

# *G I BIOTECH PRIVATE LIMITED*

*TENTH ANNUAL GENERAL MEETING 2013-2014*

**CORPORATE IDENTIFICATION NUMBER (CIN)**

U24230MH2004PTC148220

**DIRECTORS**

Satish Varma (Chairman)

Krishna Datla

**AUDITORS**

Anil A. Dikshit & Co.

**REGISTERED OFFICE**

'DIL' Complex, Ghodbunder Road,

Majiwada, Thane (West), Thane,

Maharashtra, India – 400 610.

Email : [fermenta@fermentabiotech.com](mailto:fermenta@fermentabiotech.com)

**BANKERS**

Bank of Baroda, Thane.

Website : [www.fermentabiotech.com](http://www.fermentabiotech.com)

Tel No : 91-22-6798 0800

Fax No : 91-22-6798 0899

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**G I BIOTECH PRIVATE LIMITED**

CIN - U24230MH2004PTC148220

Regd. Office: DIL Complex, Ghodbunder Road, Majiwada  
Thane (West) – 400 610

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**NOTICE**

**NOTICE** is hereby given that the Tenth Annual General Meeting of the Members of G. I. Biotech Private Limited will be held at 'DIL' Complex, Ghodbunder Road, Majiwada, Thane (West) – 400 610 on Wednesday, September 24, 2014 at 10:30 a.m. to transact the following business :

**ORDINARY BUSINESS**

1. To receive, consider and adopt the audited Statement of Profit and Loss for the financial year ended March 31, 2014 and the Balance Sheet as at that date, Report of the Directors and the Auditors thereon.
2. To appoint Statutory Auditors and fix their remuneration.

**By Order of the Board of Directors**

**Place: Thane**

**Date: August 6, 2014**

**SATISH VARMA**

**CHAIRMAN**

**Registered Office**

'DIL' Complex,  
Ghodbunder Road,  
Majiwada,  
Thane (West) – 400 610

**NOTE:**

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 OF THE COMPANY. THE INSTRUMENT OF PROXY IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY, DULY COMPLETED AND SIGNED, NOT LESS THAN 48 HOURS BEFORE THE SCHEDULED TIME FOR

COMMENCEMENT OF THE ANNUAL GENERAL MEETING (AGM). A person can act as proxy on behalf of members not exceeding fifty (50) and holding in aggregate not more than ten (10) percent of the total share capital of the Company. A member holding more than ten (10) percent of the total share capital of the Company carrying voting rights may appoint a single person as a proxy and such person cannot act as a proxy for any other person or member. Proxies submitted on behalf of companies, societies, etc., must be supported by an appropriate resolution / authority letter, as applicable.

2. During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of this AGM, a member would be entitled to inspect the proxies lodged at anytime during the business hours of the Company, provided that not less than three days notice in writing is given to the Company.

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[fermenta@fermentabiotech.com](mailto:fermenta@fermentabiotech.com) • Website : [www.fermentabiotech.com](http://www.fermentabiotech.com)**DIRECTORS' REPORT**

Dear Members,

Your Directors are pleased to present the Tenth Annual Report and the Audited Accounts for the financial year ended March 31, 2014.

**FINANCIAL HIGHLIGHTS:**

Particulars	Rs. in Lakhs	
	2013-2014	2012-2013
Total revenue	3.55	0.00
Less: Total expenditure (Including depreciation and amortization expense)	0.91	1.08
<b>Profit before tax ('PBT')</b>	<b>2.64</b>	<b>(1.08)</b>
Less : Deferred tax	0.04	0.04
<b>Profit after tax ('PAT')</b>	<b>2.60</b>	<b>(1.12)</b>

**RESULTS FROM OPERATIONS**

During the year under review, the Company recorded a profit after tax was Rs 2.60 lakhs for the year under review as against loss after tax of Rs.1.12 lakhs in the previous year.

**DIVIDEND**

In order to conserve the resources of the Company, your directors do not recommend any dividend for the year under review.

