

28th ANNUAL REPORT
2012 - 2013



GENNEX LABORATORIES LIMITED
(GENNEX You Can Trust)



BOARD OF DIRECTORS

Shri Arihant Baid	–	<i>Managing Director (w.e.f. May 18, 2012)</i>
Shri T.M. Gopalakrishnan	–	<i>Whole-time Director (w.e.f. May 18, 2012)</i>
Shri Vinod Baid	–	<i>Director (upto May 18, 2012)</i>
Shri Kishore Jhunjunwala	–	<i>Director (upto May 18, 2012)</i>
Shri U.C. Bhandari	–	<i>Director</i>
Shri Y. Ravinder Reddy	–	<i>Director</i>

REGISTERED OFFICE & WORKS

Sy. No. 133, Bollaram, Jinnaram Mandal
Medak District – 502 325.
Andhra Pradesh

CORPORATE OFFICE

'Akash Ganga', 3rd Floor
Plot # 144, Srinagar Colony
Hyderabad – 500 073.

BANKERS

State Bank of Hyderabad
Overseas Branch, Somajiguda
Hyderabad – 500 082.

AUDITORS

M/s. Laxminiwas & Jain
Chartered Accountants
5-4-726, Nampally Station Road
Hyderabad – 500 001.

BRANCH AUDITORS

Sibsankar & Associates
AK-177, Sector - II, Salt Lake City
Kolkata - 700 091.

REGISTRAR & SHARE TRANSFER AGENTS

R&D Infotech Pvt. Ltd.
1st Floor, 7A, Beltala Road
Naresh Mitra Sarani
Kolkata – 700 026.



NOTICE

Notice is hereby given that the Twenty Eighth Annual General Meeting of the Company will be held on Monday the 30th September 2013 at 11:30 A.M. at the Registered Office of the Company at Survey No.133, Bollaram, Jinnaram Mandal, Medak District – 502 325 (A.P) to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Balance Sheet as at 31st March 2013 and the Profit & Loss Account for the year ended on that date and the Reports of the Directors and the Auditors thereon.
2. To appoint a Director in the place of Shri Y.Ravinder Reddy who retires by rotation and being eligible, offers himself for re-appointment.
3. To consider and, if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution:
“RESOLVED THAT M/s. Laxminiwas & Jain, Chartered Accountants, be and are hereby appointed, Auditors of the Company from the conclusion of this Annual General Meeting upto the conclusion of the next Annual General Meeting on such remuneration as may be fixed by the Board of Directors of the Company.”

For and on behalf of the Board
Arihant Baid
Managing Director

Place:Hyderabad
Date :30th May, 2013

NOTES

1. A member entitled to attend and vote at this meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself/herself. A Proxy need not be a member of the Company. Proxies, to be effective, should be deposited at the Registered Office of the Company not later than 48 hours before the commencement of the Meeting.
2. The Register of Members of the Company will remain closed from 26th September, 2013 to 30th September, 2013 (both days inclusive).
3. Members are requested to quote their Registered Folio Numbers in all their Correspondence with the Company and notify change in their registered address, if any.
4. Members/proxies should bring the Attendance slips duly signed to the meeting and hand it over at the entrance. Members who hold shares in dematerialized form are requested to bring their client ID and DP ID numbers for easy identification of attendance at the meeting. Xerox copy of attendance slips will not be accepted at the entrance of the Meeting Hall. Members are requested to bring their copy of the Annual Report to the Meeting as copies will not be distributed at the Meeting hall due to prohibitive cost of printing.

For and on behalf of the Board
Arihant Baid
Managing Director

Place:Hyderabad
Date :30th May, 2013



ANNEXURE TO THE NOTICE

Notes on Directors seeking appointment/re-appointment as required under Clause 49 of the Listing Agreement entered into with the Stock Exchanges.

Item No. 2

S.No.	Particulars	Y. Ravinder Reddy
1.	Age	46 Years
2.	Date of Appointment	22.03.2003
3.	Qualification	B.A.
4.	Experience	He has vast experience in executing Civil Works, i.e. Roads, Buildings, Bridges, Canals in Government sector and Private Sectors. Cultivating Agriculture and Poultry Business
5.	Other Directorships	<ol style="list-style-type: none"> 1. Prudential Sugar Corporation Ltd. 2. Rose Garden Developers Ltd. 3. B&B Infratech Ltd. 4. B&B Realty Ltd. 5. Beam Cox Constructions (P) Ltd.
6.	Chairman/Member of the Committees of the Board of the other Companies on which he is a Director	<p>(A) Audit Committee: Prudential Sugar Corporation Ltd.</p> <p>(B) Share Transfer Committee/ Investors' Grievances' Committee Prudential Sugar Corporation Ltd.</p>



DIRECTORS' REPORT

Your Directors are pleased to present the Twenty Eighth Annual Report and the Audited Accounts for the year ended 31st March, 2013.

1. Financial Results (Rs. in Lakhs)

	Year ended 31.03.2013	Year ended 31.03.2012
Profit before Finance charges and Depreciation	156.77	169.91
Finance Charges	28.15	29.95
Depreciation	79.62	74.33
Exceptional Items	1.69	—
Provision for Tax:		
- Current	(23.00)	(27.00)
- Deferred	15.26	(1.11)
Profit after Tax	39.57	37.52
Surplus Brought forward	448.71	411.18
Surplus carried forward	488.28	448.71

2. Performance & Prospects: During the year under review, the Company has successfully achieved the maximum production capacity. Keeping in view the demand of its products in the overseas and domestic markets, the Company has obtained approval from the State Licencing Authority for production of additional products after market survey. This year the turnover of the company has increased considerably and the company foresees that with the increasing demand for its products in the Overseas and Domestic markets the turnover of the company would be amplified in the coming years.

The Company is in the process of obtaining ISO-14001 & OHSAS-18000 Certification and expects that Gennex would be an ISO 14001 & OHSAS 18000 certified Company by 2013-14.

During the year under review the Company could achieve gross profit of Rs.156.77 Lacs as against Rs.169.91 Lacs during the

previous year 2011-12. The decline in the gross profit is due to the reason that in the year under review industrial areas have been badly hit due to power crisis due to which the production cost have gone up as well the fuel charges. Apart from power crisis there is also increased in the prices of basic Raw Materials. Keeping in view the market demands, the Company is in the process of manufacturing new products, with additional products and enhancing the production capacities the Company is hopeful that the turnover and profits in the coming years would increase.

- 3. Dividend:** During the financial year 2012-13 your Board of Directors could not recommend any dividend due to absence of distributable profit.
- 4. Directors:** Shri Y.Ravinder Reddy, Director, retires by rotation and being eligible, offers himself for re-appointment.
- 5. Corporate Governance:** Your Company has complied with the mandatory provisions relating to Corporate Governance as prescribed under Clause 49 of the Listing Agreement with the Stock Exchanges. A separate report detailing such compliance together with the Certificate obtained from the Statutory Auditors in connection therewith is included as part of the Annual Report.
- 6. Directors' Responsibility:** Pursuant to Section 217(2AA) of the Companies Act, 1956 the Directors confirm that:
 - In the preparation of the Annual Accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
 - Appropriate accounting policies have been selected and applied consistently, and have made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2013 and of the profit of the company for the said period;



- iii. Proper and sufficient care has been taken 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 Annual Accounts have been prepared on a going concern basis.
7. **Sub-committees of the Board:** The Board has Audit Committee, Remuneration Committee, Investment Committee and Investors' Grievances Committee, the composition and details of which have been given in the Report on the Corporate Governance forming part of the Annual Report
8. **Auditors:** M/s. Laxminiwas & Jain, Auditors of the Company, retire at the ensuing Annual General Meeting and are eligible for re-appointment.
9. **Cost Auditor:** Cost Auditors. Pursuant to Section 233B of the Companies Act, 1956, the Central Government has prescribed Cost Audit for the Company. Based on recommendations of the Audit Committee and subject to the approval of the Central Government, M/s N.S.V. KRISHNA RAO & Co., Cost Accountants was appointed as Cost Auditor of the Company for the year 2013-2014. The cost audit report for the financial year 2012-2013 shall be submitted to the Central Government within the stipulated period.
10. **Personnel:** Employee relations at all levels were cordial during the year. Your Directors place on record their appreciation of the dedicated work put-in by the employees.
11. **Public Deposits:** Your Company has not accepted any Deposits from the public and as such, no amount on account of principal or interest on public deposits was outstanding as on the date of the balance sheet.
12. **Compliance Certificate:** A certificate from the Auditors of the Company regarding compliance of conditions of Corporate Governance as stipulated under Clause 49 of the Listing Agreement is attached to this Report along with a report on Corporate Governance.
13. **Management and Discussion Analysis Report:** In accordance with Clause 49 of the Listing Agreement with the Stock Exchanges, the Management Discussion and Analysis Report is given in the Annexure, to form part of the Annual Report.
14. **Internal Control System:** Your Company has adequate internal control systems in all important areas of its operations and effectiveness of these systems is periodically reviewed for possible improvement in them.
15. During the year under review there are no employees in the Company whose particulars are required to be given pursuant to Section 217(2AA) of the Companies Act, 1956.
16. **Acknowledgement:** The Board of Directors are very thankful to the State Bank of Hyderabad and other Government Agencies for their continued help, guidance and assistance in the functioning of the Company.
17. Your Directors express their gratitude to the shareholders for the confidence reposed in the Company.
18. Information on Energy Conservation and Technology Absorption required to be disclosed under Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988, forming part of the Directors' Report for the year ended 31st March 2013, is enclosed as Annexure to this Report.

