pharma Ltd.

We have examined the compliance of conditions of Corporate Governance by Sword & Shield Pharma Ltd. For the year ended on 31/03/2011 as stipulated in Clause 49 of the Listing Agreement of the said company with stock exchange(s).

The compliance of the 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 the Corporate Governance. It is neither an audit nor an expression of opinion on the Financial Statement of the Company.

In our opinion, and to the best of our information and according to the explanations given to us, subject to the fact that the Company has failed to appoint any director as the Independent Director as defined in the above mentioned Listing Agreements and so the said Listing Agreements are violated.

We certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

We state that no investor grievance(s) are pending for a period exceeding one month against the Company as per records maintained by the Shareholders/Investors Grievance Committee.

We further 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 A. C. BRAHMAKSHATRIYA & CO.
(Chartered Accountants)
Reg No. :044506

ANIL C. BRAHMAKSHATRIYA
M.No. 044506
(Proprietor)

Place: AHMEDABAD
Dated: 30/08/2011

A. C. Brahmakshatriya & Co.
Chartered Accountants

C.A. Anil Brahmakshatriya
B. COM LL.B.F.C.A.
(M) 98255 75575

Phone: (O) 2642 1145
e-mail: anilca2011@gmail.com
web: www.tax-solutions-india.com

Auditor's Report

To
The Members of
Sword And Shield Pharma Ltd.

We have audited the annexed Balance sheet of **SWORD AND SHIELD PHARMA LTD.**, as at **31/03/2011** and the Profit and Loss Account for the year ended on that date annexed thereto and the Cash flow for the year ended on that date. These 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. Those Standards require that We plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

1. This report does includes a statement on the matters specified in paragraph 4 of the Companies (Auditor's Report) Order, 2003, issued by the department of company affairs, in terms of section 227 (4A) of the companies Act, 1956.

2. Further to Our comments in the annexure referred to in paragraph 1 above, I state that:

- (a) We have obtained all the information and explanations, which to the best of Our knowledge and belief were necessary for the purpose of Our audit;
- (b) In Our opinion books of accounts as required by the law have been kept by the Company so far as it appears from the examination of such books;



PLACE OF OPERATIONS:

805/806, SEARS TOWER, OFF. C. G. ROAD, OPP. IIPM INSTITUTE, GULBAI TEKRA, ELLISBRIDGE, AHMEDABAD-380 005.

- (c) The Balance Sheet and the Profit and Loss Account and cash flow statment, dealt with by this report, are in agreement with the said books of accounts;
- (d) In Our opinion the Balance Sheet and Profit & Loss Account and cash flow statment comply with the accounting standards referred to in Sub Section 3(c) of Section 211 of the Companies Act, 1956.
- (e) On the basis of written representation received from the directors as of **31/03/2011** and taken on record by the board of directors, We report that none of the directors is disqualified as of **31/03/2011** from being appointed as a director in terms of clause (g) of sub section (1) of Section 274 of the Companies Act, 1956.
- (f) In Our opinion and to the best of Our information and according to the explanations given to us, read with Accounting Policies and notes on Accounting mentioned in schedule **20 & 21**, the said accounts give the information required by the Companies Act, 1956, in the manner so required give a true and fair view.
- (i) In the case of the Balance Sheet, of the State of Affairs of the Company as at **31/03/2011** and;
- (ii) In the case of the Profit and Loss Account, of the profit/ (Loss) of the Company for the year ended on that date.
- (iii) Cash flow statement, cash flow of the company for the year ended on that date.

Place: AHMEDABAD
Dated: 30/08/2011



For A. C. BRAHMAKSHATRIYA & CO.
(Chartered Accountants)
Reg No. :044506

A handwritten signature in black ink, appearing to read "Anil C. Brahmakshatriya".

ANIL C. BRAHMAKSHATRIYA
M.No. 044506
(Proprietor)

4. In respect of internal control

There are adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, no major weakness has been noticed in the internal control system.

5. In respect of contracts or arrangements need to be entered into a register maintained u/s 301 of the Companies Act, 1956

(a) According to the information and explanations provided by the management, we are of the opinion that the company has failed to maintain such register and hence we are unable to report the same.

(b) As above

6. In respect of deposits from public

No deposits within the meaning of Sections 58A and 58AA or any other relevant provision of the Act and rules framed thereunder have been accepted by the Company.

7. In respect of internal audit system

As per the information and explanations given to us by the management, the company has not placed any internal audit system.

8. In respect of maintenance of cost records

To the best of our knowledge and as explained, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) section 209 of the companies Act, 1956 for the products of the company.

9. In respect of statutory dues

(a) Undisputed statutory dues including provident fund, investor education and protection fund, employees state insurance, income tax, sales tax, wealth tax, service tax, customs duty, excise duty, cess have generally been regularly deposited with the appropriate authorities though there has been a slight delay in a few cases.

(b) According to the records of the Company, there are no dues of Income tax, sales tax, customs duty, wealth tax, service tax, excise duty, sales tax and cess that have been not been deposited on amount of any dispute.

10. In respect of accumulated losses and cash losses

The company have accumulated losses exceeding 50% of its networth as at 31-03-2011 and has not incurred any cash losses during the current financial year covered by our audit and immediately preceding financial year.



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

Based on our audit procedures and as per the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to a financial institution, bank of debenture holders.

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

The company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

13. In respect of provisions applicable to Chit fund

In our opinion and according to information and explanations given to us the company is not chit fund or a nidhi or mutual benefit fund/society. Accordingly, the provisions of clause 4(xiii) of the Order are not applicable to the company.

(a) Not Applicable

(b) Not Applicable

(c) Not Applicable

(d) Not Applicable

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

According to information and explanations given to us the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Order are not applicable to the company.

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

In our opinion and according to the information and explanations given to us, the company has not given any such guarantee.

16. In respect of application of term loans

The company did not have any term loans outstanding during the year.

17. In respect of fund used

According to the information and explanations given to us and on overall examination of the balance sheet and cash flow statement of the company, we report that no funds raised on short-term basis have been used for long-term investment.



18. In respect of preferential allotment of shares

During the year, the company has not made any preferential allotment of shares to parties and companies covered and recorded in the register maintained under section 301 of the Act.

19. In respect of securities created for debentures

The company has not issued any debentures during the year. Therefore provisions of clause 4(xix) of the Order are not applicable to the company.

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

The company has not raised any money from the public during the year under audit.