**PARTICULARS REGARDING CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**

Your Company is engaged in the business of pharmaceuticals and had no manufacturing activity, Research & Development activity, exports or dealings in foreign exchange during the year under review. Hence, the information to be disclosed in

accordance with the provision of 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 is not applicable.

## **PUBLIC DEPOSITS**

Your Company has not accepted any public deposits during the year.

## **DIRECTORS RESPONSIBILITY STATEMENT**

Pursuant to the requirement under section 217(2AA) of the Companies Act, 1956 with respect to the Directors' responsibility statement, it is hereby confirmed that:

- i) in the preparation of the accounts for the financial year ended March 31, 2014, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii) appropriate accounting policies have been selected and applied consistently and judgments and estimates are made prudently and reasonably 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 or loss of the Company for the year under review;
- 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 for the financial year ended March 31, 2014 have been prepared on a 'going concern' basis.

## **EMPLOYEES PARTICULARS**

The statement containing particulars of employees as required under section 217(2A) of the Companies Act, 1956 is not given as none of the employees is in receipt of remuneration as covered under the provisions of the said section.

## **AUDITORS**

M/s. Anil A. Dikshit & Co., Chartered Accountants, (Firm Registration No - 100410W), Statutory Auditors of the Company hold office until the conclusion of the ensuing Annual General Meeting of the Company. The Company has received a certificate from M/s. Anil A. Dikshit & Co. to the effect that their reappointment if made, would be within the prescribed limits under Section 224(1B) of the Companies Act, 1956. Accordingly, M/s. Anil A. Dikshit & Co., Chartered Accountants, is proposed to be re-appointed as Statutory Auditors of the Company at this Annual General Meeting of the Company.

## **ACKNOWLEDGEMENTS**

The Board places on record its appreciation of the unstinted support and co-operation extended by its clients, suppliers, bankers, professionals and other associates.

**For and on behalf of the Board of Directors**

**SATISH VARMA**  
**CHAIRMAN**

Thane, August 6, 2014

**Registered Office:**

'DIL' Complex, Ghodbunder Road,  
Majiwada, Thane (West) – 400 610

# **ANIL A. DIKSHIT & CO.**

Chartered Accountants

15-A/11, Brindaban, Thane - 400 601

Tel. : +91-98201 31902

anil\_dikshit@hotmail.com

## **Independent Auditor's Report To the Members of G I Biotech Private Limited**

We have audited the accompanying financial statements of G I Biotech Private Limited (the company), which comprise the balance sheet as at 31 March 2014, and the statement of profit and loss and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

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.

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 misstatement.

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, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. 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 audit opinion.

In our opinion and to the best of our information and according to the explanations given to us, 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:

- (a) In the case of the balance sheet, of the state of affairs of the company as at 31 March 2014
- (b) In the case of the statement of profit and loss, of the profit for the year ended on that date, and
- (c) in the case of the cash flow statement, of the cash flows for the year ended on that date.

The company is a private company with a paid up capital and reserves not more than fifty lakh rupees, does not have outstanding loan of twenty-five lakh rupees or more from any bank or financial institution and does not have a turnover exceeding five crore rupees. Accordingly, the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act is not applicable to the company.





1. 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 our knowledge and belief were necessary for the purpose of our audit.
- (b) 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.
- (c) The balance sheet, statement of profit and loss and 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 cash flow statement comply 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 31 March 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

