

Balance Sheet

	Schedule	As at			
		31-March-2011		31-March-2010	
		Pesos	Rs.	Pesos	Rs.
SOURCES OF FUNDS					
SHAREHOLDERS' FUNDS					
(a) Share Capital	1	111.70	91.64	111.70	91.64
(b) Reserves and Surplus	2	0.01	(29.31)	63.05	82.84
		111.71	62.33	174.76	174.47
LOAN FUNDS					
(a) Secured Loans	3	-	-	-	-
(b) Unsecured Loans	4	217.16	223.24	226.10	225.69
		217.16	223.24	226.10	225.69
Net Deferred Tax Liability				6.36	6.34
		328.87	285.57	407.22	406.51
APPLICATION OF FUNDS					
FIXED ASSETS					
(a) Gross Block	5	27.71	28.48	18.82	18.79
(b) Less : Depreciation & Amortisation		19.10	19.63	12.74	12.71
(c) Net Block		8.61	8.85	6.08	6.07
(d) Capital Work in Progress		-	-	-	-
		8.61	8.85	6.08	6.07
INVESTMENTS	6	-	-	-	-
Net Deferred Tax Asset		8.61	8.86	-	-
CURRENT ASSETS, LOANS AND ADVANCES					
(a) Inventories	7	611.65	630.55	290.85	290.35
(b) Sundry Debtors	8	1,154.28	1,186.60	877.17	875.59
(c) Cash and Bank Balances	9	51.72	53.17	160.93	160.64
(d) Other Current assets	10	-	-	-	-
(e) Loans and Advances	11	61.45	63.17	62.36	62.25
		1,879.10	1,933.49	1,391.31	1,388.83
Less: CURRENT LIABILITIES AND PROVISIONS					
(a) Current Liabilities	12	1,701.42	1,749.06	990.18	988.39
(b) Provisions	13	22.26	22.89	-	-
		1,723.68	1,771.95	990.18	988.39
Net Current Assets		155.42	161.54	401.13	400.43
MISCELLANEOUS EXPENDITURE		156.23	106.32	-	-
		328.87	285.57	407.22	406.51

All monetary and non-monetary items in the balance sheet have been translated at closing rate of 1 Peso = Rs.1.028 (Rs.0.9982)

Profit & Loss Account

	Schedule	For the year ended			
		31-March-2011		31-March-2010	
		Pesos	Rs.	Pesos	Rs.
INCOME					
(a) Sales & Operating Income	14	2,583.01	2,645.69	2,309.41	2,317.54
(b) Other Income	15	-	-	-	-
Total (a+b)		2,583.01	2,645.69	2,309.41	2,317.54
EXPENDITURE					
(c) Materials Consumed & Purchase of Traded Goods	16	1,220.85	1,236.83	825.44	834.15
(d) Personnel Costs	17	417.51	427.58	322.76	324.29
(e) Manufacturing and Other Expenses	18	1,142.07	1,168.67	1,097.97	1,102.39
(f) Research & Development Expenses		-	-	-	-
(g) Depreciation & Amortisation		6.36	6.52	3.85	3.88
Total (c to g)		2,786.79	2,839.60	2,250.02	2,264.71
PROFIT BEFORE INTEREST, TAX AND EXCEPTIONAL ITEM		(203.78)	(193.91)	59.39	52.83
Net Interest expense/(income)	19	2.64	2.70	4.33	4.36
PROFIT BEFORE TAX AND EXCEPTIONAL ITEMS		(206.42)	(196.61)	55.06	48.47
PROVISION FOR TAXATION:					
Current Tax		27.83	28.55	29.87	29.87
Deferred Tax		(14.97)	(15.28)	16.64	16.61
		12.86	13.27	46.51	46.48
Short provision for tax of earlier years		-	-	-	-
		12.86	13.27	46.51	46.48
PROFIT AFTER TAX AND BEFORE EXCEPTIONAL ITEMS		(219.28)	(209.88)	8.55	1.98
Exceptional items		-	-	-	-
NET PROFIT FOR THE PERIOD		(219.28)	(209.88)	8.55	1.98
Balance Brought forward from Previous Year		63.05	103.56	54.50	101.58
PROFIT AVAILABLE FOR APPROPRIATION		(156.23)	(106.32)	63.05	103.56
APPROPRIATIONS					
		-	-	-	-
Balance Carried to Balance Sheet		(156.23)	(106.32)	63.05	103.56

