

Unaudited Financial Results for the Quarter ended 31st March, 2012

(Rs in Lacs)

Particulars	Quarter ended	Quarter ended	Quarter ended	As on	Year ended
	31.03.12	31.12.11	31.03.11	31.03.12	31.03.11
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Income					
a Net Sales/Income from Operations	540.36	396.61	667.05	1,605.88	1,085.87
b Other Operating Income	5.09	3.69	5.51	14.35	5.51
Total Income	545.45	400.30	672.56	1,620.23	1,091.38
2 Expenditure					
a (Increase)/decrease in stock in trade and work in progress	122.86	(81.83)	(42.92)	172.85	(206.09)
b Consumption of raw materials	172.13	188.43	355.88	680.91	662.81
c Purchase of Traded goods	-	-	-	-	-
d Employees Cost	82.47	75.46	83.13	307.10	155.33
e Depreciation	56.25	56.27	53.45	226.42	223.02
f Other Expenditure	220.01	140.93	236.31	553.67	391.75
Total Expenses	653.72	378.26	685.86	1,939.95	1,126.82
3 Profit/(Loss) Before Operations	(108.27)	21.04	(13.29)	(319.72)	(35.64)
4 Other Income	8.66	3.49	0.39	15.15	3.57
5 Profit/(Loss) Before Interest & Exceptional Items	(99.61)	24.53	(12.90)	(304.57)	(32.07)
6 Interest	415.73	376.30	366.61	1,507.61	1,321.08
7 Profit/(Loss) After Interest but before Exceptional Items	(515.34)	(351.77)	(379.41)	(1,812.08)	(1,353.15)
8 Exceptional Items	(0.37)	-	(0.37)	-	-
9 Profit/(Loss) from Ordinary Activities before Tax	(515.71)	(351.77)	(379.41)	(1,812.45)	(1,353.15)
10 Tax Expense	-	-	-	-	-
11 Profit/(Loss) from Ordinary Activities after Tax	(515.71)	(351.77)	(379.41)	(1,812.45)	(1,353.15)
12 Extraordinary Items (net of Tax)	-	-	-	-	-
13 Net Profit/(Loss) for the period	(515.71)	(351.77)	(379.41)	(1,812.45)	(1,353.15)
14 Paid Up Equity Share Capital (Face Value of Rs 10/-each)	1,227.07	1,227.07	1,227.07	1,227.07	1,227.07
15 Earnings Per Share					
a Basic EPS before Extraordinary Items (In Rs.)	(4.20)	(2.87)	(3.09)	(14.77)	(11.03)
b Basic EPS after Extraordinary Items (In Rs.)	(4.20)	(2.87)	(3.09)	(14.77)	(11.03)
16 Public Shareholdings					
No. of Shares	8,620,574	8,620,574	8,620,574	8,620,574	8,620,574
% of Shareholding	70.25	70.25	70.25	70.25	70.25
17 Promoter and promoter group shareholding*					
a) Pledged/Encumbered					
- Number of shares	3,428,443	3,428,443	3,428,443	3,428,443	3,428,443
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	93.93	93.93	93.93	93.93	93.93
- Percentage of shares (as a % of the total share capital of the company)	27.94	27.94	27.94	27.94	27.94
b) Non-encumbered					
- Number of shares	221,712	221,712	221,712	221,712	221,712
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	6.07	6.07	6.07	6.07	6.07
- Percentage of shares (as a % of the total share capital of the company)	1.81	1.81	1.81	1.81	1.81

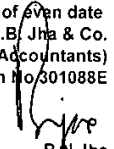
(Rs in lacs)

Standalone Statement of Assets and Liabilities		As at 31/03/2012	As at 31/03/2011
Particulars	Unaudited	Audited	
A LIABILITIES			
1 EQUITY LIABILITIES			
Shareholders' funds			
(a) Share Capital	1,352.07	1,352.07	
(b) Reserves and Surplus	(12,696.53)	(10,884.18)	
(c) Money received against share warrants	-	-	
Sub-total -Shareholders' funds	(11,344.58)	(9,532.11)	
2 Share application money pending allotment	-	-	
3 Minority interest	-	-	
4 Non-Current Liabilities			
(a) Long-term borrowings	-	-	
(b) Deferred tax liabilities (net)	-	-	
(c) Other long-term liabilities	1.05	1.90	
(d) Long-term provisions	6.81	2.81	
Sub-total -Non-current liabilities	7.86	4.71	
6 Current liabilities			
(a) Short-term borrowing	204.16	150.40	
(b) Trade payables	156.26	334.09	
(c) Other current liabilities	13,420.98	12,045.54	
(d) Short-term provisions	76.63	88.84	
Sub-total -Current liabilities	13,858.03	12,618.87	
TOTAL-EQUITY AND LIABILITIES	2,521.33	3,091.47	
B ASSETS			
1 Non Current assets			
(a) Fixed assets	1,939.60	2,161.47	
(b) Goodwill on consolidation	-	-	
(c) Non-current investment	0.04	0.41	
(d) Deferred tax assets (net)	-	-	
(e) Long-term loans and advances	33.60	84.32	
(f) Other non-current assets	-	-	
Sub-total -Non-current assets	1,973.24	2,246.20	
2 Current assets			
(a) Current investments	-	-	
(b) Inventories	135.58	351.84	
(c) Trade receivables	15.94	175.23	
(d) Cash and cash equivalents	133.75	49.57	
(e) Short-term loans and advances	258.81	262.97	
(f) Other current assets	4.01	5.66	
Sub-total -current assets	548.09	845.27	
Total- Assets	2,521.33	3,091.47	