**For Anil A. Dikshit & Co.**

Chartered Accountants

Firm registration number: 100410W



Anil A. Dikshit

Proprietor

Membership no.: 036706

Place: Thane

Date: 23.05.2014



**G I BIOTECH PRIVATE LIMITED**  
**BALANCE SHEET AS AT MARCH 31, 2014**

	Notes	March 31, 2014 ₹.	March 31, 2013 ₹.
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Funds</b>			
Share capital	3	1,00,000.00	1,00,000.00
Reserves and surplus	4	1,82,678.00	(76,852.00)
		<u>2,82,678.00</u>	<u>23,148.00</u>
<b>Non-current liabilities</b>			
Deferred tax liability (net)	5	81,874.00	77,416.00
		<u>81,874.00</u>	<u>77,416.00</u>
<b>Current Liabilities</b>			
Short-term provisions	6	14,786.00	-
Other Current liabilities	7	6,34,037.00	6,36,591.00
		<u>6,48,823.00</u>	<u>6,36,591.00</u>
<b>TOTAL</b>		<u><u>10,13,375.00</u></u>	<u><u>7,37,155.00</u></u>
<b>ASSETS</b>			
<b>Non-current assets</b>			
<b>Fixed Assets</b>			
Tangible assets	8	5,85,647.00	6,23,704.00
Intangible assets	9	-	7,009.00
		<u>5,85,647.00</u>	<u>6,30,713.00</u>
<b>Current Assets</b>			
Cash and cash equivalents	10	33,676.00	83,286.00
Short-term loans and advances	11	3,94,052.00	23,156.00
		<u>4,27,728.00</u>	<u>1,06,442.00</u>
<b>TOTAL</b>		<u><u>10,13,375.00</u></u>	<u><u>7,37,155.00</u></u>
Summary of significant accounting policies	2.1		

The accompanying notes are an integral part of the financial statements

As per our report of even date attached  
For Anil A. Dikshit & Co.  
Chartered Accountants

Anil A. Dikshit  
Proprietor  
Membership No.: 036706  
Thane  
Date: 23/05/2014



For and on behalf of the Board of Directors

Krishna Datla  
Director

Satish Varma  
Director

Thane  
Date: 23/05/2014

**G I BIOTECH PRIVATE LIMITED**
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2014**

	Note No	March 31, 2014 ₹.	March 31, 2013 ₹.
<b>Income</b>			
Operating revenue	12	3,55,169.00	-
<b>Total revenue (I)</b>		<u>3,55,169.00</u>	<u>-</u>
<b>Expenses</b>			
Other expenses	13	46,115.00	48,915.00
<b>Total expenses (II)</b>		<u>46,115.00</u>	<u>48,915.00</u>
<b>Earnings before interest, tax, depreciation and amortization expense (EBITDA) (I) – (II)</b>		3,09,054.00	(48,915.00)
Depreciation and amortization expense	14	45,066.00	58,857.00
<b>Profit/(loss) before tax</b>		<u>2,63,988.00</u>	<u>(1,07,772.00)</u>
<b>Tax expense:</b>			
Current tax		50,303.00	-
Less: MAT Tax		(50,303.00)	-
		-	-
Deferred tax		4,458.00	3,741.00
<b>Total tax expense</b>		<u>4,458.00</u>	<u>3,741.00</u>
<b>Profit/(loss) for the year</b>		<u>2,59,530.00</u>	<u>(1,11,513.00)</u>
<b>Earnings per equity share [nominal value of share ₹ 10]</b>	15		
[March 31, 2013 - ₹ 10]			
Basic / Diluted		25.95	(11.15)
<b>Summary of significant accounting policies</b>	2.1		

The accompanying notes are an integral part of the financial statements

As per our report of even date attached  
For Anil A. Dikshit & Co.  
Chartered Accountants

