

CDR HEALTHCARE LIMITED

# **CDR HEALTHCARE LIMITED**

**25<sup>th</sup> ANNUAL REPORT**

**2011-2012**

# CDR HEALTHCARE LIMITED

## BOARD OF DIRECTORS

Sri D. Bhaskar Reddy  
Dr. C. Jaya Sree  
Sri M. Ranga Reddy  
Sri Erra Ram Reddy

Director  
Director  
Additional Director  
Additional Director

## BANKERS

Indian Bank  
Canara Bank

## REGISTERED OFFICE

Room No.99, 3-6-287/A, B & C  
Hyderabad, Hyderabad - 500 029.

## AUDITORS

M/s.P.MURALI & CO.,  
Chartered Accountants  
6-3-655/2/3, Somajiguda,  
Hyderabad - 500 082.

## SHARE TRANSFER AGENTS

Aarhi Consultants Pvt.Ltd.,  
1-2-285, Domalguda,  
Hyderabad - 500 029.  
Ph: 040-27638111

## LISTING

The Bombay Stock Exchange Limited, Mumbai.

**NOTICE**

**NOTICE** is hereby given that the 25<sup>th</sup> Annual General Meeting of M/s. CDR HEALTHCARE LIMITED will be held on Saturday, 29<sup>th</sup> Day of September, 2012 at 11.30 A.M. at Sundaraiah Vignan, Kendram, Bagh Lingampalli, Hyderabad 500 044, Andhra Pradesh to transact the following Business:

**ORDINARY BUSINESS:**

1. To receive, consider and adopt the Audited Balance Sheet as at 31<sup>st</sup> March 2012 and the Profit and 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 place of Sri D. Bhaskar Reddy Director who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint M/s. P. Murali & Co., Chartered Accountants, Hyderabad as Auditors of the Company to hold office from the conclusion of this meeting till the conclusion of the next Annual General Meeting at remuneration as may be fixed by the Board of Directors of the Company.

**SPECIAL BUSINESS:**

4. Appointment of Sri M. Ranga Reddy as a Director of the Company

To consider and if thought fit to pass with or without modification the following resolution as an Ordinary Resolution:

"RESOLVED that Sri M. Ranga Reddy who was appointed by the Board of Directors as an Additional Director of the Company with effect from February 22, 2012 and who holds office up to the date of this Annual General Meeting of the Company in terms of Section 260 of the Companies Act, 1956 ("Act") and in respect of whom the Company has received a notice in writing from a Member under Section 257 of the Act proposing his candidature for the office of Director of the Company, be and is hereby appointed a Director of the Company."

5. Appointment of Sri Erra Ram Reddy as a Director of the Company

To consider and if thought fit to pass with or without modification the following resolution as an Ordinary Resolution:

"RESOLVED that Sri Erra Ram Reddy who was appointed by the Board of Directors as an Additional Director of the Company with effect from March 1, 2012 and who holds office up to the date of this Annual General Meeting of the Company in terms of Section 260 of the Companies Act, 1956 ("Act") and in respect of whom the Company has received a notice in writing from a Member under Section 257 of the Act proposing his candidature for the office of Director of the Company, be and is hereby appointed a Director of the Company."

BY ORDER OF THE BOARD OF DIRECTORS  
for CDR HEALTHCARE LIMITED

D. BHASKAR REDDY  
DIRECTOR

PLACE: HYDERABAD  
DATE: 01.09.2012

**NOTES**

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER.
2. PROXIES TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY NOT LATER THAN 48 HOURS BEFORE COMMENCEMENT OF THE MEETING.
3. THE REGISTER OF MEMBERS AND SHARE TRANSFER BOOKS OF THE COMPANY WILL REMAIN CLOSED FROM 27<sup>th</sup> SEPTEMBER 2012 TO 29<sup>th</sup> SEPTEMBER 2012 (BOTH DAYS INCLUSIVE).
4. MEMBERS HOLDING SHARES IN PHYSICAL FORM ARE REQUESTED TO NOTIFY/SEND ANY CHANGE IN THEIR ADDRESS TO THE COMPANY'S SHARE TRANSFER AGENTS, OR TO THE COMPANY AT ITS REGISTERED OFFICE.
5. SHAREHOLDERS / PROXIES SHOULD BRING DULY FILLED ATTENDANCE SLIPS SENT HERewith FOR ATTENDING THE MEETING ALONG WITH THE COPIES OF ANNUAL REPORTS TO THE ANNUAL GENERAL MEETING.

**Explanatory Statement  
(Pursuant to Section 173(2) of the Companies Act, 1956)**

As required by Section 173 of the Companies Act, 1956 ("Act") the following explanatory statements set out all material facts relating to the business mentioned under Item Nos. 4 and Item No. 5 of the accompanying Notice dated September 1, 2012:

**Item No. 4**

Sri M. Ranga Reddy was co-opted as additional director of the company on the board of the company pursuant to section 260 of the companies act, 1956 on 22<sup>nd</sup> February, 2012. Sri M. Ranga Reddy holds office of the Director up to the date of this Annual General Meeting. The company has received notice from a member along with required deposit, proposing the candidature of Sri M. Ranga Reddy, for the office of Director under the provisions of section 257 of the companies act, 1956.

Your Directors recommend the resolution for your approval.

None of the Directors except Sri M. Ranga Reddy are concerned or interested in the proposed resolution.

**Item No. 5**

Sri Erra Ram Reddy was co-opted as additional director of the company on the board of the company pursuant to section 260 of the companies act, 1956 on 1<sup>st</sup> March, 2012. Sri Erra Ram Reddy holds office of the Director up to the date of this Annual General Meeting. The company has received notice from a member along with required deposit, proposing the candidature of Sri Erra Ram Reddy, for the office of Director under the provisions of section 257 of the companies act, 1956.

Your Directors recommend the resolution for your approval.

None of the Directors except Sri Erra Ram Reddy are concerned or interested in the proposed resolution.

The profile of Director is given under the head "Brief profile of the directors seeking appointment/re-appointment at the AGM."



**ADDITIONAL INFORMATION (as per Clause 49 of the listing agreement):**

As required under the Listing Agreement, the particulars of Directors who are proposed to be appointed/re-appointed are given below:

**BRIEF PROFILE OF THE DIRECTORS SEEKING APPOINTMENT/RE-APPOINTMENT AT THE AGM.**

Name of the Director	:	Sri D. Bhaskar Reddy
Date of Appointment	:	01.03.2010
Date of Birth/Age	:	53 years
Qualification	:	M.B.A.
Expertise in Specific functional areas	:	Experience in Hospital Management
List of Companies in which Directorships held as on 31.03.2012	:	7

Name of the Director	:	Sri M. Ranga Reddy
Date of Appointment	:	22.02.2012
Date of Birth/Age	:	75 years
Qualification	:	Graudate
Expertise in Specific functional areas	:	Experience in Hospital Management
List of Companies in which Directorships held as on 31.03.2012	:	1
Chairman/Member of the Committees of other Companies in which he is a Director as on 31.03.2012	:	NIL

Name of the Director	:	Sri Erra Ram Reddy
Date of Appointment	:	01.03.2012
Date of Birth/Age	:	62 years
Qualification	:	M.Sc. Ph.D.
Expertise in Specific functional areas	:	Experience in Hospital Management
List of Companies in which Directorships held as on 31.03.2012	:	Nil
Chairman/Member of the Committees of other Companies in which he is a Director as on 31.03.2012	:	NIL

**DIRECTORS' REPORT**

To  
The Members of  
M/s.CDR Healthcare Limited,

Your Directors have pleasure in presenting the **25th Annual Report of the Company** together with Audited Accounts for the year ended 31-03-2012.