for and on behalf of the Board

Arihant Baid
Managing Director

Y. Ravinder Reddy
Director

Place: Hyderabad
Date: 30th May, 2013



ANNEXURE TO THE DIRECTORS' REPORT

Information under Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the report of the Board of Directors) Rules, 1988

Conservation of Energy:

Assessment of individual equipment/utilities energy requirement (Electricity/Steam) has been done and standard benchmarks have been established. Awareness among the staff and plant workers has been created to have a constant monitor on usage of energy and to optimize throughout and to avoid wastage and unproductive usage of energy.

Pollution Control:

The Company is a member of the Common Effluent Plant of M/s. Pattancheru Envirotech Limited and M/s. Progressive Effluent Treatment Limited, Bollaram. As per the orders of Supreme Court, implementation of the pre-treatment of effluent as per the directions of Central Pollution Control Board is already under strict implementation.

FORM 'A'

**Disclosure of particulars with respect to Conservation of Energy
(to the extent applicable)**

	2012-2013	2011-2012
A. POWER & FUEL CONSUMPTION		
1. ELECTRICITY		
a. Purchased Units (KWH in Lacs)	5.59	6.89
Total amount (Rs. In Lacs)	42.00	31.63
Rate/Unit (Rs./KWH)	7.51	4.49
b. Owned Generation		
Through Diesel Generator Unit (KWH in Lacs)	2.76	1.38
Total Amount (Rs. In Lacs)	44.00	20.65
Units per liter of Diesel Oil	3.09	3.02
Cost/Unit (Rs./KWH)	15.94	15.00
2. COAL		
Quality 'C' Grade in Steam Boiler		
Quantity (Tonnes)	137	247
Total Cost (Rs. in Lacs)	6.64	12.09
Average rate/T (Rs.)	4847	4895
B. CONSUMPTION PER UNIT OF PRODUCTION:		
Electricity & Diesel (KWH)	1.72	1.39
Coal (Kgs.)	0.28	0.41



FORM 'B'

2012-2013

2011-2012

RESEARCH & DEVELOPMENT:

1. Specific areas in which R & D Carried out by the Company	NIL	NIL
2. Benefits derived as a result of the above	NIL	NIL
3. Future Plan of Action	NIL	NIL
4. Expenditure on R & D	NIL	NIL

TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION:

1. Effort, in brief, made towards Technology absorption, adaptation and innovation	N.A.	N.A.
2. Benefits derived as a result of the above efforts	N.A.	N.A.
3. In case of imported technology (imported during the last 5 years reckoned from the beginning of the financial year), following information may be furnished	N.A.	N.A.

C. FOREIGN EXCHANGE EARNINGS & OUTGO:

Activities relating to exports, initiative taken to increase exports, developments of new export markets for products and services and export plans.

- i. The export turnover consists of *35% of total turnover for the year 2012-2013 as against *48% for the previous year.
* *Direct Exports*
- ii. Total exports on FOB was Rs.10.15 crores for the year 2012-2013 as against Rs.11.07 crores for the year 2011-2012.
- iii. Your Company expects considerable export revenue for the forthcoming years

1. Earnings in Foreign Currency on F.O.B. basis – Export of Goods		Rs. 101,589,842
2. Value of imports on C.I.F. basis – - Raw materials		Rs. 9,948,564
3. Expenditure in Foreign Currency		
a. Bank Charges	Rs.	135,468
b. Sales Commission	Rs.	2,600,423
c. Travelling Expenses	Rs.	301,332



CORPORATE GOVERNANCE REPORT

The Board of Directors of the Company supports the broad principles of Corporate Governance. Your company has been practicing the principles of good corporate Governance over the years. Given below is a report on Corporate Governance:

1. Company's Philosophy on code of Governance

The Company's Philosophy on Corporate Governance lays strong emphasis on transparency, accountability and integrity. All employees are guided by a code of conduct, which sets forth Company's policies on important issues, including our relationship with our customers, shareholders and Government. The Company makes disclosures of its operations and performance to the public through Annual Report and quarterly financial results. The company has implemented the mandatory requirements of the 'Code of the Governance' as mentioned in Clause 49 of Listing Agreement. This is the corporate governance report of the company.

2. Composition of Board

The Board of Directors has a mix of Executive and Non-Executive Directors. Accordingly, the composition of the Board is in conformity with the Listing Agreement.

Attendance of each Director at Board Meetings and Last Annual General Meeting:

The Board met Nine times during the Financial Year 2012-2013 on 15.05.2012, 18.05.2012, 31.05.2012, 03.06.2012, 15.08.2012, 31.08.2012, 15.11.2012, 31.01.2013 and 15.02.2013. The last Annual General Meeting of the Company was held on September 29, 2012.

Name of Director	No. of Board Meetings held	No. of Board Meetings Present	Attendance at last AGM
Shri Arihant Baid (w.e.f. May 18, 2012)	9	8	Y
Shri T.M. Gopala Krishnan (w.e.f. May 18, 2012)	9	8	Y
Shri Vinod Baid (Upto May 18, 2012)	9	2	N
Shri Kishore Jhunjhunwala (Upto May 18, 2012)	9	2	N
Shri U.C. Bhandari	9	9	N
Shri Y. Ravinder Reddy	9	9	Y

3. Audit Committee

During the financial year 2012-2013, four Audit Committee Meetings were held on the following dates: 15.05.2012, 15.08.2012, 15.11.2012 and 15.02.2013

The constitution of the Committee and the attendance of each member of the Committee are given below:

An Audit Committee was constituted in April, 2002 which consists of three independent Non-Executive Directors. The Members of the Committee are well versed in finance matters, accounts, company law and general business practices.

The Company has complied with the requirements of Clause 49 II A as regards the composition of the Audit Committee.



Name of Director	Designation	Category	No. of Meetings Attended
Shri U.C. Bhandari	Member	Independent Director	4
Shri T.M. Gopala Krishnan (w.e.f. May 18, 2012)	Member	Whole-Time Director	3
Shri Y. Ravinder Reddy	Member	Independent Director	4
Shri Kishore Jhunjhunwala (Upto May 18, 2012)	Member	Independent Director	1

The necessary quorum was present at the meetings.

The terms of reference of the Audit Committee include those specified under Clause 49 of the Listing Agreement as well as under Section 292 A of the Companies Act, 1956, such as:

- a. To hold periodic discussions with the Statutory Auditors of the Company concerning the accounts of the Company, internal control systems, scope of audit and observations of the Auditors/Internal Auditors.
- b. To review compliance with internal control systems;
- c. To review the quarterly, half-yearly and annual financial results of the Company before submission to the Board;
- d. To investigate into any matter in relation to items specified in Section 292 A of the Companies Act, 1956 or as may be referred to it by the Board and for this purpose, to seek any relevant information contained in the records of the Company and also seek external professional advice, if necessary;
- e. To make recommendations to the Board on any matter relating to the financial management of the Company, including the Audit Report.

4. Remuneration Committee

Remuneration Committee reviews and makes recommendations on annual salaries, performance linked bonus, perquisites and other employment conditions for executive Directors. The Committee takes into consideration remuneration practices followed by leading companies as well as information provided by reputed consultants while determining the overall remuneration package. The annual variable commission in the form of "Performance Linked Bonus" to executive Directors, non-promoter executive Directors, are linked to the performance of the Company in general and the individual performance of the executive Directors for the relevant year measured against specific Key Results Areas, which are aligned to the Company's objectives. Non-executive Directors are paid remuneration by way of Sitting Fees. The Remuneration Committee met one time during the year.



The Members of the Committee are:

Name of Director	Relationship with other Directors	Business Relationship with Company	Salary & Perquisites
Shri Vinod Baid (Upto May 18, 2012)	None	Independent Director	Nil
Shri Kishore Jhunjunwala (Upto May 18, 2012)	None	Independent Director	Nil
Shri U.C. Bhandari	None	Independent Director	Nil
Shri Y. Ravinder Reddy	None	Independent Director	Nil
Shri T.M. Gopala Krishnan (w.e.f. May 18, 2012)	None	Whole-Time Director	Rs.12,31,388 p.a.