Anil A. Dikshit  
Proprietor  
Membership No.: 036706

Thane  
Date: 23/05/2014



For and on behalf of the Board of Directors

Krishna Datla  
Director

Satish Varma  
Director

Thane  
Date: 23/05/2014

**Notes to financial statements for the year ended March 31, 2014**  
**Cash Flow Statement**

<b>PARTICULARS</b>	<b>March 31, 2014</b> ₹	<b>March 31, 2013</b> ₹
<b>A. Cash Flow From Operating Activities</b>		
Profit/(Loss) before tax	263,988.00	(107,772.00)
Non-cash adjustment to reconcile profit before tax to net cash flows :		
Depreciation	45,066.00	58,857.00
Operating profit/(loss) before working capital changes	309,054.00	(48,915.00)
Movements in working capital :		
Increase/(decrease) in trade payables	(2,554.00)	(1,858.00)
Increase/(decrease) in Short-term provisions	14,786.00	-
Decrease/(increase) in short-term loans and advances	(370,896.00)	(28.00)
Cash generation from operations	(49,610.00)	(50,801.00)
Direct taxes paid (net of refunds)	-	-
Net cash flow from/ (used in) operating activities	(A) (49,610.00)	(50,801.00)
<b>B. Cash Flow From Investing Activities</b>		
Net cash flow from/ (used in) Investing activities	(B) -	-
<b>C. Cash Flow From Financing Activities</b>		
Net cash flow from/ (used in) in financing activities	(C) -	-
Net increase/(decrease) in cash and cash equivalents	(A+B+C) (49,610.00)	(50,801.00)
Cash and cash equivalents at the beginning of the year	83,286.00	134,087.00
Cash and cash equivalents at the end of the year	33,676.00	83,286.00
<b>Components of cash and cash equivalents</b>		
With scheduled banks on:		
Current account	33,676.00	83,286.00
Total cash and cash equivalents (note 9)	33,676.00	83,286.00

As Per our report of even date attached  
For Anil A. Dikshit & Co.  
Chartered Accountants

Anil A. Dikshit  
Proprietor  
Membership No.: 036706



Thane  
Date: 23/05/2014

For and on behalf of the Board of Directors

Krishna Datla  
Director

Satish Varma  
Director

Thane  
Date: 23/05/2014

**1. Corporate Information**

GI Biotech Private Limited ('the Company') is a private company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The Company is engaged in the business of manufacturing and marketing of throat lozenge.

**2. Basis of preparation**

The financial statements have been prepared to comply in all material respects with the notified Accounting Standards by Companies (Accounting Standard) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared under the historical cost convention on an accrual basis except in case of assets for which provision of impairment is made.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

**2.1 Summary of significant accounting policies****a) Presentation and disclosure of financial statements**

The financial statements of the Company have been prepared and presented as per the revised Schedule VI notified under the Companies Act 1956.

**(b) Use of estimates**

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

**(c) Tangible fixed assets**

Fixed assets are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price. Gains or losses arising from derecognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

**(d) Depreciation on tangible fixed assets**

Depreciation on fixed assets is calculated on a straight-line basis using the rates arrived at based on the useful lives estimated by the management, or those prescribed under the Schedule XIV to the Companies Act, 1956, whichever is higher. The Company has used rates based on the following estimated useful life of the fixed assets.

	Estimated useful life (in years)
Plant & Machinery	20

Assets costing below Rs. 5,000 are fully depreciated on installation.

**(e) Intangible Assets**

Intangible assets acquired separately are measured on initial recognition at cost. Intangible assets are amortized on a straight line basis over the estimated useful economic life.

Trade Mark	5
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The amortization period and the amortization method are reviewed at each financial year end. If the expected useful life of the asset is significantly different from previous estimates, the amortization period is changed accordingly. If there has been a significant change in the expected pattern of economic benefits from the asset, the amortization method is changed to reflect the changed pattern. Such changes are accounted for in accordance with AS 5 "Net Profit or Loss for the Period, Prior Period Items and Changes in Accounting Policies".

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

**(e) Impairment of tangible and intangible asset**

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

Impairment losses of continuing operations, are recognized in the statement of profit and loss, except for previously revalued tangible fixed assets, where the revaluation was taken to revaluation reserve. In this case, the impairment is also recognized in the revaluation reserve up to the amount of any previous revaluation.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

An assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, the Company estimates the asset's or cash-generating unit's recoverable amount. A previously recognized impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognized. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in the statement of profit and loss unless the asset is carried at a revalued amount, in which case the reversal is treated as a revaluation increase.