**FINANCIAL RESULTS**

(Rs. in lakhs)

	YEAR ENDED 31-03-2012	YEAR ENDED 31-03-2011
Total Income	22.02	19.50
Profit before Tax	0.13	0.61
Balance brought forward	(49.11)	(54.68)
Balance carried forward	(48.98)	(54.07)

**OPERATIONS**

During the year, the turnover of the company is Rs.22.02 Lakhs. During the year the company posted net profit of Rs. 0.13 Lakhs.

As per the the Conciliation agreement cum award dated 21st March, 2007, Your company has to re-pay the entire dues of Orbit Medicare (India) Ltd (OML) amounting to Rs. 9.47 crores (Rupees Nine crores and forty seven lakhs) on or before 20-3-2012 and in the event of the failure to pay the said amount by your company, CDR shall register the schedule-B property in favor of OML or it's nominee, either in one sale deed or sale deeds, towards the full and final settlement of all it's dues.

In spite of best efforts by the your company's management, your company could not the raise the monies to repay the said loan before the due date. Hence OML has demanded to register the said B-Schedule property in it's favor as per Award dt. 21st March, 2007. However your company is negotiating further with OML to extend the time to repay.

**MANAGEMENT DISCUSSIONS AND ANALYSIS REPORT:**

Pursuant to Clause 49 of the Listing Agreement, a Management Analysis Report is given below:

**A. INDUSTRY BACKGROUND**

The Healthcare Industry is still dominated by private sector. The Government emphasis continues to be on the primary healthcare, allowing the corporate sector to provide latest super specialty healthcare services.



**B. INDUSTRY OUTLOOK**

In spite of the general recession in the market, the future for Health Care in India looks very promising. Added to the increased health awareness and health consumption by the individual and third party payers, the State Govt.'s Aarogyasree has been a great contributor for the increased occupancy of the existing hospitals. Presently bed occupancy of the most of the hospitals are exceptionally high and demand for the new facilities will be very high. As on date there is more demand than the supply.

**C. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:**

The Company has adequate internal control systems that define roles and responsibilities of people across various levels of the organization. These systems facilitate effective checks and controls as well as tight monitoring on a continuous basis.

**D. MATERIAL DEVELOPMENTS IN HUMAN RESOURCES/INDUSTRIAL RELATIONS:**

The company plans to out-source routine jobs to other experienced organizations and is in the process of recruiting some of the professionals it has trained in the past.

**ADDITIONAL INFORMATION AS REQUIRED U/S 217(1)(e) OF THE COMPANIES ACT, 1956**

- (a) **Conservation of Energy** : Reporting under Energy conservation is not applicable to your Company. However the Company is monitoring the consumption of energy and is identifying measures for conservation of energy.
- (b) (i) **Research and Development (R & D)** : No research and Development has been carried out during the reporting period.
- (ii) **Technology Absorption, adaptation and innovation:-** No technology either indigenous or Foreign is involved.
- (c) **Foreign exchange earning and outgo:** -NIL-

**PARTICULARS OF EMPLOYEES**

In pursuance of the provisions of section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules 1975, the Directors are to report that no employee was in receipt of remuneration of Rs.60,00,000/- or more per annum

or Rs.5,00,000/- or more per month where employed for a part of the year.

**DIRECTORS**

1. Sri D. Bhaskar Reddy retires by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment.
2. Sri M. Ranga Reddy was Appointed as Additional Director on 22<sup>nd</sup> February, 2012. As per the provisions of Section 260 of the Companies Act, 1956,
3. Sri Erra Ram Reddy was Appointed as Additional Director on 01<sup>st</sup> March, 2012. As per the provisions of Section 260 of the Companies Act, 1956,
4. Sri M Keshava Reddy Director of the company demises on 1st March, 2012.

**DIRECTORS' RESPONSIBILITY STATEMENT**

In accordance with the provisions of Section 217(2AA) of the Companies Act, 1956, your Directors state:

- 1) that in the preparation of the Annual Accounts, the applicable accounting standards have been followed.
- 2) that your Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the Profit & Loss of the company for that period;
- 3) that your Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- 4) that your Directors have prepared the annual accounts on a going concern concept.

**AUDITORS:**

M/s. P. Murali & Co., Chartered Accountants, retiring auditors of the Company being eligible offer themselves for reappointment as auditors of the Company. M/s. P.Murali & Co., Chartered Accountants have furnished a certificate of their eligibility u/s 224 (1B) of the Companies Act, 1956. The members are requested to reappoint the auditors and authorize the Board of Directors of the Company to fix their remuneration.

**STATEMENT PURSUANT TO LISTING AGREEMENT**

Presently the company's Equity shares are listed at the Bombay Stock Exchange Limited (BSE), Mumbai and company has paid the listing fees to the Bombay stock exchange for the year 2011-12.

**CORPORATE GOVERNANCE**

A detailed report on Corporate Governance forming part of the Directors' Report is enclosed.

**PERSONNEL**

The relations between the management and the staff were very cordial throughout the year under review. Your Directors take this opportunity to record their appreciation for the co-operation and loyal services rendered by the employees.

**DEPOSITS**

The company has not accepted any deposits during the year.

**ACKNOWLEDGEMENTS**

Your Directors wish to place on record their appreciation for the support extended by Government Authorities, Company Bankers, Customers and Shareholders of the Company.

Your directors also wish to place on record their appreciation for the sincere services rendered by the employees of your Company during the year. Their dedication, teamwork and efficiency have been commendable.

BY ORDER OF THE BOARD OF DIRECTORS  
for CDR HEALTHCARE LIMITED

SD/-  
(D. BHASKAR REDDY)  
DIRECTOR

SD/-  
(DR. C.J AYA SREE)  
DIRECTOR

PLACE : HYDERABAD  
DATE : 01.09.2012

**ANNEXURE – "A" TO DIRECTORS REPORT- CORPORATE GOVERNANCE  
(Pursuant to Clause 49 of the Listing Agreement)**

**1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE:**

The Basic philosophy of corporate governance of the company is to achieve business excellence and enhance shareholder value keeping in view the interests of all stake-holders. The company stands by transparency in all its dealings and strict regulatory compliance. The company believes that strong corporate governance is indispensable for healthy business growth and to be resilient in a vibrant capital market and is an important instrument of investor protection.

**2. BOARD OF DIRECTORS**

**a) Composition**

The Board of Directors comprises of 3 Non Executive Directors. To be in line with the company's philosophy on Corporate Governance, all statutory subjects are placed before the Board to discharge its responsibilities as trustees of the Share Holders.