21. In respect of fraud

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



For A. C. BRAHMAKSHATRIYA & CO.
(Chartered Accountants)
Reg No. :044506

Anil C. Brahmakshatriya

ANIL C. BRAHMAKSHATRIYA
(Proprietor)
Membership No : 044506

Place : AHMEDABAD
Date : 30/08/2011

SWORD AND SHIELD PHARMA LTD

Regd Office : 311, RAJKAMAL PLAZA-B, OPP OLD HIGH COURT, INCOME TAX,
AHMEDABAD-380014, GUJARAT

BALANCE SHEET AS ON 31 March 2011

PARTICULARS	SCH	CURRENT YEAR (IN RS.)	PREVIOUS YEAR (IN RS.)
SOURCES OF FUNDS			
(1) SHAREHOLDER'S FUNDS : SHARE CAPITAL	1	46,619,170.00	46,619,170.00
(2) LOAN FUNDS :			
UNSECURED LOANS	2	319,720.00	311,620.00
(3) DEFERRED TAX LIABILITY	3	11,128.09	101,093.09
TOTAL		46,950,018.09	47,031,883.09
APPLICATION OF FUNDS			
(1) FIXED ASSETS :	4		
GROSS : BLOCK		46,037,043.00	44,701,826.00
LESS: DEPRECIATION		29,242,518.00	26,767,555.00
NET BLOCK		16,794,525.00	17,934,271.00
(2) CURRENT ASSETS, LOANS AND ADVANCES :			
INVENTORIES	5	7,080,466.00	4,395,495.00
SUNDRY DEBTORS	6	9,980,618.35	14,602,782.67
CASH AND BANK BALANCES	7	435,887.72	695,055.20
OTHER CURRENT ASSETS	8	53,402.00	8,494.00
LOANS AND ADVANCES	9	2,228,714.00	1,927,026.00
TOTAL [A]		19,779,088.07	21,628,852.87
LESS :CURRENT LIABILITIES AND PROVISIONS :			
LIABILITIES	10	13,568,090.09	14,156,018.94
PROVISIONS	11	320,619.15	11,902.00
TOTAL [B]		13,888,709.24	14,167,920.94
NET CURRENT ASSETS [A - B] :		5,890,378.83	7,460,931.93
 PROFIT & LOSS A/C		 24,265,114.26	 21,636,680.16
TOTAL		46,950,018.09	47,031,883.09

For SWORD AND SHIELD PHARMA LTD
For Sword & Shield Pharma Ltd

[Signature]
Director

[Signature]
(Director)



As per our audit report of even date
For A. C. BRAHMAKSHATRIYA & CO.
(Chartered Accountants)

[Signature]
ANIL C. BRAHMAKSHATRIYA
(Proprietor)
Membership No : 044506

Place : AHMEDABAD
Date : 30/08/2011

SWORD AND SHIELD PHARMA LTD

Regd Office :311, RAJKAMAL PLAZA-B, OPP OLD HIGH COURT, INCOME TAX, AHMEDABAD-380014, GUJARAT

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 March 2011

PARTICULARS	SCH	CURRENT YEAR (IN RS.)	PREVIOUS YEAR (IN RS.)
SALES	12	41,791,203.50	27,230,743.54
COST OF GOODS SOLD			
RAW MATERIAL CONSUMED	15	35,503,284.47	(-) 523,032.00
PURCHASE OF RAW MATERIAL	16	0.00	20,938,554.00
INCREASE IN STOCK	14	(-) 3,024,619.00	(-) 679,877.00
DIRECT EXPENSES	17	1,279,634.00	35,345.00
TOTAL		33,758,299.47	19,770,990.00
GROSS PROFIT		8,032,904.03	7,459,753.54
OTHER INCOME	13	528,002.00	1,040,488.47
INDIRECT EXPENSES			
SALARY & WAGES	18	2,890,322.00	1,684,542.00
OTHER INDIRECT EXPENSES	19	5,914,020.13	3,783,932.64
DEPRECIATION		2,474,963.00	2,168,549.00
TOTAL		11,279,305.13	7,637,023.64
PROFIT/(LOSS) BEFORE TAX		(-) 2,718,399.10	863,218.37
LESS : INCOME TAX			
DEFERRED TAX		(-) 89,965.00	0.00
NET PROFIT/(LOSS) AFTER TAX		(-) 2,628,434.10	863,218.37
BALANCE BROUGHT FORWARD FROM EARLIER YEARS		(-) 21,636,680.16	(-) 22,499,898.53
LOSS CARRIED TO BALANCE SHEET		(-) 24,265,114.26	(-) 21,636,680.16
EARNING PER SHARE		0.00	0.17

For SWORD AND SHIELD PHARMA LTD

For Sword & Shield Pharma Ltd.

[Signature]
(Director)

[Signature]
(Director)



As per our audit report of even date
For A. C. BRAHMAKSHATRIYA & CO.
(Chartered Accountants)

[Signature]
ANIL C. BRAHMAKSHATRIYA
(Proprietor)

Membership No : 044506

Place : AHMEDABAD
Date : 30/08/2011

SWORD AND SHIELD PHARMA LTD

Regd Office :311, RAJKAMAL PLAZA-B, OPP OLD HIGH COURT, INCOME TAX,
AHMEDABAD-380014, GUJARAT

Schedules for the Year Ended 31 March, 2011

Schedule : 1**SHARE CAPITAL**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
AUTHORISED CAPITAL		
EQUITY 6000000 SHARES OF RS. 10.00 EACH	60,000,000.00	60,000,000.00
Total :	60,000,000.00	60,000,000.00
SUBSCRIBED AND PAID UP		
EQUITY 4173234 SHARES OF RS. 10.00 EACH	41,732,340.00	41,732,340.00
EQUITY 977366 SHARES OF RS. 5.00 EACH	4,886,830.00	4,886,830.00
Total :	46,619,170.00	46,619,170.00
Grand Total :	46,619,170.00	46,619,170.00

Schedule : 2**UNSECURED LOANS**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
LOANS FROM SHARE HOLDERS	205,383.00	205,383.00
SHREE DISTRIBUTORS (DEPO.)	114,337.00	106,237.00
Total	319720.00	311620.00

Schedule : 3**DEFERRED TAX LIABILITIES**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
DEFERRED TAX	11,128.09	101,093.09
Total	11128.09	101093.09