**(f) Revenue recognition**

Interest on income tax refund is recognised on receipt of the refund order.

**(g) Leases****As Lessee**

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating lease. Operating lease payments are recognised as an expense in the Profit and Loss Account on a straight line basis over the lease term.

**(h) Income taxes**

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date.

Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the Company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits. However, the Company restricts recognition of deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized. For recognition of deferred taxes, the timing differences which originate first are considered to reverse first.

At each reporting date, the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized. The carrying amount of deferred tax assets are reviewed at each reporting date.

The Company writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available. Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred tax assets and deferred taxes relate to the same taxable entity and the same taxation authority.

Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The Company recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the Company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the Company recognizes MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income-tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement." The Company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the Company does not have convincing evidence that it will pay normal tax during the specified period.

**(i) Provisions**

A provision is recognised when the Company has a present obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best

**(j) Contingent liabilities and contingent assets**

Contingent assets are not recognized in the financial statements of the Company. A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare case where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

**(k) Earnings per share**

Basic earnings per share are calculated by dividing the net profit for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The Company has not issued any potential equity shares, and accordingly, the basic earnings per share and diluted earnings per share are the same.

**(l) Cash and cash equivalents**

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

**(m) Measurement of EBITDA**

As permitted by the Guidance Note on the Revised Schedule VI to the Companies Act, 1956, the Company has elected to present earnings before interest, tax, depreciation and amortization (EBITDA) as a separate line item on the face of the statement of profit and loss. The Company measures EBITDA on the basis of profit/ (loss) from continuing operations. In its measurement, the Company does not include depreciation and amortization expense, finance costs and tax expense.



	March 31, 2014 ₹.	March 31, 2013 ₹.
<b>Note 3 - Share capital:</b>		
<b>Authorised shares:</b>		
50000 (2012-13 50000) Equity Shares of ₹.10/- each	5,00,000.00	5,00,000.00
	<u>5,00,000.00</u>	<u>5,00,000.00</u>
<b>Issued, Subscribed and fully paid up shares:</b>		
10000 (2012-13 10000) Equity Shares of ₹.10 each fully paid-up	1,00,000.00	1,00,000.00
	<u>1,00,000.00</u>	<u>1,00,000.00</u>

**a) Shares held by holding company**

Out of equity issued by the company, shares held by its holding company are as below.

Fermenta Biotech Limited

6250 (2012-13 - 6250) Equity shares of ₹. 10/- each

62,500.00

62,500.00

**b) Details of shareholders holding more than 5% shares in the company**

Name of the shareholder

Equity shares of ₹10 each fully paid,

Nos

% holding in  
the class

Nos

% holding in  
the class

Fermenta Biotech Limited

6250

62.50%

6250

62.50%

Ronator Investments Limited

3750

37.50%

3750

37.50%

**Note 4 - Reserves and surplus:**

Surplus in the statement of profit and loss

Balance as per last financial statements

(76,852.00)

34,661.00

Profit for the year

2,59,530.00

(1,11,513.00)

Total of Reserves and Surplus

1,82,678.00(76,852.00)**Note 5 - Deferred tax liability (net):**

March 31, 2014

March 31, 2013

₹

₹

Deferred tax liability

Fixed assets: Impact of difference between tax  
depreciation and depreciation / amortization  
charged for the financial reporting

81,874.00

77,416.00

Gross deferred tax liability

81,874.0077,416.00**Note 6 - Provisions:**

Taxation, net of advances (other than deferred tax)

14,786.00

-

14,786.00-**Note 7 - Other current liabilities:**Trade payables (Dues to micro and  
small enterprises ₹. Nil)