5. Investors' Grievance Committee

The Board constituted an Investors' Grievance Committee in April, 2002. The Composition of the Committee is:

1. Sri Vinod Baid — Chairman (Upto May 18, 2012)
2. Sri Kishore Jhunjunwala — Member (Upto May 18, 2012)
3. Shri Arihant Baid — Member (w.e.f. May 18, 2012)
4. Sri U.C. Bhandari — Member
5. Sri Y. Ravinder Reddy — Member (Chairman w.e.f. May 18, 2012)
6. Sri T.M. Gopala Krishnan — Member (w.e.f. May 18, 2012)

The committee meets at frequent intervals to consider, inter alia, share transfers, shareholders complaints etc.

6. Compliance Officer

Shri KVLN Bhaswanth, Chief Operating Officer has been designated as Compliance Officer. During the year 2012-2013 there are no complaints from the Investors.

All valid share transfers received during the year 2012-2013 have been acted upon by the company and there were no pending share transfers as on March 31, 2013.

7. General Body Meetings

Location and time where last three Annual General Meetings were held are given below:

Financial Year	Date/ Time	Location of the Meeting
2009-2010	30.09.2010 / 03.30 p.m.	Registered Office
2010-2011	30.09.2011 / 11.00 a.m.	Registered Office
2011-2012	29.09.2012 / 11.30 a.m.	Registered Office



Details of Special Resolutions passed in the above said Annual General Meetings are given below:

At the 27th AGM held on 29th September, 2012, Two Special Resolution for appointment and payment of Mr. Arihant Baid, as a Managing Director of the Company for a period of Three years, with effect from 18th March, 2012 on such remuneration comprising a salary performance linked bonus, and perquisites, as may be determined by Board from time to time and appointment of Mr. Tiruvarur Muralidharan Gopalakrishnan, as a Wholetime Director of the Company for a period of Three years, with effect from 18th March, 2012 on such remuneration comprising a salary performance linked bonus, and perquisites, as may be determined by board from time to time

No Special Resolutions were passed at the 26th and 25th Annual General Meeting.

Details of Special Resolutions passed at the previous AGM through Postal Ballot

No Resolution was passed through Postal Ballot at the last (27th) Annual General Meeting.

Subsidiary Companies:

The Company does not have any subsidiaries

8. Disclosures

- a. Disclosures on materially significant related party transactions i.e, transaction of the company of Material nature, with its promoters, the Directors or the management, their subsidiaries or relatives, etc., that may have potential conflict with the interest of the company at large.

The company had related party transactions, which did not have any potential conflict with the interest of the company at large.

- b. Details on 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 capital markets, during the last three years

The company has complied with all requirements of regulatory on capital market and no penalty/ strictures imposed on the company during the last three years.

9. Means of Communication

The quarterly, half-yearly and full year results are published in newspapers.

10. General shareholder information

A. Annual General Meeting

Date and Time	:	30th September, 2013 at 11.30 a.m.
Venue	:	Registered Office of the Company at Survey No.133, Bollaram Jinnaram Mandal, Medak District – 502 325 (A.P)
Demat ISIN No. for NSDL and CDSL for Equity Shares	:	INE509C01018

B. Financial Year : 1 April 2012 to 31 March 2013

C. Date of Book Closure : 26th September 2013 to 30th September 2013
(both days inclusive)

D. Dividend Payment : No dividend is recommended

**E. Listing on Stock Exchanges with Stock Code**

S.No.	Name of the Stock Exchange	Stock Code	Address
1.	The Hyderabad Stock Exchange Ltd.	PRUDPH#	6-3-654, Adj. to Erramanjil Bus Stop, Somajiguda, Hyderabad – 500 082.
2.	The Bombay Stock Exchange Ltd.	531739	Phiroze Jeejeebhoy Towers, Dalal Street Mumbai – 400 001.
3.	The Calcutta Stock Exchange Association Ltd.	26178	7, Lyons Range Kolkata – 700 001.
4.	The Ahmedabad Stock Exchange Ltd.		Kamadhenu Complex Opp. Sahajanand College Ahmedabad – 380 015.

Note: 1. The Listing fee for the year has been paid to The Stock Exchange, Mumbai.

F Market Price Data on Bombay Stock Exchange Ltd.: High/Low during each month of the Financial Year April 2012 to March 2013.

Period	Amount in Rs.	
	The Bombay Stock Exchange Ltd. High	Low
April 2012	1.25	0.99
May 2012	1.26	1.06
June 2012	1.24	1.00
July 2012	1.33	0.87
August 2012	1.15	0.84
September 2012	1.29	0.92
October 2012	1.20	1.00
November 2012	1.37	1.04
December 2012	1.30	1.10
January 2013	1.64	1.14
February 2013	1.61	1.00
March 2013	1.37	0.81

The Company has not issued any GDRs/ADRs/Warrants or any other Convertible Instruments.



G. GENNEX Shares' Price movements during the year 2012-13 as compared with SENSEX as depicted below:



H. Registrar & Share transfer Agent : R&D Infotech Pvt. Ltd.,
1st Floor, 7A, Beltala Road
Naresh Mitra Sarani, Kolkata – 700 026

I. Transfer system

Share transfers in physical form are registered and a letter is sent giving the option to hold the securities in dematerialized form or physical form within a period of 30 days from the date of receipt by the Registrars of the Company in case the documents are complete in all respects.

J. Distribution of Shareholding as on 31st March, 2013

Rs.	Shareholding of Nominal value of		Shareholders		Share Amount	
	Rs.		Number	% of Total	(in Rs.)	% to Total
Upto	5000		868	15.52	205,395	0.16
5001	-	10000	2,894	51.74	2,867,595	2.27
10001	-	20000	490	8.76	901,035	0.71
20001	-	30000	227	4.06	631,362	0.50
30001	-	40000	114	2.04	434,445	0.34
40001	-	50000	295	5.27	1,458,540	1.15
50001	-	100000	341	6.10	2,945,771	2.33
100001		and above	364	6.51	117,058,857	92.54
		Total	5,593	100.00	126,503,000	100.00

**K. Shareholding Pattern as on 31st March, 2013**

Category	No. of shares held	Percentage of shareholding
1 Promoters' Holding		
1. Indian Promoters		
- Individual	48,000	0.04
- Bodies Corporate	3,54,88,500	28.05
2. Persons acting in concert	—	—
Sub-Total	3,55,36,500	28.09
2. Non-Promoters' Holding		
Institutional Investors: Mutual Funds and UTI, Banks, Financial Institutions, Insurance Companies (Central/State Govt. Institutions/Non-Government Institutions, FIIs)	—	—
Sub-Total	—	—
3 Others		
a. Private Corporate Bodies	5,08,44,326	40.19
b. Indian Public	4,01,22,174	31.72
c. NRIs/OCBs	—	—
d. Any other	—	—
Sub-Total	9,09,66,500	71.91
Grand Total	12,65,03,000	100.00

L. Dematerialization of shares and liquidity

The shares of the company are compulsorily traded in Dematerialized form and are available for trading under both the depositories in India, NSDL (National Securities Depository Services Limited) and CDSL (Central Depository Services (India) Limited).

124440570 total Equity Shares which consists of 98.37% of total Equity Capital is held in Dematerialized form with NSDL and CDSL as on 31st March, 2013.

M. Compliance Officer : Sri KVLN Bhaswanth
Chief Operating Officer
Gennex Laboratories Limited
'AKASH GANGA' 3rd Floor,
Plot No.144, Srinagar Colony,
Hyderabad – 500 073

N. Plant Location : Sy.No. 133, IDA Bollaram
Jinnaram Mandal
Medak District - 502 325
Andhra Pradesh (India)

O. Address for Correspondence : Gennex Laboratories Limited
"AKASH GANGA", 3rd Floor
Plot No. 144, Srinagar Colony
Hyderabad - 500 073.

Shareholders holding shares in electronic mode should address all their correspondence to their respective Depository Participant.



Certificate by Asst.Vice-President (Accts. & Admn.)

I, Laxmipat Baid, Asst. Vice-President (Accts.& Admn.) of Gennex Laboratories Limited certify that:

- a. I have reviewed the financial statements and the cash flow statements for the year and that to the best of our knowledge and belief:
 - i. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
 - ii. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b. There are, to the best of my knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of company's code of conduct.
- c. I accept responsibility for establishing and maintaining internal controls and I have evaluated the effectiveness of the internal control systems of the Company and I have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which I am aware and the steps I have taken or propose to take to rectify these deficiencies.
- d. I have indicated to the auditors and the Audit Committee
 - i. Significant changes in internal controls during the year, if any.
 - ii. That there are no significant changes in accounting policies during the year.
 - iii. That there have been no instances of significant fraud of which I have become aware, involving the management or an employee having a significant role in the Company's internal control system.