FIXED ASSETS

Particulars	GROSS BLOCK				DEPRECIATION / AMORTIZATION				NET BLOCK	
	As at April 1, 2010	Addition during the year	Ded/Adj during the year	As at March 31, 2011	Upto March 31, 2010	For the year	Ded/Adj during the year	Upto March 31, 2011	As at March 31, 2011	As at March 31, 2010
Tangible Assets										
A.c.plant	1328523.00	96584.00		1425107.00	38732.00	179410.00		218142.00	1206965.00	1289791.00
Computer	16900.00	399400.00		416300.00	6575.00	4130.00		10705.00	405595.00	10325.00
Dies & Punctas	154540.00			154540.00	74332.00	11157.00		85489.00	69051.00	80208.00
Electrical Installation	155118.00			155118.00	57829.00	13533.00		71362.00	83756.00	97289.00
Furniture	378667.00			378667.00	286697.00	16647.00		303344.00	75323.00	91970.00
Laboratory Equipment	53910.00			53910.00	38605.00	2129.00		40734.00	13176.00	15305.00
Land & Building	13349110.00			13349110.00	5894372.00	1036954.00		6931326.00	6417784.00	7454738.00
Office Building	943382.00			943382.00	440958.00	25121.00		456079.00	477303.00	502424.00
Office Equipment	451031.00	45250.00		496281.00	224109.00	33898.00		258007.00	238274.00	226922.00
Plant Machinery	26479812.00	166050.00		26645862.00	18861566.00	1069753.00		19931319.00	6714543.00	7618246.00
Vehicle	1390833.00	617933.00		2008766.00	843780.00	81355.00		925135.00	1083631.00	547053.00
Weigh Scal	0.00	10000.00		10000.00		876.00		876.00	9124.00	
Total :	44701826.00	1335217.00	0.00	46037043.00	26767555.00	2474963.00	0.00	29242518.00	16794525.00	17934271.00
PREVIOUS YEAR	42290835.00	2410991.00	0.00	44701826.00	24599006.00	2168549.00	0.00	26767555.00	17934271.00	17691829.00



Schedule : 5

INVENTORIES

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
FINISHED GOODS		
FINISHED GOODS	5,408,234.00	2,383,615.00
RAW MATERIAL		
RAW MATERIAL	1,672,232.00	2,011,880.00
Total :	7,080,466.00	4,395,495.00

Schedule : 6

SUNDRY DEBTORS

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
ACME PHARMACEUTICALS	0.00	27,747.00
ANUPAM AGENCIES	0.00	56,788.00
APPLE DENTORAL CARE PVT LTD.	49,905.00	60,339.00
ARTEL LABORATORIES	0.00	246,257.00
ASHIRWAD DRUG DISTRIBUTORS	415,663.00	415,663.00
ASPHODEL HEALTH CARE	100,631.00	574,817.00
AUROVILLE LABS	124,520.00	79,596.00
BALAJI AGENCIES	0.00	147,553.00
BHAGIRATH LIFE SCIENCE	102,572.00	0.00
BLUE PHARMACAME PVT LTD	295,701.00	0.00
CEZANE REMEDIES PVT LTD	0.00	215,315.00
D.R.M.A ENTERPRISE	537,115.00	589,435.00
EVEREST CHEMICAL INDUSTRIES	81,871.00	81,871.00
FAIR FIELD PHARMACEUTICALS P.LTD	0.00	137,949.00
GUJRAT TERCE LABORATORIES LTD.	2,450,985.00	917,167.00
HARIT HEALTH	18,309.00	57,309.00
HARSH DISTRIBUTORS	0.00	39,361.00
HARSH DISTRIBUTORS (JAIPUR)	19,088.00	17,190.00
HEALSURE LIFE SCIENCES PVT LTD	228,025.00	726,641.00
INTAS PHARMACEUTICALS LTD	67,030.07	428,680.98
INVIVO LIFECARE REMEDIES	(-)18,471.00	0.00
J.J.PAREKH & BROS	0.00	(-)50,000.00
JACK & JEEL PHARMACEUTICALS	0.00	561,927.00
JARUN PHARMACEUTICALS PVT LTD.	0.00	140,059.00
JAYANTI ASSOCIATES	582,799.00	482,799.00
JAYWIN REMEDIES PVT LTD	0.00	(-)25,818.00
JOHN BIOTECH PVT LTD.	166,759.00	0.00
KHSEM BIOTECH	0.00	35,305.00
LESINICARE PVT LTD	8,694.00	0.00
LINCOLN PHARMACEUTICALS LTD.	(-)155,487.29	(-)165,270.29
LINCOLN PHARMACEUTICALS LTD. GENRECK DIVI	839,801.60	58,439.00
MANIBARDT MARKETING	0.00	39,502.00
MANISH MEDICAL CORPORATION	0.00	75,369.00
MANOR PHARMA CHEM P. LTD	277,474.00	3,406,579.00
MAVIS BIOTECH	0.00	21,230.00
METRIX HEALTHCARE P.LTD	0.00	437,929.00
NEROUN PHARMA PVT LTD	2,535.00	15,730.00
NEXTGEN HEALTHCARE	0.00	36,578.00
NICON BIOGENICS PVT LTD	0.00	83,922.00
NIRMA LTD	639,760.00	0.00
NISHANT ENTERPRISES	0.00	366,071.00
NOBLES MEDICAL STORES	455,774.97	1,221,958.97
OMROSS PHARMA	0.00	26,267.00
ORGENIX	218,670.00	0.00
OXFORD PHARMA	0.00	100,428.00
P.B.DISTRIBUTORS	0.00	197,241.69
POLYVIN ASSOCIATES	6,586.00	60,000.00
PRIRON PHARMACEUTICALS	0.00	2,901.00
PRISM LIFE SCIENCE LTD	0.00	141,722.00
RAI ENTERPRISE	0.00	37,216.00
RAJ HEALTH CARE	106,412.00	79,951.00
RIDDHI REMIDIES PVT.LTD.	(-)2,246,879.00	53,121.00
SANJEEVANI BIO TECH PVT LTD	172,339.00	(-)545,000.00
SARASWATI MEDICOS	0.00	125,900.00



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SARVODAY MEDICAL STORES	0.00	104,679.00
SATISAR AGENCIES	0.00	11,022.00
SAURABH MEDICAL AGENCIES	0.00	77,762.00
SHAILJA MEDICAL STORE	0.00	41,036.00
SHAMBHUPRASAD & SONS	0.00	875,000.00
SHARDHA PHARMA CHEM	0.00	9,852.00
SHIVAM DISTRIBUTORS	0.00	53,291.00
SHRADDHA PHARMACHEM	633,702.00	28,888.00
SHREE D.H.MARKETING	0.00	40,907.42
SHREE DISTRIBUTORS	993,757.00	656,705.00
SHREE PANJWANI ENTERPRISE	0.00	96,090.00
SHREEJI MEDICALS	0.00	29,675.00
SMITH LIFE SCIENCE PVT LTD	73,271.00	93,963.00
SUMMY MEDICALS	0.00	32,322.90
SWITZER LIFE SCIENCES PVT LTD	43,278.00	0.00
SYNERGY LIFE SCIENCE	0.00	(-)3,000.00
TROIKA PHARMACEUTICALS LTD	2,322,064.00	254,378.00
UNNATI HEALTHCARE	155,314.00	50,625.00
VARAHI MEDICALS	0.00	35,085.00
VARMA MEDICAL STORES	0.00	49,536.00
VIVEK MEDICAL AGENCY	0.00	40,044.00
WALLACE PHARMA	0.00	181,185.00
WILL IMPEX	211,050.00	0.00
Total	9980618.35	14602782.67