6,34,037.00

6,36,591.00

6,34,037.006,36,591.00**Note 8- Tangible assets:**

Plant and equipment

Gross Block at cost

As at April 1, 2012

8,01,202.00

At March 31, 2013

8,01,202.00

At March 31, 2014

8,01,202.00

Depreciation

As at April 1, 2012

1,39,441.00

Charge for the period

38,057.00

At March 31, 2013

1,77,498.00

Charge for the period

38,057.00

At March 31, 2014

2,15,555.00

Net Block

At March 31, 2013

6,23,704.00

At March 31, 2014

5,85,647.00

**Note 9 - Intangible assets:**

<b>Trade Mark</b>	
<b>Gross Block at cost</b>	
As at April 1, 2012	1,04,000.00
At March 31, 2013	1,04,000.00
At March 31, 2014	1,04,000.00
<b>Amortization</b>	
As at April 1, 2012	76,191.00
Charge for the year	20,800.00
At March 31, 2013	96,991.00
Charge for the period	7,009.00
At March 31, 2014	1,04,000.00
<b>Net Block</b>	
At March 31, 2013	7,009.00
At March 31, 2014	-

March 31, 2014      March 31, 2013  
₹                                  ₹

**Note 10. Cash and bank balances :**

Cash and cash equivalents  
Balances with banks:  
With scheduled banks on:  
Current account

33,676.00      83,286.00  
33,676.00      83,286.00

**Note 11 - Loans and advances :**

Other loans and advances  
Prepaid expenses  
Sundry Debtors  
MAT credit entitlement

10,241.00      9,300.00  
3,19,652.00      -  
64,159.00      13,856.00  
3,94,052.00      23,156.00

**Note 12 - Revenue from operations**

Royalty Income

3,55,169.00      -  
3,55,169.00      -

**Note 13 - Other expenses:**

Rates and taxes  
Insurance  
Legal and professional charges  
Payment to auditors (Audit fees)  
Miscellaneous expenses

15,030.00      9,578.00  
4,222.00      4,611.00  
16,855.00      24,720.00  
10,000.00      10,000.00  
8.00      6.00  
46,115.00      48,915.00

**Note 14 - Depreciation and amortization expense**

Depreciation of tangible assets  
Amortization of intangible assets

38,057.00      38,057.00  
7,009.00      20,800.00  
45,066.00      58,857.00

**Note 15 - Earnings per share (EPS):**

Profit/ (loss) after tax  
Weighted average number of equity shares in calculating basic EPS  
Earnings per share (EPS):

2,59,530.00      (1,11,513.00 )  
10000      10000  
25.95      (11.15)





**G I BIOTECH PRIVATE LIMITED****NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2014****Note 16 - Related party disclosures:**

- a. Parties where control exists  
Holding company  
Fermenta Biotech Limited
- b. Other related party relationships where transactions have taken place during the year  
NIL
- c. An individual directly controlling the holding company, namely DIL limited and can exercise significant influence:  
Krishna Datla - Director
- d. Related party relationship is identified by the Company on the basis of available information.
- e. Transactions with related parties.  
Following table provides the total amount of transaction that have been entered into with related parties for the relevant financial year.

		₹.
Particulars		Holding Company
1 Royalty Income		
- Fermenta Biotech Limited		3,55,169.00 (0.00)
2 Balances outstanding as at the year end		
Trade payables		
- Fermenta Biotech Limited		6,24,037.00 (6,24,037.00)
Trade Receivables		
- Fermenta Biotech Limited		3,19,652.00 (0.00)

(Figures in brackets are the corresponding figures in respect of the previous year.)

As per our report of even date attached  
For Anil A. Dikshit & Co.  
Chartered Accountants

Anil A. Dikshit  
Proprietor  
Membership No.: 036706

Thane  
Date:23/05/2014



For and on behalf of the Board of Directors

Krishna Datla  
Director

Satish Varma  
Director

Thane  
Date:23/05/2014

**G I BIOTECH PRIVATE LIMITED**

CIN - U24230MH2004PTC148220

Regd. Office: DIL Complex, Ghodbunder Road, Majiwada  
Thane (West) – 400 610

Tel: +91-22-6798 0800/888 • Fax: +91-22-6798 0899 • Email –

[fermenta@fermentabiotech.com](mailto:fermenta@fermentabiotech.com) • Website : [www.fermentabiotech.com](http://www.fermentabiotech.com)