Laxmipat Baid
Asst. Vice President (A&A)

Place: Hyderabad
Date: 30th May, 2013



**Auditors' Certificate to the members of Gennex Laboratories Limited
on Compliance of the conditions of corporate governance
for the year ended 31st March, 2013 under clause 49
of the Listing Agreement with the Stock Exchanges**

We have examined the compliance of the conditions of Corporate Governance by Gennex Laboratories Limited for the year ended 31st March, 2013 as stipulated in clause 49 of the Listing Agreement of the said company with the Stock Exchanges (hereinafter referred to as Clause 49).

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

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the directors and the management, we certify that the Company has by 31st March 2013, complied in all material respects with the conditions of Corporate Governance as stipulated in clause 49 except appointment of Company Secretary.

As required by the Guidance note on Certification of Corporate Governance issued by the Institute of Chartered Accountants of India, we state that, the Company have certified that as on 31st March, 2013 there were no investor grievances remaining pending for a period exceeding one month, and as explained to us by the management, the Company have reported to the Shareholders/Investors' Grievances Committee regularly on the status of such grievances.

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 management has conducted the affairs of the Company.

For **Laxminiwas & Jain**
Chartered Accountants
Firm Regn. No. 001859S

Sharada G Patil
Partner
Membership No. 015332

Place : Hyderabad
Date : 30th May, 2013



MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT

Management's Discussion and Analysis Report on the Business of the Company as applicable and to the extent relevant is given below:

Overview & Operations of the Company

Gennex Laboratories Limited is in the business of Manufacturing of Bulk Drugs, Intermediates and Biotech Products. The Company is having a professionally managed team at every stage of its operations.

Strengths

Multipurpose and Multi product production facilities having ISO 9001:2008 and TUV Certificate 44 100 124194-E3. The Company is in the process of obtaining ISO 14001 and OSHAS 18000 Certification by 2013-14.

- The Management depth and ability to manage client relationships.
- Enhanced presence in the international market.

Opportunities & Threats

Large number of Pharmaceutical companies losing their drug patents, thereby increasing the scope of outsourcing to countries that offer a low cost manufacturing base.

The Pharma sector is expected to witness further consolidation by way of mergers and acquisitions this augurs for growth of the Industry. This would result in better price realization and growth.

The Indian Pharma Industry will have to meet the following challenges:

- i. Multinational Companies are setting up large plants in India.

- ii. Competition in the global market that offer low manufacturing base.
- iii. Uncertainties on account of global socio economic environment.

Outlook for the Company

Your Company is on the verge of completion of the expansion plans undertaken. Your Company has planned its business strategy taking the ground realities into account. The Company has introduced new products which are very competitive and beneficial to the Company.

Risks and concerns

Any Government policy intervention or any change in the Pharma sector benefits and unforeseen adverse market conditions are issues of concern and may put pressure on the performance of the Company.

Internal control system and their adequacy

The Company has Internal Control System which is adequate and commensurate with the size of the Company.

Cautionary Statement

Statement in this "Management Analysis Report" be considered to be forward looking statements with in the meaning of applicable securities laws or regulations. Actual result could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include global and Indian demand supply conditions, increased installed capacity, price bulk drugs and its availability, cyclical demands and pricing in the Company's market, changes in Government regulations, tax regimes, besides other factors such as litigations and labour negotiations.



INDEPENDENT AUDITORS' REPORT

To
The Members of
Gennex Laboratories Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Gennex Laboratories Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2013, The Statement of Profit and Loss and the Cash Flow Statement for the year then ended on that date annexed thereto in which are incorporated the returns of Kolkata Branch audited by Branch Auditor, M/s. Sibsankar & Associates, Chartered Accountants, Membership No. 052745 and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Principles generally accepted in India including Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

to obtain reasonable assurance about whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Basis for Qualified Opinion:

The balances of advances, Deposits, Unsecured loans, Other liabilities, Trade Receivables and Trade payables are subject to confirmations as indicated in Note No. 33.3. The Impact of the same is unascertained.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us except for the possible effects of the matters described in the Basis for Qualified opinion paragraph, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:



1. In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
2. In the case of the Statement of Profit and Loss, of the Profit for the year ended on that date; and
3. In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Emphasis of matter

- We draw attention to Note No. 33.4 to the financial statement which describes pending registration formalities for land acquired. Our opinion is not Qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) order, 2003 ("the order") issued by the Central Government of India in terms of Sub-Section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the order.
2. As required by section 227(3) of the Act, we report that:
 - a. We have obtained all the information and explanations which to the best of knowledge and belief were necessary for the purpose of our audit.
 - b. In our opinion, proper Books of Accounts, as required by law, have been kept by the Company so far as appears from our examination of those books.

- c. The Balance Sheet, the Statement of Profit & Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d. In our opinion, the Balance Sheet, Statement of Profit and Loss and the Cash Flow Statement complying with the accounting standards referred to in Sub-Section (3C) of Section 211 of the Companies Act, 1956.
- e. On the basis of written representations received from the Directors, as on March 31, 2013, and taken on record by the Board of Directors, none of the Directors is disqualified as on March 31, 2013, from being appointed as a Director in the terms of clause (g) of sub-section (1) of section 274 of the Act.
- f. Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the company.

For Laxminiwas & Jain
Chartered Accountants
Firm Regn. No. 001859S

Sharada G Patil
Partner
Membership No. 015332

Place : Hyderabad
Date: 30th May, 2013



ANNEXURE TO THE AUDITORS' REPORT

(Referred to in Paragraph of our report of even date)

1. a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets, which needs to be updated.
- b. All the assets have not been physically verified by the Management during the year but 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 fixed assets. No material discrepancies were noticed on verification.
- c. The Company has not disposed off substantial part of fixed assets during the year which could affect the going concern status of the concern.
2. a. The Inventory of the Company been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- b. In our opinion and according to information and explanations given to us, the procedures of physical verification of stocks followed by the management area 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 book records were not material.
3. a. The Company has granted loan (advances) to two parties covered in the register maintained under Section 301 of the Companies Act, 1956. The year-end balance of loans/ (advances) granted to such parties was Rs.217.23 Lakhs.
- b. The terms and conditions on which the company has granted loans (advances) to the parties listed under Sec. 301 of the Companies Act, 1956 are yet to be stipulated. Hence we are unable to comment whether the same is prejudicial to the interest of the company or otherwise.
- c. In the absence of terms and conditions, we are unable to comment whether the parties are regular in payment of principal and interest.
- d. In the absence of terms and conditions, we are unable to comment whether there are any overdues.
- e. According to the information and explanation given to us, during the year the company has not taken any loan from the parties covered in the register maintained under Sec. 301 of the Companies Act, 1956.
4. In our opinion and according to the information and explanations given to us there are adequate internal control procedures commensurate with the company and the nature of its business for the purchase of inventory, fixed assets and for the sale of goods and services. The same needs to be further strengthened.
5. a. In our opinion and according to the information and explanation given to us, the particulars of contracts or arrangements referred to in Sec. 301 of the Companies Act, 1956, have been entered in the register required to be maintained under that section.
- b. In our opinion and according to the information and explanation given to us, there are no transaction made in pursuance of contracts or agreements entered in the register maintained under Sec. 301 of the Companies Act, 1956 and exceeding the value of Rupees Five Lakhs in respect of each party.
6. In our opinion and according to the information and explanation given to us the company has not accepted any deposits from the public within the meaning of Section 58A and 58AA or any other relevant provision of the Companies Act, 1956.
7. The Company has Internal Audit System commensurate with the nature and size of its business. In our opinion the same needs to be further strengthened.
8. We have broadly reviewed the books of accounts maintained by the Company pursuant to the rules made by the Central Government for maintenance of Central Government for maintenance of cost records under Section 209(1)(d) of the Companies Act, 1956 and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.