SCHEDULES
annexed to and forming part of the financial statements

	31-March-2011		As at 31-March-2010	
	Pesos	Rs.	Pesos	Rs.
SCHEDULE - 1 : SHARE CAPITAL				
Paid-up				
Equity Shares	111.70	91.64	111.70	91.64
Less : Allotment Money in arrears			-	-
	<u>111.70</u>	<u>91.64</u>	<u>111.70</u>	<u>91.64</u>
Add : Shares Forfeited	-	-	-	-
	<u><u>111.70</u></u>	<u><u>91.64</u></u>	<u><u>111.70</u></u>	<u><u>91.64</u></u>
SCHEDULE - 2 : RESERVES AND SURPLUS				
Profit and Loss Account	-	-	63.05	103.56
Foreign Currency Translation Reserve	-	(29.30)	-	(20.73)
	<u>-</u>	<u>(29.30)</u>	<u>63.05</u>	<u>82.84</u>
SCHEDULE - 3 : SECURED LOANS				
	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
SCHEDULE - 4 : UNSECURED LOANS				
Short Term Loans from Others	217.16	223.24	226.10	225.69
	<u>217.16</u>	<u>223.24</u>	<u>226.10</u>	<u>225.69</u>
SCHEDULE - 6 : INVESTMENTS (Unquoted unless otherwise stated)				
	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
SCHEDULE - 7 : INVENTORIES				
Packing Materials	-	-	-	-
Stock-in-Trade:				
Raw Materials	-	-	-	-
Traded Goods	611.65	630.55	290.85	290.35
Goods in Process	-	-	-	-
	<u>611.65</u>	<u>630.55</u>	<u>290.85</u>	<u>290.35</u>
SCHEDULE - 8 : SUNDRY DEBTORS				
Other Debts - Considered Good	1,154.28	1,186.60	877.17	875.59
	<u>1,154.28</u>	<u>1,186.60</u>	<u>877.17</u>	<u>875.59</u>
SCHEDULE - 9 : CASH AND BANK BALANCES				
Cash on hand	8.19	8.42	5.49	5.48
With Non - Scheduled Banks in current accounts	43.53	44.75	155.44	155.16
With Non - Scheduled Banks in Fixed Deposit Accounts	-	-	-	-
	<u>51.72</u>	<u>53.17</u>	<u>160.93</u>	<u>160.64</u>

SCHEDULES
annexed to and forming part of the financial statements

SCHEDULE - 10 : OTHER CURRENT ASSETS

(Unsecured and considered good, unless otherwise stated)

		As at	
		31-March-2010	
		31-March-2011	
		Pesos	Rs.
		Pesos	Rs.
		-	-
		-	-

SCHEDULE - 11: LOANS AND ADVANCES

(Unsecured and considered good)

Advances recoverable in cash or in kind or
for value to be received
Less : Provision for Doubtful Advances

	47.17	48.49	45.88	45.80
	-	-	-	-
	47.17	48.49	45.88	45.80

Balance with the Excise Department / VAT
Advance Tax and Tax Deducted
Balance with the Customs Department
Advance Tax Paid net of Provisions

	-	-	-	-
	-	-	-	-
	-	-	-	-
	14.28	14.68	16.48	16.45
	61.45	63.17	62.36	62.25

SCHEDULE - 12 : CURRENT LIABILITIES

Sundry Creditors
Due to Subsidiary Companies
Other Liability
Book Overdraft
Taxes / Vat Payable
Advances from Customers
Interest accrued but not due
Interim Dividend Payable

	92.26	94.85	109.30	109.10
	1,551.06	1,594.49	823.18	821.70
	18.39	18.90	6.89	6.88
			12.90	12.88
	39.71	40.82	37.91	37.84
	-	-	-	-
	1,701.42	1,749.06	990.18	988.39

SCHEDULE - 13: PROVISIONS

Provision for Taxation, net of Advance Tax
Accrued leave
Provision for Employee Benefits

