

CHEMO PHARMA LABORATORIES LTD.

66TH ANNUAL REPORT

2007-2008

CERTIFIED TO BE TRUE COPY
For Chemo-Pharma Laboratories Ltd.,


DIRECTOR

Directors : Shri. S. B. Somani (Chairman)
Shri. K. L. Mundra
Shri. Madhusudan Vyas
Shri. Ghanshyam K. Joshi
Shri. Ram Manohar Khandelwal
Shri. K. P. Patil

Bankers : Axis Bank Ltd., Mumbai

Auditors : Batliboi & Purohit
Chartered Accountants
Mumbai

Registered Office & Works
Plot No. 5, M.I.D.C.,
Kalyan-Bhiwandi Road,
Post – Saravali, Via-Kalyan,
Dist. Thane (Maharashtra)

Administration Office
Empire House, 214,
Dr. D. N. Road,
Fort,
Mumbai – 400 001.

NOTICE

Notice is hereby given that the 66th Annual General Meeting of the Company will be held at Plot No.5, MIDC, Kalyan Bhiwandi Road, Post – Saravali, Via Kalyan, Dist. Thane (Maharashtra) on Friday 26th September, 2008 at 11.00 a.m. to transact the following business.

Ordinary Business

1. To receive, Consider and Adopt the Audited Profit & Loss Account for the year ended 31st March, 2008 and the Balance Sheet as on date and Report of the Directors and Auditors thereon.
2. To appoint a Director in place of Shri R. M. Khandelwal who retires by rotation under Articles 162 of the Articles of Association of the Company, and being eligible offers himself for reappointment.
3. To appoint Auditors to hold office from the conclusion of this meeting till the conclusion of the next Annual General Meeting and fix remuneration.

Note:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and a proxy need not be a member. Proxies in order to be effective must be received by the Company not later than 48 hours before the meeting.
2. Members are requested to intimate to the Company immediately any changes in their registered address to Company's Registrars M/s Sharex Dynamic (India) Pvt. Ltd. 17/B, Dena Bank Building, 2nd Floor, Horniman Circle, Fort, Mumbai – 400 001.
3. The Register of Member and the Share Transfer Books of the Company will remain closed from 19th September, 2008 to 26th September, 2008 (both days inclusive)

ON BEHALF OF THE BOARD

PLACE: MUMBAI
DATE: AUGUST 29, 2008

Sd/-
S. B. SOMANI
CHAIRMAN

MANAGEMENT DISCUSSION AND ANALYSIS

INDUSTRY STRUCTURE AND DEVELOPMENTS

During the year under report the Company has not carried out any manufacturing activity. The manufacturing activity has become unviable due to diverse factors such as high cost of production and technological obsolescence. The Management of the Company has been exploring possibility to diversify its activity but there has been no significant progress.

OUTLOOK, OPPORTUNITIES AND THREATS

Since the Company has not been carrying any manufacturing activity and is planning to diversify its activities in other fields, the Board of Directors of the Company are exploring new avenues of Business Opportunities.

RISK AND CONCERN

The manufacturing activity has been discontinued as the Board of Directors have found the same unviable. Hence there are no comments.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has adequate internal checks and controls.

FINANCIAL PERFORMANCE

There was no manufacturing activity during the year under report. The Company, however, earned aggregate income of Rs. 8.40 Lacs which includes Dividend Income of Rs.3.16 Lacs and profit on Sale of Shares amounting to Rs.5.15 Lacs and Sundry Balances Written Back Rs.0.08 Lacs. The profit before Depreciation is Rs.1.34 Lacs as against Rs.1.93 Lacs in previous year. The Profit after tax is Rs. 0.08 Lacs as against Rs.1.20 Lacs in previous year.

CAUTIONARY STATEMENT

Statements in this Management Discussion and Analysis describing the Company's objectives, projections, estimates, expectations or predictions may be 'forward-looking statements' within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. The Company undertakes no obligation to publicly update or revise any forward looking statements, whether as a result of new information, future events, or otherwise. Readers are cautioned not to place undue reliance on these forward looking statements that speak only as of their dates.

DIRECTORS' REPORT

To,
The Members

The Directors present herewith the 66th Annual Report and the Audited Statement of Accounts for the year ended 31st March, 2008.

FINANCIAL RESULTS : There was no manufacturing activity during the year under report. The Company, however, earned aggregate income of Rs. 8.40 Lacs which includes Dividend Income of Rs.3.16 Lacs and profit on Sale of Shares amounting to Rs.5.15 Lacs and Sundry Balances Written Back Rs.0.08 Lacs. The profit before Depreciation is Rs. 1.34 Lacs as against Rs. 1.93 Lacs in previous year. The Profit after tax is Rs. 0.08 Lacs as against Rs. 1.20 Lacs in previous year.