9. a. According to the information and explanations given to us and the records of the Company examined by us, the company is generally regular in depositing with appropriate authorities undisputed Statutory dues including Provident Fund, Investors Educations and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess and other material Statutory dues applicable to it except as stated otherwise in the report.
- b. According to information and explanations given to us, there are no un-disputed amount payable in respect of Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess were in arrears as at 31.03.2013 for a period of more than six months from the date they became payable except for Income Tax for Rs.2.40 Lacs and service tax for Rs.0.76 Lacs.
- c. According to the information and explanations given to us, there are no dues of Wealth Tax, Service Tax, Customs Duty, Excise Duty and Cess which are not deposited on account of dispute except Income Tax of Rs.51.16 Lacs, (under the Income Tax Act, 1961) and Sales Tax of Rs.14.57 Lacs for which appeal/Petition are pending before Appellate Authorities.
10. In our opinion, the company has no accumulated losses as at 31.03.2013 and it has not incurred any cash losses in the financial year ended on that date or in the immediately preceding financial year.
11. According to the records of the Company examined by us and the information and explanation given to us, the company has not defaulted in repayment of dues to Financial Institutions and Banks. The Company has not issued any debentures.
12. In our opinion and according to the information and explanation given to us, the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Accordingly the provisions of clause 4(xii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
13. In our opinion, the company is not a Chit Fund or 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.
14. In our opinion, the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provision of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
15. According to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from Banks or Financial Institutions during the year.
16. According to the information and explanations given to us, the company has applied the Term Loan for the purpose for which Loan was obtained.
17. According to the information and explanations given to us, and on the overall examination of the Balance Sheet of the Company, we report that no funds raised on a Short-term basis have been used for Long Term Investments.
18. According to the information and explanations given to us, during the year the Company has not made preferential allotment of Shares to parties and Companies, covered in the Register maintained under Section 301 of the Companies Act, 1956, hence Para 4(viii) of the Order not applicable.
19. According to the information and explanation given to us, the company has not issued any debentures.
20. According to the information and explanation given to us, the Company has not raised any money by way of Public Issue during the year, hence Para 4(xx) of the Order not applicable
21. According to the information and explanation given to us, no fraud on or by the company has been noticed or reported during the course of our Audit.

For **Laxminiwas & Jain**
Chartered Accountants
Firm Regn. No. 001859S

Sharada G Patil
Partner
Membership No. 015332

Hyderabad
30th May, 2013

**BALANCE SHEET AS AT 31ST MARCH, 2013**

	Note No.	As at 31st March, 2013 Rs.	As at 31st March, 2012 Rs.
A EQUITY AND LIABILITIES			
1 Shareholders' funds			
a. Share Capital	2	126,503,000	126,503,000
b. Reserves and Surplus	3	125,301,166	121,343,967
		<u>251,804,166</u>	<u>247,846,967</u>
2 Non-Current Liabilities			
a. Long-term borrowings	4		
- Secured		936,258	2,144,387
- Unsecured		2,668,025	2,990,115
b. Deferred Tax liabilities (net)	5	11,860,249	13,386,366
c. Long-term provisions	6	524,000	501,000
		<u>15,988,532</u>	<u>19,021,868</u>
3 Current Liabilities			
a. Short-term borrowings	7		
- Secured		20,209,017	13,546,604
- Unsecured		322,090	326,138
b. Trade payables	8	58,979,251	43,774,480
c. Other current liabilities	9	13,875,736	16,544,579
d. Short-term provisions	10	2,300,000	2,700,000
		<u>95,686,094</u>	<u>76,891,801</u>
TOTAL		<u>363,478,792</u>	<u>343,760,636</u>
B ASSETS			
1 Non-Current Assets			
a. Fixed Assets	11		
i. Tangible Assets		159,702,416	161,904,295
ii. Intangible Assets		—	—
		<u>159,702,416</u>	<u>161,904,295</u>
b. Non-Current investments	12	70,100,000	70,100,000
c. Other non-current assets	13	9,709,195	8,153,587
		<u>79,809,195</u>	<u>78,253,587</u>
2 Current Assets			
a. Inventories	14	19,339,910	21,819,316
b. Trade receivables	15	40,129,176	30,429,110
c. Cash and Cash equivalents	16	3,337,946	23,989,362
d. Short-term loans and advances	17	59,817,517	26,360,927
e. Other current assets	18	1,342,633	1,004,039
		<u>123,967,182</u>	<u>103,602,754</u>
TOTAL (1+2)		<u>363,478,792</u>	<u>343,760,636</u>

Significant Accounting Policies and Notes on Financial Statement 1 to 33

Per our report attached
For **Laxminiwas & Jain**
Chartered Accountants
Firm Regn. No. 001859S
Sharada G Patil
Partner
Membership No. 015332
Place: Hyderabad
Date : 30th May, 2013

For and on behalf of the Board
Arihant Baid
Managing Director

Y. Ravinder Reddy
Director


PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2013

	Note No.	Year Ended 31st March, 2013 Rs.	Year Ended 31st March, 2012 Rs.
INCOME			
I Revenue from Operations	19	299,247,728	245,648,998
II Other Income	20	404,558	782,171
III Total Revenue (I + II)		<u>299,652,286</u>	<u>246,431,169</u>
IV Expenses:			
Raw Material Consumed	21	187,244,816	160,644,112
Purchase of Stock-in-trade		14,577,540	175,990
Change in Inventories	22	7,144,891	(211,179)
Manufacturing Expenses	23	31,524,453	25,188,602
Employee Benefits Expenses	24	22,880,012	21,014,426
Other Expenses	25	20,603,698	22,627,999
Total Expenses		<u>283,975,410</u>	<u>229,439,950</u>
V Profit before Interest, Depreciation & Tax		<u>15,676,876</u>	<u>16,991,219</u>
VI Finance Cost	26	2,815,591	2,994,510
VII Depreciation Expense	11	7,961,614	7,433,799
VIII Exceptional Items	27	168,589	—
IX Profit before Tax		<u>4,731,082</u>	<u>6,562,910</u>
X Tax Expense			
Current Tax		(2,300,000)	(2,700,000)
Deferred Tax		1,526,117	(110,535)
XI Net Profit after Tax		<u>3,957,199</u>	<u>3,752,375</u>
XII Earning Per Share (having a face value of Rs. 1 each)			
- Basic and Diluted		0.03	0.03

Significant Accounting Policies and Notes on Financial Statement 1 to 33

Per our report attached
For **Laxminiwas & Jain**
Chartered Accountants
Firm Regn. No. 001859S

Sharada G Patil
Partner
Membership No. 015332

Place: Hyderabad
Date : 30th May, 2013

For and on behalf of the Board
Arihant Baid
Managing Director

Y. Ravinder Reddy
Director



Gennex Laboratories Limited

	31.03.2013 (Rs. in Lacs)	31.03.2012 (Rs. in Lacs)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax and extraordinary items:	47.31	65.63
Adjustment for:		
Depreciation	79.62	74.33
Finance Charges	28.16	29.95
Loss on Fixed Assets	1.69	0.00
Interest Received	-2.98	-7.74
Operating Profit before Working Capital Changes	153.80	162.17
Adjustment for:		
Trade and Other Receivables	-450.51	-303.51
Inventories	24.79	-25.11
Trade Payables	125.59	378.53
Cash generated from operations	-146.33	212.08
Adjustments for:		
Interest/Other Income Received	0.00	0.00
Prior Period Adjustments	0.00	0.00
Income-tax	-27.00	0.00
Net Cash from Operating Activities	-173.33	212.08
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	-59.49	-92.69
Purchase of Investments	0.00	0.00
Sale of Assets	0.21	0.00
Interest/Other Income received	2.98	7.74
Net Cash used in Investing Activities	-56.30	-84.95
C. CASH FLOW FROM FINANCING ACTIVITIES		
Bank borrowings	54.54	39.48
Finance Charges	-28.16	-29.95
Issue of Equity Shares/Warrants	0.00	0.00
Increase/(Decrease) in Unsecured Loans	-3.26	-4.68
Net Cash from Financing Activities	23.12	4.84
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENT(A+B+C)	-206.51	131.97
Cash and Cash Equivalents as on 01.04.2012	239.89	107.92
Cash and Cash Equivalents as on 31.03.2013	33.38	239.89

Per our report attached
For **Laxminiwas & Jain**
Chartered Accountants
Firm Regn. No. 001859S
Sharada G Patil
Partner
Membership No. 015332
Place: Hyderabad
Date : 30th May, 2013

For and on behalf of the Board
Arihant Baid
Managing Director
Y. Ravinder Reddy
Director



NOTE 1. SIGNIFICANT ACCOUNTING POLICIES:

NOTE 1 : Significant Accounting Policies

1 ACCOUNTING POLICIES:

a. BASIS OF ACCOUNTING:

Financial Statement are prepared under historical cost convention and in accordance with the normally accepted accounting standards.

b. FIXED ASSETS:

Fixed Assets are valued at the original cost of acquisition net of Modvat including taxes, freight and other incidental expenses relating to acquisition and installation.

c. DEPRECIATION:

Depreciation provided at the rate prescribed under Schedule XIV of the Companies Act, 1956 on Straight line method on pro - rata basis.

d. INVESTMENTS:

Investments are valued at Cost. Provision for diminution in the value of Long Term Investments is made only if, such a decline is other than temporary in the opinion of the Management.

e. REVENUE RECOGNITION:

All the Items of Income and expenditure are accounted on accrual basis except as stated otherwise.

f. FOREIGN EXCHANGE TRANSACTIONS:

Foreign Currency Transactions are recorded at the exchange rates prevailing on the date of transaction.