**b) Attendance of each Director at the Board Meetings and the last AGM**

9 Board Meetings were held during the year from April 1st, 2011 to 31<sup>ST</sup> March, 2012. The dates on which the meetings were held i.e. 30-04-2011, 31-07-2011, 01-08-2011, 01-09-2011, 15-11-2011, 15-01-2012, 22-02-2012, 01-03-2012 and 31-03-2012. The Last Annual General Meeting of the Company was held on 30-09-2011. The attendance of each Director is as under:

Name of the Director	Category	No. of Other Director Ships	No. of Committees In which Member	No. of Board Meetings attended	Whether attended last AGM
*Sri M. Keshava Reddy	Independent Non-Executive	2	-	6	Yes
Sri D. Bhaskar Reddy	Independent Non-Executive	7	-	9	No
Dr. C. Jaya Sree	Independent Non-Executive	--	2	9	Yes
Sri Erra Ram Reddy	Independent Non-Executive	--	--	2	N.A.
Sri M. Ranga Reddy	Independent Non-Executive	1	--	3	N.A.

\*Sri M Keshava Reddy Director expired on 01.03.2012

**3. AUDIT COMMITTEE:**

During the year under review Five (5) Meetings were held for approval of Un-audited Financial Results.

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



Name of the Director	Designation	Wholetime/ Independent	Profession	Committee meetings attended
Sri D. Bhaskar Reddy	Member	Independent	Business	4
Sri M.Kesava Reddy	Member	Independent	Business	5
Dr. C. Jaya Sree	Chairman	Independent	Doctor	5

\*Sri M Keshava Reddy Director expired on 01.03.2012

The meetings of Audit committee are also attended by the heads of finance and Statutory Auditor as Invitees. The un-audited financial results for each quarter are approved by the audit committee before passed on to the Board of Directors for approval and adoption.

**Terms and reference of the Audit Committee include a review of;**

- Financial reporting process
- Draft financial statements and auditor's report (before submission to the Board)
- Accounting policies and practices
- Internal controls and internal audit systems
- Risk management policies and practices
- Related party transactions
- Internal audit reports and adequacy of internal audit function

The role of the audit committee includes recommending the appointment and removal of the external auditor, discussion of the audit plan, fixation of audit fee and also approval of payment of fees for any other services.

**4. REMUNERATION OF DIRECTORS :**

None of the Directors of the Company draw any remuneration. No sitting Fees was paid to any Directors.

**5. REMUNERATION COMMITTEE**

The Company does not have a "Remuneration Committee". Your Directors recommended that all such items that may be required to be discussed at a Meeting of the "Remuneration Committee" could be considered at a Meeting of the Board of Directors.

**6. SHARE HOLDERS /INVESTORS GRIEVANCE COMMITTEE:**

The Committee oversees share transfers and monitors investor grievances, To look into the redressal of shareholders and investors complaints like – transfer of shares, non – receipt of balance Sheet, non-receipt of declared dividends etc.,



The Committee consists of the following Directors:

Sri M. Keshava Reddy

Sri D. Bhaskar Reddy

Dr. C. Jaya Sree

Sri. M. Keshava Reddy expired on 01-03-2012

The total No. of Complaints received and complied during the year were : 1

Nature of Complaint	Received	Resolved	Pending
Non Receipt of Annual Report	1	1	0
<b>TOTAL</b>	1	1	0

The Complaints had been attended to within seven days from the date of receipt of the complaint, as communicated by our Registrars and Share Transfer Agents M/s.Aarathi Consultants Pvt. Ltd.

**7. Details of Annual General Meetings: Location and time of the last Three AGMs.**

AGM YEAR	VENUE	DATE	TIME
24th 2010-2011	Bharatiya Vidya Bhavan, 5-9-1105, Basheerbagh, Hyderabad-29.	30-09-2011	2.00 P.M..
23rd 2009-2010	Bharatiya Vidya Bhavan, 5-9-1105, Basheerbagh, Hyderabad-29.	30-09-2010	2.00 P.M..
22nd 2008-2009	Bharatiya Vidya Bhavan, 5-9-1105, Basheerbagh, Hyderabad - 500 029	30-09-2009	2.00.P.M.

**8. Disclosures**

**A.** Disclosure on materially significant related party transactions i.e. transactions of the company of material nature with its promoters, the directors or the management's, their subsidiaries or relatives etc. that may have potential conflict with the interests of the company at large.

None

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

There are some pending compliances under various clauses of the Listing agreement and the Company is in the process of complying the same.

**9. NOTES ON DIRECTORS APPOINTMENT/ RE-APPOINTMENT:**

Relevant details forms part of the explanatory statement to the notice of the Annual General Meeting / Director's Report.

**10. MEANS OF COMMUNICATION:**

As per the listing requirements, the company publishes periodical financial results in leading English and regional newspapers for information. The Management Discussion and Analysis (MD & A) forms part of the annual report.

There is no CFO/CEO to the Company

**11. MANAGEMENT DISCUSSION AND ANALYSIS**

Appended to this Report.

**12. GENERAL SHARE HOLDER INFORMATION:**

- a) AGM, Date, Time and Venue : 29<sup>th</sup> September, 2012 at 11-30 A.M.  
At Sundaraiah Vignan Kendram  
Bagh Lingampalli,  
Hyderabad-500 044
- b) Financial Calendar : 1<sup>st</sup> April 2012 to 31<sup>st</sup> March 2013
- Financial Reporting for :

Quarter ending June, 30th 2012	On or before 14 August 2012
Quarter ending September 30th 2012	On or before 14 November 2012
Quarter ending December 31st 2012	On or before 14 February 2013
Quarter ending March 31st 2013	On or before 15 May 2013
Annual General Meeting for FY ended 31 <sup>st</sup> March, 2013	Before end September, 2013

## CDR HEALTHCARE LIMITED

- c) Date of Book Closure : **27th September, 2012 to 29th September 2012**  
(both days inclusive)
- d) Dividend Payment date(s) : Not Applicable.
- e) Listing on Stock Exchange : The company has paid the listing fees to Bombay Stock Exchange Limited, Mumbai
- i) Stock Code –Physical :  
Hyderabad : Not allotted  
BSE : 523353
- ii) Demat ISIN Number : NA  
“The company has made an application with Bombay Stock Exchange Limited for revocation of suspension.
- f) Market Price Date: High Low during each Month in last Financial Year : The shares of the company has been suspended by the Stock Exchanges. Hence the monthly high and low stock quotations respect of the same could not be provided, for the financial year 2011-2012.
- g) Stock Performance in Comparison : There was no trading of the shares. Hence comparison cannot be made.
- h) Registrar and Share transfer agents : Aarhi Consultants Pvt. Ltd.  
1-2-285, Domalguda, Hyderabad  
Ph: 040-27638111
- i) Share Transfer System : The Share transfers are being effected Physically by the Company's share transfer agents, Aarhi Consultants Pvt. Ltd, Hyderabad.