Schedule : 7

CASH AND BANK BALANCE

CASH AND BANK		
PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
CASH	163,742.38	193,536.78
H D F C BANK - 00692560013889	19,549.67	0.00
HDFC BANK LTD	0.00	441,408.23
PUNJAB NATIONAL BANK	128,302.22	51,392.74
THE UNITED CO OP BANK LTD	124,293.45	8,719.45
Total	436887.72	695055.20
Total	436887.72	695055.20

Schedule : 8

OTHER CURRENT ASSETS

CURRENT ASSETS		
PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
TDS ADV TAX	53,402.00	8,494.00
Total	53402.00	8494.00
Total	53402.00	8494.00

Schedule : 9

LOANS AND ADVANCES

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
ADVANCE TAX (2007-08)	10,000.00	0.00
ALPHA PET	300,000.00	0.00
INCOME-TAX REFUNDABLE AY: 08-09	0.00	10,000.00
INPUT VAT ON FIX ASSETS	136,209.00	134,521.00
INTER CORPORATE LOAN	1,782,505.00	1,782,505.00
Total	2228714.00	1927026.00



CURRENT LIABILITIES

CURRENT LIABILITIES		
PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
EXCISE MODVAT	(-)65.00	(-)65.00
SUNDRY CREDITORS(EXP.)		
MR PARAS JIYANI	14,336.00	0.00
MR VIKRAM D VAIDYA	17,235.00	0.00
MR.PRAVIN M.PATEL	561,332.00	0.00
MR. PROBI P.PATEL	27,956.00	0.00
MS. DHARMISHTHA VAGHELA	3,388.00	0.00
MS. SWETA JAIN	5,000.00	0.00
Total	629182.00	(65.00)
SUNDRY CREDITORS		
PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
HARESH THAKRAR	0.00	9,950.00
INDIAN ION EXCHANGE	3,050.00	0.00
J.P. MARKETING	5,303.00	0.00
MR AMIT LIMBACHIYA (H)	0.00	5,233.00
MR AMIT MALHOTRA (JAIPUR)	0.00	5,367.00
MR AMIT RAINA (JAMMU)	0.00	9,948.00
MR ARVIND KR YADAV (MAU)	0.00	8,590.00
MR ASHWIN M. RAWAL (H)	0.00	1,745.00
MR DHAMENDRA S. CHOTALIA (H)	0.00	13,407.00
MR DILIP PAREKH (H)	0.00	7,016.00
MR GIRISH KHATRI (H)	0.00	5,987.00
MR HARSHAD PANDYA (H)	0.00	2,839.00
MR HEMANT R TIVARI (H)	0.00	2,607.00
MR JAYESH G.GOHIL (H)	0.00	10,531.00
MR K.K.AMBASTHA (H)	0.00	26,556.00
MR MANOJ KR PRASAD (H)	0.00	9,990.00
MR MANOJ M. SHUKLA (H)	0.00	(-)1,779.00
MR NILIN KR.PANDEY	0.00	8,651.00
MR PRADEEP SHAMRA (AJMER)	0.00	56,693.00
MR PRAVIN R.PANDEY (H)	0.00	4,591.00
MR RAJEEV UPMANYU (PATNA)	0.00	4,668.00
MR RAJENDRA SAMARIA	0.00	1,685.00
MR RAJESH YADAV (JAIPUR)	0.00	4,480.00
MR RATNESHKUMAR SINGH	0.00	12,738.00
MR S.R.RAMAN (H)	0.00	12,331.00
MR SUNIL KOLI (H)	0.00	(-)1,708.00
MR SURENDRA P.OZA (H)	0.00	8,161.00
MR SWAROOP SINGH (H)	0.00	6,076.00
MR UMESH B.PATIL	0.00	12,264.00
MR VIKAS SHRIVASTVA (BASTI)	0.00	3,397.00
MR. DIVYAPRAKASH MALAVIYA (S.NAGAR)	0.00	8,517.00
MR. GAJJAR RAMESHCHANTRA S. (H)	0.00	16,000.00
MR. MANOJ KR.(GAYA)	0.00	38,368.00
MR. SHEKHAR SHREEVASTAVA	0.00	9,467.00
MR.ANUP KR.VARMA (CHAPARA)	0.00	9,139.00
MR.K.K.AMBASTHA	0.00	134,207.00
MR.KAUSHAL KR.SHINHA(KHAGARIA)	0.00	5,257.00
MR.MANISH KR. SINHA	0.00	33,946.00
MR.PANKAJ KR. SUMAN (PATNA)	0.00	2,048.00
MR.PRAVIN M.PATEL	0.00	378,476.00
MR.PROBI P.PATEL	0.00	(-)181,173.00
MR.RAMASHRAY YADAV(AZAMGARH)	0.00	9,329.00
MR.SANJEEV SRIVASTVA	0.00	40,798.00
MR.SARVESH DUBEY (DEORIA)	0.00	1,117.00
MR.VIKRAM KUMAR	0.00	17,650.00
MS HIRAL S.PATEL (H)	0.00	5,420.00
MS. NAYANA H.GAJJAR (H)	0.00	11,230.00
PETAL MOTOCON PVT. LTD.	393,019.00	0.00
SUNDRY CREDITORS FOR GOODS		
AAREX PHARMA	0.00	21,679.00
AARTH PRINT PACK	0.00	83,637.00
ACHAL PHARMA PACK	74,861.00	3,885.00
AKHIL HEALTHCARE PVT LTD	0.00	52,320.00
ALPHA PHARMA DAMAN P. LTD	1,730,480.00	209,762.00
AMBICA CORPORATION	19,565.00	15,763.00
AMRUTLAL HARIVALABHDAS	0.00	39,786.00
ANHIL CAPS	616,901.00	68,565.00