OPERATIONS : There was no Manufacturing activity during the Year. The Company's main activities are Share Trading and Other Investments

PUBLIC DEPOSIT : As on 31st March, 2008 the Company did not have any Public Deposit.

PARTICULARS OF EMPLOYEES : Particulars of employees as required under section 217(2) (A) of the Companies Act, 1956 read with the Companies (Particulars of employees) Rules 1975 as amendment are not required to be furnished as there were no employees receiving total emoluments of Rs. 24,00,000/- for the full year or Rs.2,00,000/- per month.

ENERGY, TECHNOLOGY AND FOREIGN EXCHANGE : As required under Section 217(1) (e) of the Companies Act, 1956 read with Rule 2 of the Companies (Disclosure of particulars in the Report of Board of Directors) Rule 1988, the information relating to conservation of energy, technology absorption and foreign exchange earnings and outgo, etc. are not given due to lock-out in the factory for the whole year.

DIRECTOR'S RESPONSIBILITY STATEMENT : In term of Section 217 (2AA) of the Companies Act, 1956, we, the Directors of Chemo Pharma Laboratories Ltd., state in respect of Financial Year 2007-08 that:

- a) In the preparation of annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b) The Directors have selected such accounting policies and applied them consistently and made judgements 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 of the Company for that period;
- c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) The Directors have prepared the annual accounts on a going concern basis;

AUDITORS : M/s. Batliboi & Purohit, Auditors of the Company, retire at the Sixty Six Annual General Meeting of the Company, and being eligible offer themselves for re-appointment.

AUDITOR'S REPORT : With regard to the observations of the Auditors in their Audit Report, reference is invited to Notes 2a, b, 3, 5a, b, 10, 11, 12 of the Schedule 15 forming part of the Accounts which are self-explanatory.

DIRECTOR : Shri. R. M. Khandelwal retires by rotation at the ensuing Annual General Meeting and being eligible, has offered himself for re-appointment.

CORPORATE GOVERNANCE : Report on corporate governance and a certificate from Pramod S. Shah & Associates, Practicing Company Secretary regarding compliance of the conditions of corporate governance as stipulated under clause 49 of the listing agreement with the Stock Exchange is given as Annexure II forming part of this Report.

GENERAL : The Balance Sheet and Profit & Loss of the Company have been signed by two of the Directors present in the Board Meeting in accordance with Provision of Section 215 of the Companies Act, 1956 for and on behalf of the Board of Directors.

ACKNOWLEDGMENT : The Directors acknowledge with gratitude the help, co-operation and understanding received by it from all quarters.

BY ORDER OF THE BOARD

Place : Mumbai
Date : August 29, 2008

Sd/-
S. B. SOMANI
CHAIRMAN

ANNEXURE TO THE DIRECTOR'S REPORT

Statements of Particulars under Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988.

A. CONSERVATION OF ENERGY	Not Applicable.
B. TECHNOLOGY ABSORPTION	Not Applicable.
C. FOREIGN EXCHANGE EARNING AND OUTGO	Rs. NIL

BY ORDER OF THE BOARD

Place: Mumbai
Date: August 29, 2008

Sd/-
S. B. SOMANI
CHAIRMAN

ANNEXURE II

CORPORATE GOVERNANCE REPORT 2007-2008**1. Company's Philosophy :**

Your Company is fully committed to the principles of transparency, integrity and accountability in all spheres of its operations and has been practicing the principles of good corporate governance over the years. In keeping with this commitment, your Company has been upholding fair and ethical business and corporate practices and transparency in its dealings and continuously endeavours to review strengthen and upgrade its systems and procedures so as to bring in transparency and efficiency in its various business segments.

2. Board of Directors :

On 31-03-2008 the Board of Directors comprises of a Non Executive Chairman, Five Independent Directors. During the year Five Board Meetings were held on 30/04/2007, 29/06/2007, 30/08/2007, 24/10/2007, and 24/01/2008. The attendance of the Directors in the Board Meetings and last Annual General Meeting is given here below.

Name	Category and Designation	No. of Board Meetings attended during the year 2007-08	Whether attended last AGM	Directorship in other Companies	No. of membership of other committee	No. of Chairmanship of other Committee
Shri S. B. Somani	NEC	5	Yes	3	0	0
Shri K. L. Mundra	NED	5	Yes	3	1	0
Shri M. S. Vyas	NED	5	Yes	0	0	0
Shri G. K. Joshi	ID	5	Yes	4	1	3
Shri R. M. Khandelwal	ID	5	Yes	3	3	0
Shri. K. P. Patil	ID	4	Yes	2	2	0

NEC – Non-Executive Chairman

ID – Independent Director

NED- Non-Executive Director

- * Excludes alternate directorships and directorships in foreign companies and private companies which are neither a subsidiary nor a holding company of a public company.
- # Excludes Committees other than Audit Committee and Shareholders'/ Investors' Grievance Committee and Companies other than public limited companies.