Monetary items (Assets & Liabilities) denominated in foreign currency are translated into rupees at the Exchange rates prevailing on the Balance Sheet date. Exchange Differences in translation of foreign currency assets and liabilities and realised gains and losses on foreign exchange translations are recognised in the Profit and Loss A/c

g. VALUATION OF INVENTORIES:

i. Stores & Spares are valued at cost or at net realisable value, whichever is lower.

Cost is arrived at Weighted Average basis.

ii. Raw Material, Semi finished goods, finished goods are valued at cost or market value whichever is lower. Cost is arrived at FIFO method.

iii. Obsolescence and Damaged materials are valued at realisable value.



h. CENTRAL EXCISE:

Central Excise account is treated as current account by making adjustment of the debit & credit given to/taken from the department including relief.

i. EMPLOYEE BENEFITS:

a. Provident Fund is administered through Regional Provident Fund Commissioner. The contribution to the Provident Fund is charged against revenue.

b. Gratuity Liability is a defined benefit obligation and is provided for on the basis of an actuarial valuation on Projected unit credit method. The company has created an approved gratuity fund, which has taken a group gratuity cum insurance policy with Life Insurance Corporation of India (LIC) for future payment of gratuity to the employees. The company accounts for gratuity liability of its employees on the basis of Actuarial valuation carried out at the year end by LIC.

c. Leave Encashment is accounted for on accrual basis.

j. SEGMENT REPORTING:

Segments are identified having regard to the dominant source and nature of risks and returns and the internal organisation and management structure. Revenues, Expenses and assets which relates to the enterprise as a whole and are not attributable to segments are included under "Unallocable Corporate Expenses/Revenues"

k. TAXES ON INCOME:

Deferred Tax is recognised, subject to the consideration of prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

l. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.

Contingent Liabilities are not recognized but are disclosed, while Contingent Assets are neither recognized nor disclosed, in the financial statements.



	As at 31st March, 2013 Rs.	As at 31st March, 2012 Rs.
2 SHARE CAPITAL		
AUTHORISED CAPITAL		
Equity Shares		
160,000,000 Equity Shares of Rs.1/- each		
(Previous Year 160,000,000 Equity Shares of Rs.1/- each)	160,000,000	160,000,000
Total	<u>160,000,000</u>	<u>160,000,000</u>
2.1 ISSUED, SUBSCRIBED & PAID-UP		
Equity Shares		
126,503,000 Equity Shares of Rs.1/- each		
(Previous Year 126,503,000 Equity Shares of Rs.1/- each)	126,503,000	126,503,000
Total	<u>126,503,000</u>	<u>126,503,000</u>
2.2.1 All Equity Shares issued by the company carry equal voting and participatory rights.		
2.2.2 The details of share holders holding more that 5% shares:		
	As at 31st March, 2013	As at 31st March, 2012
	No. of Shares	No. of Shares
	% Held	% Held
Premier Fiscal Services (P) Ltd (Pledge with Bank of India)	25,000,000 19.76	25,000,000 19.76
VAB Ventures Ltd.	9,787,560 7.74	9,787,560 7.74
2.2.3 The reconciliation of the no of shares outstanding is set out below:		
Equity Shares at the beginning of the year	126,503,000	126,503,000
Equity Shares at the end of the year	126,503,000	126,503,000
	As at 31st March, 2013 Rs.	As at 31st March, 2012 Rs.
3 RESERVES AND SURPLUS		
Share Premium	60,000,000	60,000,000
Investment Subsidy	2,000,000	2,000,000
General Reserve	7,222,892	7,222,892
Capital Reserve (Forfeit of warrant)	7,250,000	7,250,000
Balance in Profit & Loss		
Balance at the beginning of the year	44,871,075	41,118,700
Add: Profit for the year	3,957,199	3,752,375
Balance at the Closing of the year	48,828,274	44,871,075
Total	<u>125,301,166</u>	<u>121,343,967</u>

**Gennex Laboratories Limited**

	As at 31st March, 2013 Rs.	As at 31st March, 2012 Rs.
4 LONG TERM BORROWINGS		
4.1 Loan - Secured (Secured against the hypothecated assets procured out of Loan)		
Tata Capital Financial Services Ltd.	532,459	1,298,508
Magma Fincorp Ltd.	403,799	827,191
State Bank of Hyderabad	—	18,688
Total	<u>936,258</u>	<u>2,144,387</u>
4.2 Unsecured		
Sales Tax Deferment	2,668,025	2,990,115
Total	<u>2,668,025</u>	<u>2,990,115</u>
4.3 Sales Tax deferment availed till the current account period is due for repayment after 12 months from Balance sheet as under:		
Year of Repayment		
2013-14	—	322,090
2014-15	380,966	380,966
2015-16	689,517	689,517
2016-17	425,358	425,358
2017-18	171,099	171,099
2018-19	174,207	174,207
2019-20	277,545	277,545
2020-21	394,431	394,431
2021-22	154,902	154,902
Total	<u>2,668,025</u>	<u>2,990,115</u>
5 DEFERRED TAX (LIABILITY)/ASSETS		
a. Diff. between Book & Tax Depreciation (Liability)	12,746,163	14,118,244
b. Provisions	(885,914)	(731,878)
Total	<u>11,860,249</u>	<u>13,386,366</u>
Net Deferred Tax Liability/(Assets)	<u>11,860,249</u>	<u>13,386,366</u>
6 LONG TERM PROVISIONS		
Provision for leave encashment	524,000	501,000
Total	<u>524,000</u>	<u>501,000</u>



	As at 31st March, 2013 Rs.	As at 31st March, 2012 Rs.
7 SHORT TERM BORROWINGS		
a. Secured		
From Banks - Secured		
State Bank of Hyderabad	19,051,461	11,814,037
(The due to State Bank of Hyderabad - Secured by means of Hypothecation of Stocks of Raw Material, Semi Finished & Finished Goods, Stores & Spare parts and Book-debts and First Charge on the Fixed Assets of the Company and personal guarantee of One Director)		
Loan - Secured (Secured against the hypothecated assets procured out of Loan)		
Tata Capital Financial Services Ltd.	747,848	1,114,727
Magma Fincorp Ltd.	409,708	371,563
State Bank of Hyderabad	—	246,277
Total	<u>20,209,017</u>	<u>13,546,604</u>
b. Unsecured		
Sales Tax Deferment	322,090	326,138
Total	<u>322,090</u>	<u>326,138</u>
8 TRADE PAYABLES		
Trade Payable	58,979,251	43,774,480
Total	<u>58,979,251</u>	<u>43,774,480</u>
8.1 Dues to Micro, Small and Medium enterprises has been determined to be Rs.Nil to the extent such parties have been identified on the basis of information available with the company.		
9 OTHER CURRENT LIABILITIES		
Creditors for Capital Goods	420,669	397,175
Advances from Customers	256,732	88,064
Other Liabilities	13,198,335	16,059,340
Total	<u>13,875,736</u>	<u>16,544,579</u>
9.1 Other liabilities consist of PF, ESI, TDS and TCS payable etc.		
10 SHORT-TERM PROVISIONS		
Provision for Current Tax (Net of Advance Tax)	2,300,000	2,700,000
Total	<u>2,300,000</u>	<u>2,700,000</u>



**NOTE 11
FIXED ASSETS**

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	Cost as on 01-04-2012	Additions during the year	Sale or adjust- ment	Total as on 31-03-2013	As on 01-04-2012	Adjust- ments	For the year 2012-13	Total Upto 31-03-2013	As on 31-03-2013	As on 31-03-2012
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Land	84,181,540	—	—	84,181,540	—	—	—	—	84,181,540	84,181,540
Building	16,978,278	—	—	16,978,278	5,011,373	—	539,560	5,550,933	11,427,345	11,966,905
Plant & Machinery	115,238,080	3,379,141	347,699	118,269,522	60,095,822	158,110	6,145,287	66,082,999	52,186,523	55,142,238
Furniture & Fixtures	20,980,786	2,570,183	—	23,550,969	15,522,386	—	600,856	16,123,242	7,377,727	5,408,400
Motor Vehicles	7,529,028	—	—	7,529,028	2,323,836	—	675,911	2,999,747	4,529,281	5,205,192
Total	244,857,712	5,949,324	347,699	250,459,337	82,953,417	158,110	7,961,614	90,756,921	159,702,416	161,904,235
Previous Year	236,188,434	9,677,461	1,008,183	244,857,712	76,119,144	589,526	7,433,799	82,953,417	161,904,235	