RUCHI PRINTERS	0.00	4,848.00
RUTVIK PHARMA	291,919.60	201,915.80
S.B ENTERPRISES	36,908.00	15,176.00
SAMKIN INDUSTRIES	492.00	0.00
SAUMIL BOTTLE TRADING CO	189,602.00	204,875.00
SEMOK PHARMACEUTICALS	107,920.00	124,590.00
SHAILY ENTERPRISE	0.00	325,639.00
SHITAL CHEMICAL	0.00	11,949.00
SHITAL PHARMA CHEM	257,709.00	0.00
SHREE ADDITIVES (P&F) LTD	0.00	10,227.00
SHREE NEW LAXMI BOTTLE STORES	0.00	37,805.00
SHREE PARIKH TRADING	403,721.52	188,266.52
SHREEJI PRINT 'N' PACK	0.00	69,778.00
SHYAM PRINTERS	36,774.00	27,519.00
SIDDHESHWARI ROTO GRAVURE	0.00	3,276.00
STERLING SHIVA (I) CO	0.00	551,000.00
SUNIL HEALTHCARE LTD.	89,368.00	302,923.00
SUREN HEALTHCARE	48,669.27	193,529.27
SURU ENTERPRISE	0.00	2,242.00
SUVERNA	0.00	64.00
SWASTIC PACKAGING	102,853.00	34,267.00
TAPAN PHARMA PET	0.00	(-)31,455.00
TERREN PHARMA PVT LTD	0.00	76,147.00
TRIO PHARMA CHEM	53,867.00	34,509.00
UBEX POLYMER	448,980.00	0.00
UMIYA CHEMICALS	638.00	(-)1,557.00
V.K.ENTERPRISE	0.00	6,379.00
VAISHALI AGENCIES P.LTD	0.00	28,776.00
VALIBHAI LATIFBAHI MEMON	3,100.00	33,200.00
VEEMEE PHARMA	6,876.00	15,192.00
VIDHYA PHARMACHEM PVT LTD	0.00	2,259,523.00
VIJAY PET	806,587.00	0.00
VISHAL ENTERPRISE	(-)5,462.00	0.00
YOGESHWAR AGENCY	0.00	20,928.00
ZEENISH PHARMA	66,175.00	47,959.00
SUNDRY CREDITORS FOR EXPENSES		
A. C. BRAHMAKSHATRIYA & CO.	70,000.00	0.00
AMBICA STEEL CORPORATION	0.00	(-)65,500.00
AMIN TRADES	14,620.00	5,187.00
ANJANI KUMAR C.SHAH & CO.	44,000.00	34,000.00
BADRUDIN CELLING WORKS	0.00	151,987.00
BAHUCHAR SALES AGENCY	0.00	3,600.00
BAHUCHAR SALES INDIA	0.00	11,850.00
BHAGWATI ENGINEERING	0.00	75,040.25
BHAGYALAXMI ELECTRIC STORE	0.00	(-)58,162.00
D LINE COMMUNICATION	0.00	48,904.00
DEEPAK MARKETING	0.00	13,501.00
DEV POLYMERS	62,704.00	19,975.00
DHRUV PRINTERS	10,925.00	18,910.00
FAMACH MACHINERY CO.	0.00	8,427.00
GUJRAT LABORATORIES	0.00	213,105.00
INDIAN ION EXCHANGE	0.00	(-)143,510.00
JANKI COMMUNICATION	0.00	133,847.00
JAY METER & HEATERS	0.00	1,785.00
JAY TRADING CO	0.00	16,712.00
KOMAL PHARMA	6,301.00	37,328.00
KONMAC PHARMA MACHINERY	1,700.00	9,272.00
KRUNAL FACRICATORS	0.00	(-)27,532.00
LABH DECORATORS	0.00	(-)34,831.00
LAXMI ENTERPRISE	0.00	(-)96,584.00
LIMES STONE TRADERS	0.00	(-)11,215.00
M.R.GRAVURE	0.00	9,933.00
MAA BEVERAGES	325.00	0.00
MAHESH B. PRAJAPATI	0.00	(-)231,500.00
MID WAY EXPRESS COURIER	3,420.00	435.00
N. H. RAJPUT	8,000.00	0.00
N.N.KHATRI	13,455.00	0.00
NARENDRA H. RAJPUT	0.00	3,600.00
NAYAN CHEMICAL	0.00	365,568.00
P.N.RAJPUT	0.00	4,800.00
PARAS COMPRESSOR	0.00	25,000.00
PARESH SHAH	0.00	1,009.00
PATEL KESHAVLAL NATHUBHAI	0.00	(-)155,330.80
PHARMA COLOUR	2,415.00	0.00



ANUSHA ASSOCIATES	0.00	315,236.00
AQUATECH INDUSTRIES	2,990.00	0.00
AQUILA LABS	24,696.00	0.00
ARAVALLI RUBBER INDUSTRIES	0.00	12,215.00
ARCH DISTRIBUTORS	7,365.00	0.00
ARCH PHARMA CHEMICALS	2,337.00	1,797.00
ARCH PHARMACEUTICALS	1,433,493.00	955,051.00
ASIAN FLAVOURS & FRAGRANCES	4,463.00	0.00
ATUL GLASS WORKS	0.00	128,824.00
AUROBIND PHARMA LTD	0.00	870,521.00
AUROBINDO PHARMA LTD	0.00	264,426.00
AURRA ENTERPRISES	18,040.00	105,682.00
BCM CORPORATION	330,117.00	0.00
BHARAT TRADING CO	242,570.00	0.00
CAUSEWAY PHARMA	0.00	2,506.00
CONCEPTS	30,963.55	106,622.55
DALAL PACKAGING	12,098.00	8,320.00
DEEP PRINT PACK	0.00	169,451.00
DEEPEN DRUGS	80,675.00	116,200.00
DHANLAXMI PRINTERS	65,415.00	72,324.00
DIPALI ENTERPRISES PVT LTD	0.00	62,315.00
DIPAN PHARMA CHEM	260,126.00	234,830.00
DIVYA PHARMA AGENCY	0.00	(-)300,000.00
EXON ENTERPRISE	0.00	459,533.00
FENOPLAST LIMITED	322,634.00	0.00
FLEXIBOND INDUSTRIES	0.00	3,720.00
FLORA MARKETING	0.00	150,032.00
FOIL DISTRIBUTORS	0.00	4,702.00
G.H.PRINTERS	22,476.00	22,476.00
GREEN PACK FOILS (P)LTD	100,000.00	0.00
GUJRAT MARKETING	0.00	346,638.00
HARE KRISHNA HARE RAMA PRINTERS	0.00	21,373.00
HARI OM AGENCY	100,072.15	157,139.15
HARY PACK PHARMA P. LTD	0.00	863,042.00
HEMSIL RAW PHARMA	0.00	198,796.00
JAY PRINT CARE	95,574.00	0.00
JAY PRINTERS	11,387.00	0.00
JEWEL PACKAGING P LTD	0.00	34,397.00
JUPITER GRAVURES	0.00	12,474.00
JYOTI PACKAGING	0.00	6,665.40
KAHAN PHARMACEUTICALS	0.00	41,735.00
KEE PET CONTAINER	94,861.00	17,393.00
KRISHNA PACKAGING	51,097.00	73,495.00
KRISHNAM BIO TECH	0.00	257.00
LABH PACKERS	38,970.00	10,741.00
LALCHAND BHIMRAJ	0.00	33,674.00
M G PHARMA	51,453.00	84,210.00
M.G PHARMA SUPPLY AGENCY	6,302.00	0.00
MADHAV OFFSET P. LTD	0.00	11,291.00
MANGALDEEP ENTERPRISES	13,807.00	20,055.00
MANSI ENTREPRISE	0.00	40,000.00
MEDIWIN PHARMACEUTICALS	0.00	4,965.00
METRO MACHINERY SUPPLIERS	22,173.00	7,550.00
MICREOPET INDUSTRIES	0.00	171,740.00
MITUL PHARMACHEM	88,935.00	334,427.00
NARENDRA PACKAGING (PVT)LTD	3,273.00	62,322.00
NECTAR LIFESCIENCE LTD.	574,430.00	(-)125,570.00
NIT PHARMACHEM	3,870.00	0.00
ORNET PHARMA PACK	0.00	16,112.00
PACEMAKER PHARMACEAUTICALS	18,480.00	26,513.00
PALAK PRINT PACK	0.00	(-)20,248.00
PANCHSHEEL ORGANICS LTD	0.00	94,736.00
PARTH PACKERS	372,847.00	89,353.00
PHARMA SUPPLY AGENCIES	436,775.00	152,874.00
PHARMACHEM ENTERPRSE	0.00	72,902.00
POSY PHARMACEUTICALS PVT LTD	0.00	4,343.00
QUALITY CAPSA & CONTAINERS	16,390.00	11,025.00
R.K.GRAPHICS	0.00	3,195.00
R.S.FOILS PVT LTD	0.00	79,093.00
RAJ DISTRIBUTORS	0.00	3,924.00
RAKESH CHEMICALS	20,979.00	10,041.00
RAVI CHEMICALS	217,685.00	0.00
RICHIE PHARMA	0.00	2,185.00
RIGHT WAY PRINT PACK	548,837.00	0.00
RIVER PRINT WORLD	53,889.00	56,705.00