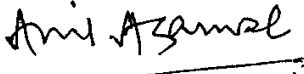
Notes:

- 1 The above results of the company have been reviewed by the Audit Committee and approved by the Board of Directors in their respective meetings held on 14th May,2012 & have also been subjected to Limited Review by the statutory auditors of the Company.
- 2 The company has not provided for liquidated damage and penal interest pending disposal of the application submitted in December,10 for one time settlement to Industrial Investment Bank of India Limited by the company.
- 3 In view of huge carried forward losses & unabsorbed Depreciation, provision for Deferred Tax has not been made.
- 4 In absence of any operation since incorporation in Polar LLC, Virginia, USA, an overseas subsidiary of the Company, it is incurring huge losses and the value of investment made by the Company has been fully eroded by the losses incurred in Polar LLC. Hence provision for diminution has been made in the books equal to the amount of investment made in Polar LLC in accordance with AS-13 issued by ICAI. Hence text of consolidated figures is not applicable.
- 5 The Company has not received confirmation of balances from Sundry Debtors, Sundry Creditors and Advances.
- 6 In absence of detailed information from the Vendors, the disclosure as required under Micro, Small and Medium Enterprises Development Act,2006 could not be given in Accounts.
- 7 The Company had been declared a Sick Industrial Company under section 3(1)(O) of the Sick Industrial Companies (Special Provisions) Act,1985. BIFR has appointed Industrial Development Bank of India (IDBI, Delhi) as the Operating Agency(OA). BIFR has decided to explore Company's revival through change of management in the last hearing held on 12th April, 2012 & directed OA to publish advertisement for the same. The management of the Company has decided to file an appeal to Appellate Authority for Industrial & Financial Reconstruction (AAIFR), New Delhi to obtain a stay prohibiting OA from publication of the said advertisement.
- 8 Actuarial Valuation of Gratuity & Leave Encashment is Pending and hence not provided for.
- 9 Investors' Complaints: Opening-0, Received-0, Resolved-0., Closing-0
- 10 Figures have been regrouped/rearranged/reclassified wherever found necessary

In terms of our report of even date
For L.B. Jha & Co.
(Chartered Accountants)
Firm Registration No 301088E


B.N. Jha
Partner
M. No. 51508

For & On behalf of Board of Directors


ANIL AGARWAL
Chairman & Managing Director

Place : Kolkata

Date :14.05.2012

Ref: SA/P/2P

**AUDITORS' REPORT ON LIMITED REVIEW OF
POLAR PHARMA INDIA LIMITED
FOR THE QUARTER ENDED 31ST MARCH, 2012**

1. We have reviewed the accompanying statements of Unaudited Financial Results of Polar Pharma India Limited for the quarter ended 31st March, 2012 pursuant to clause 41 of the Listing Agreement with the Stock exchanges in India. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors of the Company in its meeting dated 14th May, 2012. Our responsibility is to issue a report on this Financial Statements based on our review.
2. We conducted our review in accordance with Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
3. Attention is drawn to the following:
 - a) Note 2 regarding *non-provision of interest and liquidated damages due to default in repayment of loans to IIBI and the resulting impact on the year's loss and the year-end net assets is not ascertainable.*
 - b) Note 5 regarding *non-availability of confirmation of balances from Sundry Debtors, Sundry Creditors and Advances. Adjustments, if any, which may arise on receipt of confirmations with their consequential impact on the year's loss and year-end net assets is not ascertainable.*
 - c) Note 6 regarding *non-disclosure of dues to Micro, Small and Medium Enterprises as required under the MSMED Act, 2006. The impact on the results for the period is not ascertainable.*

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- d) Note 8 regarding *non- provision of liability for gratuity and leave encashment on the basis of actuarial valuation and the resulting impact on the year's loss and the year-end net assets is not ascertainable.*
4. Based on the review conducted in the manner indicated in paragraph 2 above with the exception of the matter described in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying statement of un-audited financial results, read with the notes thereon, prepared in accordance with applicable accounting standards and other recognized practices and policies has not disclosed the information required to be disclosed in terms of clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Kolkata
Date: 14th May, 2012

For L.B. Jha & Co.
Chartered Accountants
Firm Registration no.301088E


(B.N. JHA)
Partner
Membership No. 51508