	1.71	1.76	-	-
	-	-	-	-
	20.55	21.13	-	-
	22.26	22.89	-	-

SCHEDULES
annexed to and forming part of the financial statements

For the year ended

	31-March-2011		31-March-2010	
	Pesos	Rs.	Pesos	Rs.
SCHEDULE - 14 : SALES & OPERATING INCOME				
Sales				
Sales (net of Sales Tax & VAT)	-	-	-	-
Total	2,509.50	2,569.69	2,250.48	2,258.62
Less : Excise Duty / ICMS collected	2,509.50	2,569.69	2,250.48	2,258.62
	-	-	-	-
	2,509.50	2,569.69	2,250.48	2,258.62
Operating Income				
Net Foreign Exchange Gains	73.51	76.00	58.93	58.91
	2,583.01	2,645.69	2,309.41	2,317.54
SCHEDULE - 15 : OTHER INCOME				
Miscellaneous Income				
	-	-	-	-
	-	-	-	-
SCHEDULE - 16 : MATERIALS CONSUMED & PURCHASE OF TRADED GOODS				
Purchase of Traded Goods				
	1,541.65	1,577.02	855.51	855.90
	1,541.65	1,577.02	855.51	855.90
(INCREASE)/DECREASE IN STOCK				
Opening Stocks				
Traded Goods	290.85	290.36	260.78	268.60
Traded Goods	-	-	-	-
Work in Process	-	-	-	-
	290.85	290.36	260.78	268.60
Less: Closing Stocks				
Traded Goods	611.65	630.55	290.85	290.36
Traded Goods	-	-	-	-
Work in Process	-	-	-	-
	611.65	630.55	290.85	290.36
	(320.80)	(340.19)	(30.07)	(21.75)
	1,220.85	1,236.83	825.44	834.15
SCHEDULE - 17 : PERSONNEL COSTS				
Salaries, Wages and Bonus	366.88	375.55	298.54	300.00
Contribution to Provident, Gratuity and other Funds	22.22	22.75	17.76	17.85
Welfare Expenses	7.86	8.03	6.45	6.44
Gratuity Cost	20.55	21.25	-	-
	417.51	427.58	322.76	324.29

SCHEDULES
annexed to and forming part of the financial statements

For the year ended

	31-March-2011		31-March-2010	
	Pesos	Rs.	Pesos	Rs.
SCHEDULE - 18 : MANUFACTURING & OTHER EXPENSES				
Selling, Publicity & Medical Literature Expenses	674.31	689.70	647.50	650.78
Travelling, Conveyance & Vehicle Expenses	170.22	174.31	79.33	79.72
Printing & Stationery Expenses	4.44	4.55	3.18	3.19
Communication Expenses	39.46	40.44	36.78	36.95
Insurance	3.84	3.94	2.51	2.52
Rent	119.44	122.20	95.83	96.22
Donation	0.06	0.06	-	-
General Charges	130.30	133.47	232.84	233.03
	<u>1,142.07</u>	<u>1,168.67</u>	<u>1,097.97</u>	<u>1,102.39</u>

SCHEDULE - 19 : NET INTEREST EXPENSE/(INCOME)

Paid				
Fixed Period Loans	-	-	-	-
Others	3.38	3.46	5.03	5.06
	<u>3.38</u>	<u>3.46</u>	<u>5.03</u>	<u>5.06</u>
Received				
	0.74	0.76	0.70	0.70
	<u>2.64</u>	<u>2.70</u>	<u>4.33</u>	<u>4.36</u>

TORRENT PHARMA PHILIPPINES, INC.

(A Wholly Owned Subsidiary of Torrent Pharmaceuticals Ltd., an Indian Company)

STATEMENTS OF CASH FLOWS

		For the Years Ended March 31	
	Notes	2011	2010
Cash Flows from Operating Activities			
Loss (Profit) before tax		(P20,641,509)	P 5,505,968
Adjustments for:			
Depreciation	12	636,036	384,977
Provision for inventory obsolescence	10	10,585,489	6,841,520
Unrealized foreign exchange gain	18	(7,015,589)	(5,952,992)
Retirement benefit cost		2,055,180	-
Interest income	18	(74,361)	(69,922)
Finance costs	14	337,809	503,313
Operating cash flows before working capital changes		(14,116,945)	7,212,864
Decrease (Increase) in:			
Trade and other receivables		(28,250,600)	(16,975,952)
Inventories		(42,665,384)	(9,848,746)
Prepayments and other current assets		411,240	2,062,334
Increase (Decrease):			
Trade and other payable		(1,672,157)	2,135,298
Due to an affiliate		78,756,408	38,355,104
Cash from (used in) operations		(7,537,438)	22,940,902
Interest income received	18	74,361	69,922
Income taxes paid		(2,562,907)	(8,936,214)
Net cash from (used in) operating activities		(10,025,984)	14,074,610
Cash Flows Used in an Investing Activity			
Additions to property and equipment	12	(888,773)	(252,565)
Effects of Exchange Rate Changes			
		(5,213)	(6,718)
Net Increase (Decrease) in Cash		(10,919,970)	13,815,327
Cash, Beginning		16,092,647	2,277,320
Cash, End		P 5,172,677	P16,092,647

See Notes to Financial Statements.