PUBLIC HALTH PEST MANEGMENT	2,000.00	0.00
RAJESH COLOURWALA	0.00	(-)10,000.00
RAJVEE INFOCARE	4,050.00	0.00
SAMIR GRANITE	0.00	(-)35,000.00
SANDIP BHARGAV	(-)1,017.00	(-)112,125.00
SHARAD MICRO DIE & ENGG.WORKS	0.00	244,400.00
SHIV SHAKTI ENTERPRISE	2,013.00	0.00
SHREE CHEHARKRUPA XEROX	107.00	(-)192.00
SHREE HARI OM BRICKS	0.00	(-)60,400.00
SHREE NARAYANI ENTERPRISE	0.00	331.00
SHREE PARIKH PHARMA	3,535.00	2,845.00
SHREEJI PLASTIC PRODUCT	11,025.00	0.00
SMT.JYOTSNABEN P.PATEL	1,006,969.00	793,534.00
SOMNATH TUBE	0.00	4,780.00
SQURE ACRYLIC PRODUCT	0.00	(-)7,000.00
THE GITAR LABORATORIES	27,166.00	63,446.00
VAIBHAV ANALYTICAL SERVICES	42,174.00	0.00
VIKAS TRADE & TRANSPORT	10,600.00	2,660.00
WATERICA INC.	0.00	2,650.00
Y.J.VYAS	0.00	1,500.00
Total	12938908.09	14156083.94
Total	13568090.09	14156018.94

PROVISIONS

Schedule : 11

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
C.S.T. PAYABLE	951.00	0.00
ESI PAYABLE	278.00	0.00
PROFESSIONAL TAX (EMPLOYEE)	28,780.00	5,210.00
PROVIDENT FUND PAYABLE	1,092.00	0.00
T.D.S.	9,869.00	14,753.00
TDS ON SALARY	34,636.00	0.00
UN PAID EXP	275,463.00	153,653.00
VAT A/C	(-)30,449.85	(-)161,714.00
Total	320619.15	11902.00

SALES/GROSS RECEIPTS

Schedule : 12

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
C.S.T.	0.00	15,903.85
CASH DISCOUNT	(-)10,907.00	(-)371.00
LABOUR CHARGES (WITH MATERIAL)	0.00	72,600.00
SALES	36,673,110.50	16,210,900.00
SALES (O.G.S.)	1,973,429.00	1,906,837.69
SALES (STOCK TRANSFER)	0.00	(-)62,742.00
SALES AGAINST FORM 'H'	3,155,571.00	9,087,615.00
Total	41791203.50	27230743.54
Total	41791203.50	27230743.54

OTHER INCOME

Schedule : 13

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
BALANCE SHEET WRITE OFF	0.00	693,294.00
DISCOUNT A/C	27,387.00	0.00
INTEREST INCOME	96,433.00	0.00
JOB WORK CHARGES	404,182.00	342,029.00
SERVICE CHARGES	0.00	4,200.00
VATAV KASAR	0.00	965.47
Total	528002.00	1040488.47
Total	528002.00	1040488.47



INCREASE/DECREASE IN STOCK

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Opening Stock		
FINISHED GOODS	0.00	1,703,738.00
Tablets/Capsules/Bottles	2,383,615.00	0.00
Sub Total	2,383,615.00	1,703,738.00
Less: Closing Stock		
FINISHED GOODS	5,408,234.00	2,383,615.00
Sub Total	5,408,234.00	2,383,615.00
(INCREASE)/DECREASE IN STOCK	(3,024,619.00)	(679,877.00)

RAW MATERIAL CONSUMED

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Opening Stock		
RAW MATERIAL	0.00	1,488,848.00
Raw Materials	2,011,880.00	0.00
Add: Purchase of Raw Material	35,163,636.47	0.00
Sub Total	37,175,516.47	1,488,848.00
Less: Closing Stock of Raw Material		
RAW MATERIAL	1,672,232.00	2,011,880.00
Sub Total	1,672,232.00	2,011,880.00
Total :	35,503,284.47	(523,032.00)

PURCHASE

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
C.S.T.(PURCHASE)	0.00	78,843.00
O.G.S (PURCHASE) P.M.	0.00	758,182.00
O.G.S.PURCHASE(R.M.)	0.00	3,414,839.00
PACKING MATERIAL	0.00	6,382,945.00
PROCUREMENT CHARGES	0.00	52,858.00
RAW MATERIAL PURCHASE	0.00	9,286,159.00
TAX FREE PURCHASE	0.00	984,728.00
Total	0.00	20938554.00

DIRECT EXPENSES

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
EXCISE	692,186.00	0.00
POWER & FUEL UTILITY EXP	353,158.00	0.00
TESTING CHARGES	175,052.00	0.00
VAT TAX AT C.AGENT	0.00	35,345.00
WATER CHARGES	59,238.00	0.00
Total	1279634.00	35345.00