# CDR HEALTHCARE LIMITED

## j) Distribution of Shareholdings as on 31.3.2012

Share Holding of Nominal Value Rs. Rs. (1)		Share Holders		Share Amount	
		Numbers (2)	% of Total (3)	In Rs. (4)	% of Total (5)
upto	5,000	9517	93.82	12691000	24.02
5,001	10,000	326	3.21	2903700	5.50
10,001	20,000	146	1.44	2524430	4.78
20,001	30,000	56	0.55	1489000	2.82
30,001	40,000	16	0.16	607000	1.15
40,001	50,000	16	0.16	758000	1.43
50,001	1,00,000	22	0.22	1753000	3.32
1,00,001	and above	45	0.44	30109870	56.99
<b>TOTAL</b>		<b>10144</b>	<b>100.00</b>	<b>52836000</b>	<b>100.00</b>

## k) According to categories of shareholders as at 31<sup>st</sup> March 2012.

Category of Shareholder	Total No. of Shares	Percentage	Shares pledged or otherwise encumbered	
			No. of Shares	As a Percentage
<b>A. Shareholding of Promoter and Promoter Group</b>				
Indian	2333187	44.16	-	-
Foreign			-	-
Total Shareholding of Promoter and Promoter Group	2333187	44.16	-	-
<b>B. Public Shareholding</b>				
Bodies Corporate	224200	4.24	-	-
Public Financial Institutions	6900	0.13	-	-
Individuals				
i. Individual shareholders holding nominal share capital upto Rs. 1. Lakh	2185513	41.36	-	-
ii. Individual shareholders holding nominal share capital in excess of Rs. Lakh	523400	9.91	-	-

**CDR HEALTHCARE LIMITED**

<b>C. Others :</b>				
Non Resident Individuals				
Clearing Members				
Overseas Corporate Bodies	10400	0.20	-	-
Total Public Shareholding	2701170	55.84	-	-
Total	<b>5283600</b>	<b>100</b>	-	-
<b>Grand Total (A)+(B)+(C)</b>	<b>5283600</b>	<b>100</b>	-	-

- l) Dematerialization of Shares and liquidity : "The Company made an application with depositories for admission of its securities.
- m) Outstanding GDRs./ADRs./ Warrants : The Company has not issued any GDRs./ ADRs. or any Convertible Warrants or any convertible instruments. Conversion date and likely Impact On equity.
- n) Address for Correspondence : Room No.99, 3-6-287/A, B & C Hyderguda, Hyderabad – 500 029

BY ORDER OF THE BOARD OF DIRECTORS  
for CDR HEALTHCARE LIMITED

**(D. BHASKAR REDDY)**  
DIRECTOR

**(DR. C.JAYA SREE)**  
DIRECTOR

Place : Hyderabad.  
Date : 01-09-2012



**DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR MANAGEMEN PERSONNEL WITH THE COMPANY'S CODE OF CONDUCT**

I, D. Bhaskar Reddy Director of CDR Healthcare Limited hereby declare taht all the Board members and Senior managerial personnel have affirmed for the year ended 31st March 2012 compliance with the code of conduct of the company laid down for them.

**D. BHASKAR REDDY**  
DIRECTOR

Place : Hyderabad.  
Date : 01-09-2012

**CERTIFICATE BY THE CHIEF EXECUTIVE OFFICER (CEO) AND CHIEF FINANCIAL OFFICER (CFO)**

I, D Bhaskara Reddy, Director of CDR Healthcare Limited certify:

1. That we have reviewed the financial statements and the cash flow statement for the year ended 31st March 2012 and to the best of our knowledge and belief;  
  
These statements do not contain any materially untrue statement nor omit any material fact nor contain statements that might be misleading, and  
  
These statements present a true and fair view of the company's affair and are in compliance with the existing accounting standards, applicable laws and regulations.
2. That there are, to the best of our knowledge and belief, no transactions entered into by the company during the year, which are fraudulent, illegal or violative of the company's code of conduct;
3. That we accept responsibility for establishing and maintaining internal controls, we have evaluated the effectiveness of the internal control systems of the company and we have disclosed to the auditors and the audit committee, deficiencies in the design or the operation of internal controls, if any, of which we are aware and the steps that we have taken or purpose to take and rectify the identified deficiencies and;
4. That we have informed the auditors and the audit committee of:
  - a) Significant changes in the internal control during the year;
  - b) Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
  - c) Instances of significant fraud of which we have become aware and the involvement or an employee having a significant role in the company's internal control system.

**D. Bhaskar Reddy**  
Director

Place : Hyderabad.  
Date : 01-09-2012

**COMPLIANCE CERTIFICATE ON CORPORATE GOVERNANCE**

To  
The Members,  
CDR HEALTHCARE LIMITED  
Hyderabad.

We have read the report of the Board of Directors on Corporate Governance and have examined the relevant records relating to compliance condition of corporate governance of M/s CDR Healthcare Limited ("the company") for the year ended 31<sup>st</sup> March, 2012 as stipulated in clause 49 of the listing agreement of the said company with the Stock Exchanges.

The compliance of the conditions of the Corporate Governance is the responsibility of the management. Our examination, conducted in the manner described in the Guidance note on Certification of Corporate governance" issued by the Institute of Chartered Accountants of India was limited to procedures and implementation thereof adopted by the company for ensuring compliance with the conditions of Corporate Governance. Our examination was neither an audit nor was it conducted to express an opinion on the financial statements of the company.

In our opinion and to the best of our information and explanations given to us and on the basis of our examination described above, the company has complied with the conditions of Corporate Governance as stipulated in clause 49 the above mentioned Listing Agreement.

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 **P. MURALI & CO.,**  
CHARTERED ACCOUNTANTS

Place : Hyderabad  
Date : 01-09-2012

**P. MURALI MOHANA RAO**  
Partner  
Membership No. 23412

**AUDITORS' REPORT**

To  
The Members,  
**M/S. CDR HEALTH CARE LIMITED**

We have audited the attached Balance Sheet of M/s. **CDR HEALTH CARE LIMITED** as at 31<sup>st</sup> March, 2012 and also the Profit & Loss Account for the period ended on that date annexed thereto and the cash flow statement for the period 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 misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall statement presentation. We believe that our audit provides a reasonable basis of our opinion.

As required by the Companies (Auditor's report) order 2003 and as amended by the Companies (Auditor's report) (Amendment) order 2004, issued by the Central Government of India in terms of the sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.

Further to our comments in the annexure referred to above, we report that:

- (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (ii) In our opinion, proper books of account as required by law have been kept by the company so far as appears from our examination of those books;
- (iii) The Balance Sheet, Profit & Loss Account and the Cashflow Statement dealt with by this report are in agreement with the books of account;
- (iv) In our opinion, the Balance Sheet, Profit & Loss Account and the Cashflow Statement dealt with by this report comply with the Accounting standards referred to in sub-section (3C) of section 211 of Companies Act, 1956;

- (v) On the basis of written representations received from the Directors, as on 31<sup>st</sup> March, 2012 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31<sup>st</sup> March, 2012 from being appointed Director in terms of clause(g) of sub-section(1) of section 274 of Companies Act, 1956;
- (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- (a) In the case of the balance sheet, of the state of affairs of the Company as at 31<sup>st</sup> March, 2012;
- (b) In the case of the Profit & Loss Account, of the Profit for the period ended on that date; and

**And**

- (c) In the case of Cash Flow statement, of the cash flows for the period ended on that date:

**For P.MURALI & CO.,  
CHARTERED ACCOUNTANTS  
FRN: 007257S**

**P. MURALI MOHANA RAO  
PARTNER  
Membership No.23412**

**PLACE : HYDERABAD  
DATE : 01-09-2012**



**ANNEXURE TO THE AUDITORS' REPORT**

- I. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets.
- (b) As explained to us, the fixed assets have been physically verified by the management at reasonable intervals and no material discrepancies between the book records and the physical inventory have been noticed on such verification.
- (c) The company has not disposed off substantial part of the fixed assets during the year.
- II. The company has no Inventory. Hence this clause is not applicable.
- III. (a) The Company has not granted any loans, secured or unsecured to Companies, Firms or other parties covered in the register maintained U/s.301 of Companies Act, 1956.
- (b) The Company has not granted any loans, the clause of whether the rate of interest & other terms and conditions on which loans have been granted to parties listed in the register maintained under section 301 is prejudicial to the interest of the company, is not applicable.
- (c) As no loans are granted by company, the clause of receipt of interest & principal amount from parties is not applicable to the company.
- (d) No loans have been granted to Companies, Firms & other parties listed in the register U/s. 301 of the Companies Act, 1956, hence overdue amount of more than rupees one lakh does not arise and the clause is not applicable.
- (e) The Company has not taken any loans, secured or unsecured from Companies, Firms or other parties covered in the register maintained U/s.301 of the Companies Act, 1956.
- (f) As the Company has not taken any loans, the clause of whether the rate of interest & other terms and conditions on which loans have been taken from parties listed in the register maintained under section 301 is prejudicial to the interest of company, is not applicable.
- (g) As no loans are taken by the company, the clause of repayment of interest & principal amount to parties is not applicable to the company.

- IV. In our opinion and according to the information and explanations given to us, there are generally adequate internal control systems commensurate with the size of company and the nature of its business with regard to purchase of fixed assets and for sale of goods and services. There is no continuing failure by the company to correct any major weaknesses in internal control.
- V. (a) In our opinion and according to the information and explanation give to us, since no contracts or arrangements referred to in section 301 of the Companies Act, 1956 have been made by the company in respect of any party in the financial year, the entry in the register U/s. 301 of the Companies Act, 1956 does not arise.
- (b) According to the information and explanations give to us, as no such contracts or arrangements made by the company, the applicability of the clause of charging the reasonable price having regard to the prevailing market prices at the relevant time does not arise.
- VI. The Company has not accepted any deposits from the public and hence the applicability of the clause of directives issued by the Reserve Bank of India and provisions of section 58A, 58AA or any other relevant provisions of the Act and the rules framed there under does not arise. As per information and explanations given to us the order from the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal has not been received by the Company.
- VII. In our opinion, the company is having internal audit system, commensurate with its size and nature of its business.
- VIII. In respect of the Company, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956.
- IX. (a) The Company is regular in depositing statutory dues including Income Tax, Cess and any other statutory dues with the appropriate authorities and at the last of the financial year there were no amounts outstanding which were due for more than 6 months from the date they became payable.
- (b) According to the information and explanations given to us, no undisputed amounts are payable in respect of Income Tax, Cess and any other statutory dues as at the end of the period, for a period more than six months from the date they became payable.

- X. The company has been registered for a period of not less than 5 years, and its accumulated losses at the end of the financial year is not more than fifty percent of its net worth and the Company has not incurred cash losses in this financial year and in the immediately preceding financial year.
- XI. According to information and explanations given to us, the Company has not defaulted in repayment of dues to financial institutions or banks.
- XII. According to the information and explanations given to us, the company has not granted any loans or advance on the basis of security by way of pledge of shares, debentures and other securities and hence the applicability of the clause regarding maintenance of adequate documents in respect of loans does not arise.
- XIII. This clause is not applicable to this company as this company is not covered by the provisions of special status applicable to Chit Fund in respect of Nidhi / Mutual Benefit Fund / Societies.
- XIV. According to the information and explanations given to us, the company is not dealing or trading in shares, securities, debentures and other investments and hence the provisions of clause 4(xiv) of the Companies (Auditor's Report) order 2003, are not applicable to the company.
- XV. According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions, and hence the applicability of this clause regarding terms and conditions which are prejudicial to the interest of the company does not arise.
- XVI. According to the information and explanations given to us, the company has not obtained term loans, hence this clause is not applicable.
- XVII. According to the information and explanations given to us, no funds are raised by the company on short-term basis. Hence the clause of short term funds being used for long-term investment does not arise.
- XVIII. According to the information and explanations given to us, the company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under section 301 of the Companies Act, 1956 and hence the applicability of the clause regarding the price at which shares have been issued and whether the same is prejudicial to the interest of the Company does not arise.
- XIX. According to the information and explanations given to us, the company does not have any debentures and hence the applicability of the clause regarding the creation or security or charge in respect of debentures issued does not arise.

- XX. According to information and explanations given to us, the company has not raised money by way of public issues during the year, hence the clause regarding the disclosure by the management on the end use of money raised by public issue is not applicable.
- XXI. According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the year under audit.

**For P.MURALI & CO.,  
CHARTERED ACCOUNTANTS  
FRN: 007257S**

**P. MURALI MOHANA RAO  
PARTNER  
Membership No.23412**

PLACE: HYDERABAD  
DATE : 01-09-2012



# CDR HEALTHCARE LIMITED

## BALANCE SHEET AS AT 31st March 2012

PARTICULARS	Note No.	AS AT 31-03-2012 Rs.	AS AT 31-03-2011 Rs.
<b>I) EQUITY AND LIABILITIES</b>			
<b>1. Shareholders' funds</b>			
a. Share Capital	1	5,27,62,600	5,27,62,600
b. Reserves & Surplus	2	(47,96,510)	(48,09,475)
<b>2. Non- Current Liabilities</b>			
a. Deferred Tax Liability (Net)	3	3,47,18,649	3,47,18,649
b. Other Long terms Liabilities	4	10,30,38,555	10,31,24,365
<b>3. Current Liabilities</b>			
a. Trade Payables	5	2,29,34,657	2,29,34,657
<b>TOTAL</b>		<u><u>20,86,57,951</u></u>	<u><u>20,87,30,796</u></u>
<b>II) ASSETS</b>			
<b>1. Non-Current Assets</b>			
a. Fixed Assets			
i) Tangible Assets	6	11,37,57,961	11,37,57,961
ii) Capital Work in Progress		4,72,02,149	4,72,02,149
b. Long Term Loans & Advances	7	76,63,031	77,30,131
<b>2. Current Assets</b>			
a. Trade Receivables	8	4,00,17,249	4,00,17,249
b. Cash & Bank Balances	9	17,561	23,306
<b>TOTAL</b>		<u><u>20,86,57,951</u></u>	<u><u>20,87,30,796</u></u>