	As at 31st March, 2013 Rs.	As at 31st March, 2012 Rs.
12 NON CURRENT INVESTMENTS		
Unquoted		
1000 Equity Shares of Rs.100/- each fully paid up in Progressive Effluent Treatment Limited	100,000	100,000
5500000 Equity Shares of Rs.10/- each fully paid up in Deccan Remedies Limited	70,000,000	70,000,000
Total	<u>70,100,000</u>	<u>70,100,000</u>
13 OTHER NON CURRENT ASSETS		
Loans,Advances to Related Parties	8,200,952	6,604,045
Security Deposit	1,489,147	1,489,147
Prepaid Expenses	19,096	60,395
Total	<u>9,709,195</u>	<u>8,153,587</u>
14 INVENTORIES (As valued and certified by Management)		
Stores & Spares	628,254	571,875
Packing Material	292,529	378,731
Coal & Diesel	161,079	140,589
Raw Materials	11,158,439	6,483,621
Finished Goods	5,472,705	13,510,629
Work-in-process	1,626,904	733,871
Total	<u>19,339,910</u>	<u>21,819,316</u>
15 TRADE RECEIVABLES		
Unsecured and Considered Good		
Outstanding for more than 6 months	2,358,547	1,360,472
Others	37,770,629	29,068,638
Total	<u>40,129,176</u>	<u>30,429,110</u>
16 CASH AND CASH EQUIVALENTS		
a. Cash on hand	22,013	13,240
b. Cheques on hand	—	21,473,757
c. Balances with Banks		
i. In Current Accounts	292,215	448,686
ii. In Deposit Accounts (Margin Money against LCs/BG)	3,023,718	2,053,679
Total	<u>3,337,946</u>	<u>23,989,362</u>

**Gennex Laboratories Limited**

	As at 31st March, 2013 Rs.	As at 31st March, 2012 Rs.
17 SHORT TERM LOANS & ADVANCES		
(Unsecured, Considered good, recoverable in cash or in kind for value to be received)		
a. Loans and advances to related parties Unsecured, considered good	13,522,130	13,257,230
b. Loans and advances to employees Unsecured, considered good	4,078,995	3,332,670
c. Prepaid Expenses Unsecured, considered good	677,201	210,377
d. Balances with Government Authorities Unsecured, considered good		
i. CENVAT credit receivable	3,592,160	1,332,776
ii. Balances with Central Excise Deptt	14,612	4,309
iii. VAT credit receivable	3,029,354	1,318,067
iv. Advance Licence Fee receivable	32,000	32,000
v. Service Tax	554,980	—
e. Advances to Contractors, Suppliers Unsecured, considered good	29,502,085	738,295
f. Advances recoverable cash or in kind	4,814,000	6,135,203
Total	<u>59,817,517</u>	<u>26,360,927</u>
18 OTHER CURRENT ASSETS		
Advance Income Tax/TDS	1,205,722	925,611
Accrued Interest	136,911	78,428
Total	<u>1,342,633</u>	<u>1,004,039</u>



	Year ended 31st March, 2013 Rs.	Year ended 31st March, 2012 Rs.
19 Revenue from Operation		
Sale of Products	309,179,348	251,752,741
Other Operating Revenues	200,596	273,174
	<u>309,379,944</u>	<u>252,025,915</u>
Less: Excise Duty	10,132,216	6,376,917
Net Revenue from Operation	<u>299,247,728</u>	<u>245,648,998</u>
20 Other Income		
Interest Income (TDS Rs.30,111; Previous Year Rs.76,505)	297,690	774,171
Insurance Claim Received	5,443	—
Exchange Rate Fluctuation	101,425	—
Profit on Fixed Assets Sold	—	8,000
Total	<u>404,558</u>	<u>782,171</u>
21 Raw Material Consumed		
Opening Stocks	6,483,621	4,473,499
Add: Purchases	191,919,634	162,654,234
Total	<u>198,403,255</u>	<u>167,127,733</u>
Less: Closing Stocks	11,158,439	6,483,621
Consumption	<u>187,244,816</u>	<u>160,644,112</u>
22 Changes in Inventories (other than RM)		
Opening Stocks		
Work in Progress	733,871	1,502,541
Finished Goods	13,510,629	12,530,780
Total	<u>14,244,500</u>	<u>14,033,321</u>
Closing Stocks		
Work in Progress	1,626,904	733,871
Finished Goods	5,472,705	13,510,629
Total	<u>7,099,609</u>	<u>14,244,500</u>
Changes in Stock	<u>7,144,891</u>	<u>(211,179)</u>
23 Manufacturing Expenses		
Stores, Spares & Others	5,596,205	5,781,533
Packing Material	5,766,424	4,217,933
Power & Fuels	17,992,754	12,378,791
Repairs & Maintenance - Buildings	789,648	990,061
Repairs & Maintenance - Plant & Machinery	1,123,173	1,292,549
Repairs & Maintenance - Others	242,949	527,735
Job Work Charges	13,300	—
Total	<u>31,524,453</u>	<u>25,188,602</u>

**Gennex Laboratories Limited**

	Year ended 31st March, 2013 Rs.	Year ended 31st March, 2012 Rs.
23.1 Stores and Spares Consumption		
Opening Stocks	571,875	522,394
Add: Purchases	5,652,584	5,831,014
Less: Closing Stocks	628,254	571,875
Total	<u>5,596,205</u>	<u>5,781,533</u>
23.2 Packing Material Consumption		
Opening Stocks	378,731	190,731
Add: Purchases	5,680,222	4,405,933
Less: Closing Stocks	292,529	378,731
Total	<u>5,766,424</u>	<u>4,217,933</u>
24 EMPLOYEE BENEFITS EXPENSE		
Salaries and Wages	20,507,175	18,482,714
Contributions to Provident and other funds	1,050,569	1,081,756
Gratuity	437,622	648,827
Staff Welfare expenses	884,646	801,129
Total	<u>22,880,012</u>	<u>21,014,426</u>
25 OTHER EXPENSES		
Excise Duty on Stock	—	316,072
Pollution Expenses	1,190,932	1,045,892
Consultancy & Legal Expenses	2,295,248	2,450,446
Rent & Facilities	1,297,282	1,860,924
Electricity Charges	480,250	419,153
Security Charges	411,969	323,937
Printing & Stationery	413,683	437,941
Communication Expenses	791,390	690,475
Insurance	504,470	809,002
Travelling & Conveyance Exp.	2,786,690	2,822,422
Selling Expenses	4,507,624	2,963,945
Exchange Rate Fluctuation	—	1,868,995
Carriage Outwards	3,883,925	3,750,803
Auditors' Remuneration	68,220	76,493
Vehicle Maintenance	205,003	205,822
Sales Tax	9,067	6,748
Miscellaneous Expenses	1,755,903	2,560,873
Sundry Balances Written Off (Net)	2,042	18,055
Total	<u>20,603,698</u>	<u>22,627,999</u>



	Year ended 31st March, 2013 Rs.	Year ended 31st March, 2012 Rs.
26 FINANCE COST		
Interest on Working Capital	1,566,863	1,400,881
Interest on Term Loan	343,841	181,563
Bank Charges	904,887	1,412,066
Total	2,815,591	2,994,510
27 EXCEPTIONAL ITEMS		
Loss on Fixed Assets	168,589	—
28 EARNING PER SHARE		
Net Profit the basic EPS	3,957,199	3,752,375
Weighted Average No.of Shares	126,503,000	126,503,000
Annualized Basic Earning per share	0.03	0.03
29 AUDITORS REMUNERATION		
i. Audit Fees	49,590	49,590
ii. Tax Audit Fees	16,530	16,530
iii Certification & Other	—	8,273
iv. Audit Fees - Branch	2,100	2,100
Total	68,220	76,493
30 CONTINGENT LIABILITY		
i. Income-tax where appeals/petitions are pending with Various Authorities	*56.16	*65.48
ii. Sales Tax where Appeal is pending	*14.57	*14.57
iii. Advance License for Import/Export Obligation	—	61.51
iv. Claim against the Company not acknowledged as debts	*3.23	*3.23

*Company is hopeful of complete relief, hence no provision is made.



Gennex Laboratories Limited

31 Additional information pursuant to paragraphs 5 (viii) of part II of Schedule VI to the Companies Act, 1956 are as follows:

	Year ended 31st March, 2013 Rs.	Year ended 31st March, 2012 Rs.
A. C.I.F. value of imports by the Company (Excluding imported items purchased locally)		
Raw Materials	9,948,564	26,578,100
B. Expenditure in foreign currency during the year:		
a. Foreign Travel Expenses	301,332	573,761
b. Sales Commission	2,600,423	1,681,640
c. Bank Charges	135,468	571,271
C. Details of consumption of imported and indigenous items		
	Year ended 31st March, 2013 Rs.	Year ended 31st March, 2013 %
Imported		
Raw Material	9,929,584	5%
	(27,360,275)	17%
Indigenous		
Raw material	177,315,232	83%
	(133,283,837)	95%
Stores, Spares Parts & Components	5,596,205	100%
	(5,781,533)	100%
Total	192,841,021	
	(166,425,645)	

Note: Figures/percentages in brackets relates to the previous year.