SALARY & WAGES

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
E.S.I.	5,180.00	29,367.00
FIELD STAFF SALARY	873,612.00	688,871.00
MEDICAL ALLOWANCE	9,160.00	47,000.00
PROVIDENT FUND	16,109.00	14,042.00
SALARY EXP.	135,608.00	31,089.00
STAFF SALARY & WAGES	1,812,253.00	838,173.00
UNIFORM ALLOWANCE	38,400.00	36,000.00
Total	2890322.00	1684542.00



OTHER EXPENSES

INDIRECT EXPENSES		
PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
ADVERTISEMENT EXP	6,840.00	20,384.00
AUDIT FEE	0.00	20,000.00
BAD DEBTS	2,992,623.69	0.00
BANK CHARGES	2,855.39	17,098.10
BANK INTEREST	0.00	61.00
BUILDING REP. & MAINT.	0.00	6,200.00
COMMISSION EXP	56,304.00	201,126.00
COMPUTER REPAIRS & MAIN EXP	2,800.00	5,930.00
CONSULTANCY CHARGES	71,564.00	61,440.00
CONVEYANCE EXP	67,515.00	42,233.00
CYLINDER CHARGES	45,000.00	0.00
DESIGN CHARGES EXP.	19,900.00	0.00
DOCTOR EXP.	25,759.00	0.00
DONATION	15,000.00	0.00
EXCISE	0.00	976,186.00
FACTORY EXP	142,548.00	35,278.00
FIELD STAFF SALES PROM EXP	320,495.00	336,614.00
FILLING FEE	1,000.00	4,350.00
INSURANCE EXP	15,075.00	28,775.00
INTEREST ON EXICE.	688.00	0.00
INTEREST EXPS.	9,000.00	31,152.54
INTEREST ON TDS	470.00	0.00
INTEREST ON VAT	32.00	0.00
KASAR & VATAV A/C	3,265.87	0.00
LATE PAYMENT INTEREST	757.00	2,481.00
LATE PAYMENT PANELTY	200.00	100.00
LISCENCE FEE	90,565.00	15,000.00
MACHINERY REPAIRING EXP	56,893.00	45,768.00
MEETING EXP	0.00	500.00
MEMBERSHIP FEE	0.00	6,000.00
MISCE. EXP	1,535.00	5,527.00
MUNICIPAL TAX	18,248.00	0.00
OFFICE EXP	114,131.00	83,580.00
PETROL EXPANSIES	121,110.00	0.00
POSTAGE EXP	21,841.00	12,437.00
POWER & FUEL UTILITY EXP	0.00	279,449.00
PRODUCT PERMISSION CHARGES	0.00	15,000.00
PROFESSIONAL FEES	70,000.00	0.00
REGISTRATION CHARGES	95,350.00	126,765.00
RENT & TAXES	0.00	1,977.00
REPAIRING & MAINTANANCE EXPS	22,932.00	0.00
SALES PROMOTION EXP.	208,596.00	83,588.00
SSI REGISTRATION CHARGES	0.00	4,500.00
STATIONARY & PRINTING EXP	39,888.00	164,603.00
STIPEND EXP	11,250.00	0.00
STOCK EXCHANGE FEE	16,545.00	57,170.00
TELEPHONE EXP	62,910.00	55,410.00
TELEPHONE EXP (MOBILE)	35,561.00	54,157.00
TESTING CHARGES	0.00	100,908.00
TRAINING EXP	36,425.00	1,981.00
TRANSPORTATION	138,037.18	85,117.00
TRAVELLING EXP	222,906.00	185,996.00
VEHICAL INSURANCE & REPAIRING EX	52,807.00	0.00
VEHICLE REPAIRING	0.00	46,882.00
WATER CHARGES	0.00	32,609.00
DIRECTORS REMUNARETION	676,800.00	526,800.00
Total	5914020.13	3783932.64

For SWORD AND SHIELD PHARMA LTD
For Sword & Shield Pharma Ltd.

[Signature]

(Director)

[Signature]

(Director)



As per our audit report of even date
 For A. C. BRAHMAKSHATRIYA & CO.
 (Chartered Accountants)

[Signature]

ANIL C. BRAHMAKSHATRIYA
 (Proprietor)

Membership No : 044506

Place : AHMEDABAD
 Date : 30/08/2011

Significant Accounting Policies

1. **Basis of Accounting**
The financial statements are prepared on the historical cost convention and in accordance with the Generally Accepted Accounting Principles ('GAAP').
2. **Fixed Assests**
All fixed assets are stated at their WDV and for purchase of same at original cost including direct expenses less accumulated depreciation.
3. **Depreciation**
Depreciation on fixed assets has been provided at Written down value method.
4. **Inventories**
Raw Material And Finished Goods Has Been Valued At Cost or Net Realisable Value Whichever is less.
5. **Revenue Recognition**
Sales are accounted inclusive of excise and net of VAT.
6. **Taxes on Income**
Tax expense comprises both current and deferred taxes. Current tax is provided for on the taxable profit of the year at applicable tax rates. Deferred taxes on income reflect the impact of timing difference between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Particulars [DTA]	Amount	Particulars [DTL]	Amount
Depreciation (Co. Law)	2474963	Depreciation (I Tax)	2210281
Total :	2474963.00	Total :	2210281.00

Derrered Tax Assets : 89965

For SWORD AND SHIELD PHARMA LTD

As Per Audit Report of Even Date

[Signature]
(Director)

[Signature]
(Director)



For A. C. BRAHMAKSHATRIYA & CO.
(Chartered Accountants)
Reg No. :044506

[Signature]
ANIL C. BRAHMAKSHATRIYA
(Proprietor)
Membership No : 044506

Place : AHMEDABAD
Date : 30/08/2011

Annexure of the notes on account

1. Payment To Auditors

Description	Amount
As an Auditor	70000
For Taxation Matters	0
Company Law Matters	0
Management Services	0
For Others	0
Total	70000

2. Previous years figures have been rearranged / regrouped / recast, wherever necessary, figures have been rounded off to the rupees.

3. Expenses are incurred on the basis of vouchers authorized by the Managing Director. In case where documentary evidences are not available, we have relied upon explanations given by the assessee.

4. In the opinion of the Board and to the best of their knowledge and belief, the value of realization of Current Assets, Loans & Advances in the ordinary course of business would not be less than the amount of which they are stated in the balance sheet.

5. Managerial Remuneration of Rs. 720000 including allowances (previous year Rs. 655200) has been provided for in the current year.