AS PER OUR REPORT OF EVEN DATE  
for P.MURALI & CO.,  
CHARTERED ACCOUNTANTS

BY ORDER OF THE BOARD OF DIRECTORS  
For CDR HEALTHCARE LIMITED

P. MURALI MOHANA RAO  
PARTNER  
Membership No. 23412

DR. C. JAYASREE  
DIRECTOR

D. BHASKAR REDDY  
DIRECTOR

PLACE : HYDERABAD  
DATE : 01-09-2012



# CDR HEALTHCARE LIMITED

## PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2012

PARTICULARS	Note No.	YEAR ENDED 31-03-2012 Rs.	YEAR ENDED 31-03-2011 Rs.
<b>INCOME</b>			
Revenue From Operations	10	22,01,633	19,49,628
<b>Total Revenue</b>		<u><u>22,01,633</u></u>	<u><u>19,49,628</u></u>
<b>EXPENSES</b>			
Consumption of Raw Materials		2,41,310	2,10,633
Employee Benefit Expenses	11	8,17,491	7,87,837
Operative & Administrative Expenses	12	11,29,867	8,90,050
<b>Total Expenses</b>		<u><u>21,88,668</u></u>	<u><u>18,88,520</u></u>
<b>PROFIT BEFORE TAX</b>		12,965	61,108
<b>TAX EXPENSES</b>			
1) Current Tax		-	-
2) Deferred Tax		-	-
<b>PROFIT AFTER TAX</b>		<u><u>12,965</u></u>	<u><u>61,108</u></u>
<b>EARNINGS PER SHARE</b>			
1) Basic		0.002	0.012
2) Diluted		0.002	0.012

Summary of Significant Accounting Policies

The accompanying Notes are an Integral Part of the Financial Statements

AS PER OUR REPORT OF EVEN DATE  
for P.MURALI & CO.,  
Firm Regn.No.007257S  
CHARTERED ACCOUNTANTS

BY ORDER OF THE BOARD OF DIRECTORS  
For CDR HEALTHCARE LIMITED

P.MURALI MOHANA RAO  
PARTNER  
Membership No. 23412

DR. C. JAYASREE  
DIRECTOR

D. BHASKAR REDDY  
DIRECTOR

PLACE HYDERABAD

DATE 11-09-2012

**CDR HEALTHCARE LIMITED**

**Cash Flow Statement for the Period Ended 31st March, 2012**

Particulars	Current Year Amount in Rs.	Previous Year Amount in Rs.
<b>I. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit Before tax	12,965	61,108
Adjustments for Financial Cost	-	5718
<b>Operating Cash Flow before working capital Changes</b>	<b>12,965</b>	<b>66,826</b>
(Increase / Decrease in Short terms Loans and Advances	-	(58,83,933)
Increase /Decrease in Trade Payables	-	(1,28,46,201)
<b>Cash Generated from Oprations</b>	<b>12,965</b>	<b>(1,86,63,308)</b>
<b>CASH GNÉRATED FROM OPERATING ACTIVITIES</b>	<b>12,965</b>	<b>(1,86,63,308)</b>
<b>II. CASH FLOW FROM INVESTING ACTIVITIES</b>		
(Increase) / Decrease in Long Term Loans and Advances	67,100	
Capital Work in Process, Preoperative	-	(35,06,963)
<b>NET CASH AVAILABLE FROM IVNESTING ACTIVITIES</b>	<b>67,100</b>	<b>(35,06,963)</b>
<b>III. CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Interest Paid	-	(5,718)
Repayment of Unsecured Loans	-	2,21,74,743
Increase /(Decrese) in other long term Liabilities	(85,810)	-
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(85,810)</b>	<b>2,21,69,025</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(5,745)</b>	<b>(1,246)</b>
Add : Opening Balance of Cash & Cash Equivalents	23,306	24,552
Closing Balance of Cash & Cash Equivalents	17,561	23,306

For **P.MURALI & CO.,**  
CHARTERED ACCOUNTANTS

BY ORDER OF THE BOARD OF DIRECTORS  
for **CDR HEALTHCARE LIMITED**

**P. MURALI MOHANA RAO**  
PARTNER

**DR. C. JAYASREE**  
DIRECTOR

**D. BHASKAR REDDY**  
DIRECTOR

Membership No. 23412

PLACE : HYDERABAD

DATE : 01-09-2012

To

The Board of Directors  
CDR Health Care Limited  
Hyderabad

We have examined the attached Cash Flow Statement of M/s.CDR Health Care Limited for the year ended 31st March, 2012 The Statement has been prepared by the company in accordance with the requirements of Clause 32 of Listing Agreement with Stock Exchanges and is based on and in Agreement with the Corresponding Profit & Loss Account and Balance Sheet of the Company covered by our report of to the members of the Company.

Yours faithfully,  
for P.MURALI & CO.,  
CHARTERED ACCOUNTANTS

P. MURALI MOHANA RAO  
PARTNER  
No. 23412

PLACE : HYDERABAD  
DATE : 01-09-2012

## **SIGNIFICANT ACCOUNTING POLICIES**

### **General:**

- (i) These accounts are prepared on the historical cost basis and on the accounting principles of a going concern.
- (ii) Accounting policies not specifically referred to otherwise are consistent and in consonance with generally accepted accounting principles.

### **Revenue Recognition:**

The Company follows the Mercantile system of Accounting and recognises income and expenditure on accrual basis.

### **Investments:**

Investments are stated at cost i.e., cost of acquisition, inclusive of expenses incidental to acquisition wherever applicable.

### **Fixed Assets :**

Fixed assets are stated at cost less accumulated depreciation. Cost of acquisition of fixed assets is inclusive of freight, duties, taxes and incidental expenses thereto.

### **Taxation :**

The current charge for income tax is calculated in accordance with the relevant tax regulations applicable to the Company. Deferred tax asset and liability is recognised for future tax consequences attributable to the timing differences that result between the profit offered for income tax and the profit as per the financial statements. Deferred tax asset & liability are measured as per the tax rates/laws that have been enacted or substantively enacted by the Balance Sheet date.

### **Earnings Per Share:**

The earning considered in ascertaining the company's earnings per share comprises net profit after tax. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the year.

### **Gratuity :**

No provision for gratuity has been made as no employee has put in qualifying period of service for entitlement of this benefit.

Notes to Financial Statements for the Year Ended March 31st, 2012

Note No.1, SHARE CAPITAL

PARTICULARS	AS On 31-03-2012 Rs.	AS On 31-03-2011 Rs.
<b>A) Equity Share Capital</b>		
<b>(a) Authorised</b>		
(1,00,00,000 Equity Shares of Rs.10/-Each Current Year)	10,00,00,000	-
(1,00,00,000 Equity Shares of Rs.10/-Each Previous Year)	<u>-</u>	<u>10,00,00,000</u>
<b>(b) Issued</b>		
(Equity Shares of Rs.10/-Each Current Year )	5,28,36,000	5,28,36,000
( 5283600 Equity Shares of Rs.10/-Each Previous Year)	<u>5,28,36,000</u>	<u>5,28,36,000</u>
<b>(c) Subscribed &amp; Fully Paidup</b>		
(5283600 Equity Shares of Rs.10/-Each Current Year)	5,28,36,000	5,28,36,000
(5283600 Equity Shares of Rs.10/-Each Previous Year)		
<b>(d) Subscribed &amp; Not Fully Paidup</b>	<u>-</u>	<u>-</u>
	<u>5,28,36,000</u>	<u>5,28,36,000</u>



**CDR HEALTHCARE LIMITED**

**B) Calls Un Paid** 73,400 73,400  
 Equity Shars

Total Equity Share Capital (A-B) 5,27,62,600 5,27,62,600

**C) A Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period:**

**Equity Shares of Rs.10Each, Fully paid up**

At the Beginning	52,83,600	52,83,600
Issued during the year - Cash Issue	<u>52,83,600</u>	<u>52,83,600</u>
At the end		