**ATTENDANCE SLIP**

(TO BE HANDED OVER AT THE ENTRANCE OF THE MEETING HALL)

Folio No. \_\_\_\_\_

DP ID No. \_\_\_\_\_

Client ID No. \_\_\_\_\_

No. of Shares \_\_\_\_\_

**NAME OF THE SHAREHOLDER(s) / PROXY (IN BLOCK LETTERS)** .....

.....  
I/we hereby record my presence at the Tenth Annual General Meeting of the Company held at 'dil' Complex,  
Ghodbunder Road, Majiwada, Thane (West) 400 610 on Wednesday, September 24, 2014 at 10:30 a.m.

.....  
**Member(s)/ Proxy's Signature**

- Notes : (1) This meeting is of members only and you are requested not to bring along with you any person who is not a member.  
(2) Please carry this Attendance Slip with you and hand over the same at the entrance of place of meeting.

----- TEAR HERE -----

**G I BIOTECH PRIVATE LIMITED**

CIN - U24230MH2004PTC148220

Regd. Office: DIL Complex, Ghodbunder Road, Majiwada  
Thane (West) – 400 610

Tel: +91-22-6798 0800/888 • Fax: +91-22-6798 0899 • Email –

[fermenta@fermentabiotech.com](mailto:fermenta@fermentabiotech.com) • Website : [www.fermentabiotech.com](http://www.fermentabiotech.com)

**PROXY FORM**

(Pursuant to Section 105 of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014)

Name of the member (s):

Registered address:

E-mail Id:

Folio No/ Client Id:

DP ID:

I/We, being the Member(s) of \_\_\_\_\_ shares of the above named Company, hereby appoint

1. Name: \_\_\_\_\_ E-mail ID: \_\_\_\_\_

Address: \_\_\_\_\_

\_\_\_\_\_  
Signature:  or failing  
him/her

2. Name: \_\_\_\_\_ E-mail ID: \_\_\_\_\_

Address: \_\_\_\_\_

\_\_\_\_\_  
Signature:  or failing  
him/her

3. Name: \_\_\_\_\_ E-mail ID: \_\_\_\_\_

Address: \_\_\_\_\_

\_\_\_\_\_  
Signature:

as my/our proxy to attend and vote, in case of a poll, for me/us and on my/our behalf at the Tenth Annual General Meeting of the Company, to be held on Wednesday, September 24, 2014 at 10:30 a.m. at 'DIL' Complex, Ghodbunder Road, Majiwada, Thane (West) 400 610 and at any adjournment thereof in respect of such resolutions and in such manner as are indicated below:

Resolution No.	Description	Optional *	
		For	Against
1	To receive, consider and adopt the audited Statement of Profit and Loss for the financial year ended March 31, 2014 and the Balance Sheet as at that date, Report of the Directors and the Auditors thereon.		
2	To appoint Statutory Auditors and fix their remuneration.		

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2014

Signature of shareholder: \_\_\_\_\_

Signature of Proxyholder(s): \_\_\_\_\_

Affix  
Revenue  
Stamp of  
Re.1

Notes:

\* 1. It is optional to put a 'X' (optional) in the Box in the appropriate column against the respective resolutions. In case you opt to leave 'For' or 'Against' column blank against any or all the resolutions, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.

2. A Proxy need not be a Member of the Company. A person can act as proxy on behalf of not more than 50 [fifty] Members and holding in aggregate not more than 10% [ten percent] of the total Share Capital of the Company. Members holding more than 10% [ten percent] of the total Share Capital of the Company may appoint a single person as proxy, who shall not act as proxy for any other Member.

3. This form of Proxy, to be effective, should be deposited at the Registered Office of the Company at 'dil' Complex, Ghodbunder Road, Majiwada, Thane (W) 400 610 not later than 48 hours before the commencement of the aforesaid meeting.