D. Segment Details

The Company is engaged in manufacture of Bulk Drugs & Intermediates which in the context of Accounting Standard- 17 issued by the Institute of Chartered Accountants of India is considered as a single segment.

The geographic segments individually contributing 10 percent or more of the Company's revenues and segment assets are shown separately:

Geographic Segment	Revenues for the Year ended 31st March, 2013	Segment Assets As at 31st March, 2013
Dubai	16.23	—
	(289.82)	(3.53)
Germany	118.01	5.60
	(24.03)	—
Netherland	280.61	108.38
	(247.65)	—
Iran	209.38	—
	(171.60)	—
Peru	123.25	5.11
	(43.25)	—
Export Others	314.17	40.74
	(400.41)	(114.82)
India	1930.83	241.46
	(1,279.73)	(185.94)

Note: Figures in brackets relates to the previous year.



Particulars	Year ended 31st March, 2013 Rs.	Year ended 31st March, 2012 Rs.
E. Earning in Foreign Currency on F.O.B. basis		
Export of Goods	101,589,842	110,770,631

32 RELATED PARTY TRANSACTIONS (Accounting Standard-18)

Name & Relationship	Nature of Transaction	Amount (Rs.)
1 Mr. Arihant Baid (Son of Director Mr. Vinod Baid)	Remuneration	2,400,000
	Business advances given to Falma Laboratories Pvt. Ltd., (in which Mr. Arihant Baid is Director)	8,200,952
2 Mr. Kishore Jhunjhunwala Director	Business advances given to Deccan Remedies Limited (in which Mr. Kishore Jhunjhunwala is Director)	13,522,130
	Business advances given to Mercury Fund Management Co Ltd. (in which Mr. Kishore Jhunjhunwala is Director) (Maximum Balance during the year Rs. 13,522,130)	NIL
3 Mr. Vinod Baid Director	Business advance taken from Prudential Stock & Securities Ltd. (in which Mr. Vinod Baid is Director) (Maximum Balance during the year Rs. 4,000,000)	NIL

33 EMPLOYEES BENEFITS:

33.1 Company has obtain Group Gratuity Scheme with LIC and contributing the same. The assumption taken are discount rate @ 8% and salary escalation @ 4 % etc.

33.2 Defined Contribution Plan:

Contribution to defined contribution plan, recognized as expenses for the year are as under:

Employer's Contribution to Provident/Pension Fund - Rs. 612590/-

The Company contributes applicable rates of salary of all eligible employees towards Provident Fund managed by the Central Government.

Leave Encashment:

The Company has provided a sum of Rs. 524000/- towards Leave encashment based on actuarial valuation.

33.3 Balance in Advances, Deposits, Unsecured loans, other Liabilities, Trade Receivables, Trade Payables and advances against suppliers are subject to confirmation by respective parties.

33.4 Fixed Assets includes land for which Registration formalities are yet to completed.



33.5 The Company's Lease Agreement in respect of Building at Srinagar Colony. The Lease Rentals payable are charged as "Lease Rental Charges" under "Other Expenses" in Note No - 25. This leasing arrangement are for longer period and renewable by mutual consent on mutually agreeable terms. Future lease rental payable are as under:

(Rupees in Lakhs)

Particulars as at March 31, 2013*

Payables:

Not later than one year 10.73

Later than one year but not later than 3 years 1.82

Later than 3 years 0

* The above figures are given without discounting at present value

33.6 Investment includes Rs.70,000,000 in Shares of Deccan Remedies Limited for the Company's expansion plans.

33.7 There are no amounts due and outstanding to be credited to Investor Education and Protection Fund.

33.8 In accordance with the Accounting Standards (AS-28) on "Impairment of Assets" the management during the year carried out exercise of identifying the assets that may have been impaired in respect of each cash generating unit. On the basis of this review carried out by the management there was no impairment loss on the fixed assets during the year ended 31st March, 2013.

33.9 Investment Subsidy received from Andhra Pradesh Government is shown under Reserve and Surplus.

Per our report attached

For and on behalf of the Board

For **Laxminiwas & Jain**
Chartered Accountants
Firm Regn. No. 001859S

Arihant Baid
Managing Director

Sharada G Patil
Partner
Membership No. 015332

Y. Ravinder Reddy
Director

Place: Hyderabad
Date : 30th May, 2013



GENNEX LABORATORIES LIMITED

Regd. Office: Sy. No. 133, Jinnaram Mandal, Medak Dist., A.P 502 325
Corporate Office: "AKASH GANGA", 3rd Floor, Plot No. 144, Srinagar Colony, Hyderabad - 500 073.

PROXY FORM

I/We of
being a member/members of GENNEX LABORATORIES LTD. hereby appoint
..... of
failing him of as my/our Proxy
to attend and vote for me/us on my/our behalf at the 28th Annual General Meeting of the company
to be held on Monday, the 30th September, 2013 at 11.30 A.M. at the Registered Office of the
Company at Sy.No.133., Bollaram, Jinnaram Mandal, Medak Dist – 502 325 (A.P).

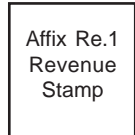
Signed this day of 2013.

Signature(s) of the Shareholder(s)

Folio No.

No. of Shares

Distinctive Nos.....



- Note: 1. This form must be deposited at the Registered Office of the Company not later than 48 hours before the time for holding the meeting.
2. A PROXY NEED NOT BE A MEMBER.

GENNEX LABORATORIES LIMITED

Regd. Office: Sy. No. 133, Jinnaram Mandal, Medak Dist., A.P 502 325
Corporate Office: "AKASH GANGA", 3rd Floor, Plot No. 144, Srinagar Colony, Hyderabad - 500 073.

ADMISSION SLIP

Regd. Folio No. No. of Shares

I certify that I am a registered shareholder/proxy for the registered shareholder of the Company.
I hereby record my presence at the 28th Annual General Meeting of the Company to be held on
Monday, the 30th September, 2013 at 11.30 A.M. at the Registered Office of the Company at
Sy.No.133., Bollaram, Jinnaram Mandal, Medak District – 502 325 (A.P).

Name of the Proxy (if any) in block letters

Signature of the Member/Proxy


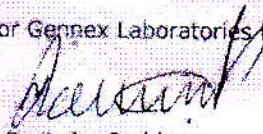
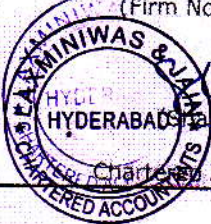
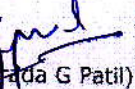
Note: Please fill this Admission Slip and hand it over at the entrance. Shareholders who come to attend the meeting are requested to bring the copies of the Annual Report also with them.

BOOK POST

If undelivered, please return to:
GENNEX LABORATORIES LIMITED
"AKASH GANGA", 3rd Floor, Plot No. 144,
Srinagar Colony, Hyderabad - 500 073.

FORM B

Format of covering letter of the annual audit report to be filed with the stock exchanges

1.	Name of the Company	Gennex Laboratories Limited
2.	Annual financial statement for the year ended	31st March 2013
3.	Type of Audit qualification	Qualified
4.	Frequency of qualification	The below mentioned qualification appears in the Balance Sheet was Repetitive
5.	Draw attention to relevant notes in the annual financial statements and management response to the qualification in the directors report.	<p>Observation</p> <p>Balance in Advances, Deposits, Unsecured loans, other Liabilities, Trade Receivables, Trade Payables and advances against suppliers are subject to confirmation by respective parties.</p> <p>Management Response</p> <p>As pointed out by the Statutory Auditors, the company has not obtained confirmation of balances of Advances, Deposits, Unsecured Loans, other liabilities, Trade Receivables, Trade Payables and advance against Suppliers. The Company has made best of its efforts to obtain the same before signing the accounts for current financial year as well as for last financial year. Further, the management of the company confirms that balances shown in the books are true and correct as per their knowledge</p>
6.	Additional comments for the board/audit committee chair	The Audit Committee took note of same and Formulated appropriate policies to avoid the same qualification in next financial year onwards
7.	To be signed by-	For Gennex Laboratories Limited
	CEO / Managing Director	 Arihant Baid
	CFO	The Company does not have CFO
	Chairman, Audit Committee	For Gennex Laboratories Limited  Y. Ravinder Reddy
	Auditor of the Company	For Laxminiwas & Jain (Firm No. 001859 S)   G. Patil Partner Chartered Accountants