**D) Details of Shareholder holding more than 5% shares of the company:  
 Equity Shares of Rs. 10/-**

	%	%
Siddartha Consultancy services pvt ltd	6.05	6.05
No. Of Shares (C.Y ) 319450 No.		
Of Shares ( P.Y) 319450		

**Note No. 2: RESERVES & SURPLUS**

PARTICULARS	AS On 31-03-2012 Rs.	AS On 31-03-2011 Rs.
I) Reserves & Surplus		
Investment Allowance Reserve	1,02,000	1,02,000
II) Negative Balance of Reserves & Surplus Account	(48,98,510)	(49,11,475)
Total Reserves & Surplus	<u>(47,96,510)</u>	<u>(48,09,475)</u>

**NOTE No. 3 : DEFERRED TAX LIABILITY (NET)**

I. Opening Deferred Tax Liability	3,47,18,649	3,47,18,649
Add : Deferred Tax Liability for the Year		
Deferred Tax Liability / (Asset) – Net	<u>3,47,18,649</u>	<u>3,47,18,649</u>

**NOTE No. 4 : OTHER LONG TERM LIABILITIES**

I. a) Unsecured Loans		
From Others	10,30,38,555	10,31,24,365
Total Long Term Liabilities	<u>10,30,38,555</u>	<u>10,31,24,365</u>

**NOTE No. 5 : TRADE PAYABLES**

I. a) Trade Payables	2,29,34,657	2,29,34,657
Total Trade Payables	<u>2,29,34,657</u>	<u>2,29,34,657</u>

**CDR HEALTH CARE LIMITED**

**NOTE NO. 6 : TANGIBLE ASSTS AS AT 31-03-2012**

PARTICULARS	Gross Block			Depreciation/Amortization			Net Block as on 31-03-2012	Net Block as on 31-03-2011
	As on 01-04-2011	Additions during the year	Deletions during the year	As on 31-03-2012	Dep. As on 01-04-2011	Dep. for the year 2011-12		
Tangible Assts								
1) Land	31,75,661	-	-	31,75,661	-	-	-	31,75,661
2) Building	7,53,32,473	-	-	7,53,32,473	3,99,39,735	-	3,99,39,735	3,53,92,738
3) Furniture & Fixtures	78,22,528	-	-	78,22,528	78,03,462	-	78,03,462	19,666
4) Hospital Machinery	22,95,06,290	-	-	22,95,06,290	1,70,153,763	-	1,70,153,763	5,93,52,527
5) Computers	46,25,180	-	-	46,25,180	46,25,180	-	46,25,180	-
6) Misc. Fixed Assets	5,71,19,411	-	-	5,71,19,411	4,13,01,442	-	4,13,01,442	1,58,17,969
<b>TOTAL</b>	<b>37,75,81,543</b>	<b>-</b>	<b>-</b>	<b>37,75,81,543</b>	<b>26,38,23,582</b>	<b>-</b>	<b>26,38,23,582</b>	<b>11,37,57,961</b>
<b>PREVIOUS YEAR</b>	<b>37,75,81,543</b>	<b>-</b>	<b>-</b>	<b>37,75,81,543</b>	<b>26,38,23,582</b>	<b>-</b>	<b>26,38,23,582</b>	<b>11,37,57,961</b>

**NOTE No. 7 : LONG TERM LOANS AND ADVANCES**

PARTICULARS	AS On 31-03-2012 Rs.	AS On 31-03-2011 Rs.
Security Deposit Unsecured, Considered Good Deposit with APSEB	89,500	1,56,600
	<u>89,500</u>	<u>1,56,600</u>
Advances Recoverable inCash or in Kind Unsecured, Considered Good		
- VAT Input	433184	433184
- TDS Receivable	67,151	67,151
- Others	70,73,196	70,73,196
	<u>75,73,531</u>	<u>75,73,531</u>
Total Long Term Loans & Advances	<u>76,63,031</u>	<u>77,30,131</u>

**NOTE No. 8 : TRADE RECEIVABLES**

I. Outstanding for a period exceeding six months from the date they are due for payment Unsecured, Considered Good	4,00,17,249	4,00,17,249
Total Inventories	<u>4,00,17,249</u>	<u>4,00,17,249</u>

**NOTE No. 9 : CASH & BANK BALANCES**

I. Cash and Cash Equivalents		
a) Balances with banks		
1) On Current Accounts	1,994	1,179
b) Cash on hand	15,567	22,127
Total Cash & Cash Equivalents	<u>17,561</u>	<u>23,306</u>

**NOTE No. 10 : REVENUE FROM OPERATIONS**

PARTICULARS	AS On 31-03-2012 Rs.	AS On 31-03-2011 Rs.
Collections / Others	22,01,633	19,49,628
Total Revenue	<u>22,01,633</u>	<u>19,49,628</u>

**NOTE No. 11 : EMPLOYEE BENEFIT EXPENSES**

Salaries & Wages	8,17,491	7,87,837
Total Employee Benefit Expenses	<u>8,17,491</u>	<u>7,87,837</u>

**NOTE No. 12 : ADMIN AND OTHER OPERATING EXPENSES**

Electricity Charges	3,85,200	2,91,493
Repairs & Other Administration Exps	19,630	1,96,456
Hospital Maintenance	18,700	18,891
Advertisements	34,304	1,15,400
Testing Charges	1,67,800	9,619
Professional charges	29,788	76,109
ROC Expenses	6,000	9,500
Legal Charges	20,030	4,850
Travelling & Conveyance	9,600	-
House Keeping Material	3,500	-
Bank Charges	5,210	5,718
Rates & taxes	3,82,970	-
Other Misc Expenses	19,045	1,34,439
Payment to Auditors:		
(i) As Auditor	28,090	27,575
<b>Total Other Expenses</b>	<u>11,29,867</u>	<u>8,90,050</u>



**NOTES TO FINANCIAL STATEMENTS**

13. Particulars of Employees in accordance with Sub-section (2A) of Section 217 of the Companies Act, 1956 read with Companies (Particulars of Employees) Rule 1975.

**NIL**

- | 14. Auditor's Remuneration: | <u>Current Year (Rs.)</u> | <u>Previous Year (Rs.)</u> |
|-----------------------------|---------------------------|----------------------------|
| Audit Fee                   | 28,090/-                  | 27,575/-                   |

15. There are no dues to SSI Units outstanding for more than 30 days.
16. No confirmations were obtained from debtors/creditors as to the balances receivable from/payable to them as at year end.
17. As there is no timing difference of depreciation / loss, the provisions for deferred income tax Liability does not arise as per Accounting Standard 22 (AS 22) issued by the ICAI and hence deferred income tax liability has not been provided.
18. Previous year's figures have been regrouped wherever necessary.
19. The figures have been rounded off to the nearest rupee.

As per our report of even date  
For P.MURALI & CO.,  
Chartered accountants  
FRN No: 007257S

**BY ORDER OF THE BOARD OF DIRECTORS**  
For **CDR Health Care Limited**

**P. MURALI MOHANA RAO**  
PARTNER  
Membership No.23412

**DR. C. JAYASREE**  
DIRECTOR

**D.BHASKAR REDDY**  
DIRECTOR

PLACE: HYDERABAD  
DATE: 01-09-2012

**CDR HEALTHCARE LIMITED**

**CDR HEALTHCARE LIMITED**  
RoomNo. 99, 3-6-287/A ,B &C, Hyderguda, Hyderabad - 500 029

**PROXY FORM**

I / We ..... of  
..... being a member .....  
..... as my/our proxy to vote for me/us  
on my/our behalf at the 25th Annual General Meeting of the Company to be held on  
Saturday, the 29th September, 2012 at 11-30 AM at Sundarajah Vignan Kendram,  
Baghlingampally, Hyderabad - 500 044 and at any adjournment thereof.