6. Disclosure as required by AS - 18 (Related Party) issued by the ICAI are as follows:

Sr.No.	Nature of Payment	Account Name	Relation	Amount Paid/Credited	Remark
1	Director Remuneration	Mr. Pravin M. Patel	Director	360000	
2	Director Remuneration	Smt. Jyotsna P. Patel	Director	360000	
3	Salary	Mr. Probi Patel	Director Son	420000	

7. Earning per Share:

Sr. No.	Particulars	As at 31/03/2011	As at 31/03/2010
1	Net Profit after Tax & DTA	-2627746	863218
2	Weighted Avg. No. of Equity Shares of Rs. 10 each outstanding during the year	5150600	5150600
3	EPS	0.00	0.17

8. Nature of Business: Manufacturing of Pharmaceuticals & Drugs

9. Information pursuant to Part IV of Schedule VI of the Companies Act, 1956:

Balance Sheet Abstract and Companies' Business Profile:

1. Registration Details:

Registration No.: L24231GJ1995PLC024809
 State Code: 04
 Day Month Year
 31 03 2010



2. Capital Raised during the year (Amount in Rs. '000)

Public Issue: Nil
 Right Issue: Nil
 Bonus Issue: Nil
 Private Placement: Nil

3. Position of Mobilization and Deployment of Funds (Amount Rs. In '000)

Total Liabilities	46950	Total Assets	46950
Sources of Funds:		Application of Funds:	
Paidup Capital	46620	Net Fixed Assets	16795
Share Application Money	0	Net Current Assets	5891
Reserves & Surplus	0	Investments	0
Secured Loans	0	Accumulated Losses	24264
Unsecured Loan	319	Misc. Expenditure	0
DTL	11		
	46950		46950

4. Performance of Company (Amount Rs. In '000)

Turnover & Other Income	42319	Total Expenditure	45037
Profit/(Loss) before Tax	(2718)	Profit/(Loss) after Tax	(2628)
EPS	0.00	Dividend Rate(%)	Nil

5. Generic Names of 3 Principle Products of Company (As per Monetary Terms)

Item
 Pharmaceuticals

Code No. (ITC Code)
 24231



Information pursuant to the provisions of para 3, 4C and 4D of Part II of Schedule VI of the Companies Act, 1956 (to the extent applicable and as certified by the Management)

Sr. No.	Particulars	F.Y. 2010-'11		F.Y. 2009-'10	
		Qty (Kg)	Rs.	Qty (Kg)	Rs.
a)	Licensed Capacity	3500 M.T.		N.A.	
b)	Installed Capacity	1150 M.T.		M.T.	
	(on Annual basis this being technical matter the same is certified bby the management and not verified by us)				
c)	Production	5530650	3,67,82,920	0	
d)	Stock of Finished Goods at Close	100793 (Including Resale)	54,08,234	0 (Including Resale)	
e)	Stock of Finished Goods at Beginning	258713 (Including Resale)	23,83,615	0 (Including Resale)	
f)	Sales	5688570 (Including Resale)	4,17,91,203	0 (Including Resale)	
g)	Raw Material Consumed	144738	3,55,03,284		1,86,54,867
h)	C.I.F. Value of Imports, Expenditures & Earnings in Foreign Exchange				
(i)	C.I.F. Value of Imported Raw Materials		Nil		Nil
(ii)	Expenditure incurred in Foreign Currency Travelling		Nil		Nil
(iii)	Earning in Foreign Currency F.O.B.		Nil		Nil
i)	Break-up of Imporeted and Indegenous materials & Components Cosumptions	Value in Rs.	% of Total Consumption	Value in Rs.	% of Total Consumption
	Imported	0	0	0	0
	Indegenous	3,55,03,284	100	1,86,54,867	100
	Total	3,55,03,284	100	1,86,54,867	100

For SWORD AND SHIELD PHARMA LTD

S. Pandey
(Director)

Q. Singh
(Director)



As Per Audit Report of Even Date
For A. C. BRAHMAKSHATRIYA & CO.
(Chartered Accountants)
Reg No. :044506

Anil C. Brahmakshatriya
ANIL C. BRAHMAKSHATRIYA
(Proprietor)
Membership No : 044506

Place : AHMEDABAD
Date : 30/08/2011

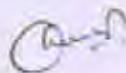
SWORD AND SHIELD PHARMA LTD
311, RAJKAMAL PLAZA-B, OPP OLD HIGH COURT, INCOME TAX, AHMEDABAD-380014,
GUJARAT

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31 MARCH 2011

PARTICULARS	AMOUNT (IN RS.)	TOTAL (IN RS.)
CASH FLOWS FROM OPERATING ACTIVITIES		
NET PROFIT BEFORE TAXATION AND EXTRAORDINARY ITEMS	(2,718,399.10)	
ADJUSTMENT FOR:		
SALARY & WAGES	2,890,322.00	
INDIRECT INCOME	(528,002.00)	
INDIRECT EXPENSES	5,914,020.13	
DEPRECIATION	2,474,963.00	
DECREASE IN CURRENT ASSETS (OTHER THAN CASH)	4,275,568.32	
INCREASE IN INVENTORIES	(2,684,971.00)	
DECREASE IN CURRENT LIABILITIES	(279,211.70)	
CASH GENERATED FROM OPERATIONS	9,344,289.65	
INCOME TAX PAID	0	
CASH FLOW BEFORE EXTRAORDINARY ITEMS	9,344,289.65	
NET CASH FROM OPERATING ACTIVITIES		9,344,289.65
CASH FLOWS FROM INVESTING ACTIVITIES		
PURCHASE OF FIXED ASSETS	(1,335,217.00)	
INDIRECT INCOME	528,002.00	
NET CASH FROM INVESTING ACTIVITIES		(807,215.00)
CASH FLOWS FROM FINANCING ACTIVITIES		
PROCEEDS FROM ISSUANCE OF SHARE CAPITAL	0	
PROCEEDS FROM LONG-TERM BORROWINGS	8,100.00	
SALARY & WAGES	(2,890,322.00)	
INDIRECT EXPENSES	(5,914,020.13)	
NET CASH USED IN FINANCING ACTIVITIES		(8,796,242.13)
NET INCREASE IN CASH AND CASH EQUIVALENTS		(259,167.48)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD		695,055.20
CASH AND CASH EQUIVALENTS AT END OF PERIOD		435,887.72

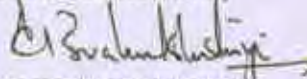
For SWORD AND SHIELD PHARMA LTD


 (Director)


 (Director)



As per our audit report of even date
 For A. C. BRAHMAKSHATRIYA & CO.
 (Chartered Accountants)


 ANIL C. BRAHMAKSHATRIYA
 (Proprietor)
 Membership No : 044506

Place : AHMEDABAD
 Date : 30/08/2011