Signed this ..... day of ..... 2012



- Note :**
- a) A Member entitled to attend and vote at the meeting is entitled to appoint a proxy and vote instead of himself.
  - b) Proxy need not be a member
  - c) The proxy form duly completed should be deposited at the registered office of the company not less than 48 hours before the time fixed for holding the meeting.

**CDR HEALTHCARE LIMITED**

RoomNo. 99, 3-6-287/A ,B &C, Hyderguda, Hyderabad - 500 029

**ATTENDANCE SLIP**

Please present this slip at the entrance of the meeting venue )

Regd. Folio .....

Shares held .....

I hereby record presence at the 25th Annual General Meeting of the Company to be held on Saturday the 29th September 2012 at 11-30 AM at Sundarajah Vignan Kendram, Baghlingampally, Hyderabad - 500 044.

Name of the Shareholder :

Name of the Proxy :

Signature of member/proxy :

- Note :** To be signed at the time of handing over this slip.  
Members are requested to register their names at least 15 minutes prior to the commencement of the meeting.

**CDR HEALTHCARE LIMITED**

**BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**

(Statement Pursuant to Part IV of schedule VI to the Companies Act, 1956)

CIN : L85110AP1986PLC006952

**I. Registration Details**

Registration No. 

0	1	-	0	0	6	9	5	2
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 State Code 

0	1
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Balance Sheet Date 

3	1
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0	3
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2	0	1	2
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**II. Capital Raised during the year (Amount in Rs. Thousands)**

Public Issue <table border="1" style="width: 100%;"><tr><td> </td><td>N</td><td>I</td><td>L</td><td> </td><td> </td><td> </td><td> </td><td> </td></tr></table>		N	I	L						Rights Issue <table border="1" style="width: 100%;"><tr><td> </td><td>N</td><td>I</td><td>L</td><td> </td><td> </td><td> </td><td> </td><td> </td></tr></table>		N	I	L					
	N	I	L																
	N	I	L																
Bonus Issue <table border="1" style="width: 100%;"><tr><td> </td><td>N</td><td>I</td><td>L</td><td> </td><td> </td><td> </td><td> </td><td> </td></tr></table>		N	I	L						Private Placement <table border="1" style="width: 100%;"><tr><td> </td><td>N</td><td>I</td><td>L</td><td> </td><td> </td><td> </td><td> </td><td> </td></tr></table>		N	I	L					
	N	I	L																
	N	I	L																

**III. Position of Mobilisation and Development of Funds (Amounts in Rs. Thousands)**

Total Liabilities <table border="1" style="width: 100%;"><tr><td> </td><td> </td><td>2</td><td>0</td><td>8</td><td>6</td><td>5</td><td>7</td></tr></table>			2	0	8	6	5	7	Total Assets <table border="1" style="width: 100%;"><tr><td> </td><td> </td><td>2</td><td>0</td><td>8</td><td>6</td><td>5</td><td>7</td></tr></table>			2	0	8	6	5	7
		2	0	8	6	5	7										
		2	0	8	6	5	7										
Sources of Funds	Reserves & Surplus																
Paid-up Capital <table border="1" style="width: 100%;"><tr><td> </td><td> </td><td>5</td><td>2</td><td>7</td><td>6</td><td>3</td></tr></table>			5	2	7	6	3	<table border="1" style="width: 100%;"><tr><td> </td><td> </td><td>-</td><td>4</td><td>7</td><td>9</td><td>6</td></tr></table>			-	4	7	9	6		
		5	2	7	6	3											
		-	4	7	9	6											
Secured Loans <table border="1" style="width: 100%;"><tr><td> </td><td> </td><td> </td><td> </td><td> </td><td>N</td><td>I</td><td>L</td></tr></table>						N	I	L	Unsecured Loans <table border="1" style="width: 100%;"><tr><td> </td><td> </td><td>1</td><td>0</td><td>3</td><td>0</td><td>3</td><td>9</td></tr></table>			1	0	3	0	3	9
					N	I	L										
		1	0	3	0	3	9										
Application of Funds	Deferred tax Liability <table border="1" style="width: 100%;"><tr><td> </td><td> </td><td>3</td><td>4</td><td>7</td><td>1</td><td>9</td></tr></table>			3	4	7	1	9									
		3	4	7	1	9											
Net Fixed Assets <table border="1" style="width: 100%;"><tr><td> </td><td> </td><td>1</td><td>1</td><td>3</td><td>7</td><td>5</td><td>8</td></tr></table>			1	1	3	7	5	8	Capital work in progress <table border="1" style="width: 100%;"><tr><td> </td><td> </td><td>4</td><td>7</td><td>2</td><td>0</td><td>2</td></tr></table>			4	7	2	0	2	
		1	1	3	7	5	8										
		4	7	2	0	2											
Net Current Assets <table border="1" style="width: 100%;"><tr><td> </td><td> </td><td>2</td><td>4</td><td>8</td><td>3</td><td>6</td></tr></table>			2	4	8	3	6	Misc. Expenditure <table border="1" style="width: 100%;"><tr><td> </td><td> </td><td> </td><td> </td><td> </td><td>N</td><td>I</td><td>L</td></tr></table>						N	I	L	
		2	4	8	3	6											
					N	I	L										

**IV. Performance of Company (Amount in Rs. Thousands)**

Turnover <table border="1" style="width: 100%;"><tr><td> </td><td> </td><td> </td><td> </td><td>2</td><td>2</td><td>0</td><td>2</td></tr></table>					2	2	0	2	Total Expenditure <table border="1" style="width: 100%;"><tr><td> </td><td> </td><td> </td><td> </td><td>2</td><td>1</td><td>8</td><td>9</td></tr></table>					2	1	8	9
				2	2	0	2										
				2	1	8	9										
+ - Profit / Loss Before Tax <table border="1" style="width: 100%;"><tr><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td>1</td><td>3</td></tr></table>							1	3	+ - Profit / Loss After Tax <table border="1" style="width: 100%;"><tr><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td>1</td><td>3</td></tr></table>							1	3
						1	3										
						1	3										
Earning Per Share in Rs. <table border="1" style="width: 100%;"><tr><td> </td><td> </td><td> </td><td> </td><td>0</td><td>0</td><td>0</td><td>2</td></tr></table>					0	0	0	2	Dividend Rate % <table border="1" style="width: 100%;"><tr><td> </td><td> </td><td> </td><td> </td><td>N</td><td>I</td><td>L</td></tr></table>					N	I	L	
				0	0	0	2										
				N	I	L											

**V. Generic Names of Three Principal products /Services of Company (as per monetary terms)**

Item Code No. (ITC Code) 

N	O	T	A	P	P	L	I	C	A	B	L	E					
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Product Description 

H	O	S	P	I	T	A	L	S	E	R	V	I	C	E	S			
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