Particulars of Re-appointed Director:

Name : Shri Ram Manohar Khandelwal
 Designation : Independent Director
 Age : 75 Years
 Experience : Graduate and 30 years of experience in Business
 Other Directorship : M/s Ravindra Trading & Agencies Limited
 : M/s Citric India Limited
 : M/s Chemo Pharma Laboratories Limited

3. Audit Committee :**i. Terms of Reference**

The role and terms of reference of Audit Committee covers areas mentioned under Clause 49 of the Listing Agreement and Section 292A of the Companies Act, 1956, besides other terms as may be referred by the Board of Directors.

ii. Composition

The Audit Committee was formed on 29.12.2004 and was reconstituted on 29th June, 2007 with the following Members:

- | | |
|-------------------------------------|----------|
| 1. Shri G. K. Joshi | Chairman |
| 2. Shri K. P. Patil (wef 29/06/07) | Member |
| 3. Shri R. M. Khandelwal | Member |
| 4. Shri. M. S. Vyas (upto 28/06/07) | Member |

The Audit Committee held meetings Five times during 2007-2008 on 30/04/2007, 29/06/2007, 30/08/2007, 24/10/2007, and 24/01/2008. The attendances of members are as follows:

Name	Category	Meetings during the year 2007-08	
		Held	Attended
Shri G. K. Joshi	Chairman	5	5
Shri K. P. Patil (wef 29/06/2007)	Member	5	4
Shri R. M. Khandelwal	Member	5	5
Shri. M. S. Vyas (upto 28/06/2007)	Member	5	1

4. Shareholders/ Investors Grievance Committee :**i. Terms of Reference :**

- To scrutinize and approve registration of transfer of shares/ debentures/ warrants issued / to be issued by the Company.
- To exercise all powers conferred on the Board of Directors under Article 43 of the Article of Association.
- To decide all questions and matters that may arise in regard to transmission of shares / debentures / warrants issued / to be issued by the Company.
- To approve and issue duplicate shares / debentures / warrants certificates in lieu of those reported lost,
- To refer to the Board and any proposal of refusal of registration of transfer of shares / debentures / warrants for their consideration.
- To look into shareholders and investors complaints like transfer of shares, non- receipt of annual reports, non-receipt of declared dividends, etc., and
- To delegate all or any of its powers of Officers/ Authorized Signatories of the Company.

ii. **Composition:**

The Shareholder Grievance Committee was formed on 29.12.2004 and was reconstituted on 29th June, 2007 with following Members –

1.	Shri G. K. Joshi	Chairman
2.	Shri K. P. Patil (wef 29/06/07)	Member
3.	Shri R. M. Khandelwal	Member
4.	Shri. M. S. Vyas (upto 28/06/07)	Member

Shri N. K. Pareek is Compliance Officer and also Authorized Signatory for share transfer on behalf of the Company.

The Committee met Five times during the Year on the following dates: 30/04/2007, 29/06/2007, 30/08/2007, 24/10/2007, and 24/01/2008. The attendances of the members are as follows:

Name	Category	Meetings during the year 2007-08	
		Held	Attended
Shri G. K. Joshi	Chairman	5	5
Shri K. P. Patil (wef 29/06/2007)	Member	5	4
Shri R. M. Khandelwal	Member	5	5
Shri. M. S. Vyas (upto 28/06/2007)	Member	5	1

5. General Body Meetings :
Annual General Meetings

Financial Year	Date	Time	Location
2006-2007	28/09/2007	11:00 A.M.	At Regd. Office, Saravali, Kalyan
2005-2006	29/09/2006	11:00 A.M.	At Regd. Office, Saravali, Kalyan
2004-2005	29/09/2005	4.00 P.M.	At Regd. Office, Saravali, Kalyan

6. Distribution of Shares as on 31/03/2008 :

No. of Shares	No. Shareholders	% of Holding
Up to 500	5944	45.72
501-1000	147	7.54
1001-5000	58	7.39
5001-10000	7	3.01
Above 10001	5	36.34
Total	6161	100.00

7. Category of Shareholders As on 31/03/2008 :

Category	No. of Shares	% of Holdings
Promoters, Relatives and Associates	533578	35.57
Financial Institutions / Banks	7883	0.52
Mutual Funds	--	--
Foreign Institutional Investors	--	--
Non Resident Indian / Overseas Corporate Bodies	387	0.03
Body Corporate	11163	0.74
General Public	946989	63.13
	1500000	100.00

8. Address for Correspondence :

The shareholders should be addressed either to Registered Office at above address or Registrar Share Transfer Agents or Administrative Office at following address:

CHEMO PHARMA LABORATORIES LTD.

Empire House, Third Floor, 214, Dr. D. N. Road, Fort, Mumbai 400 001

9. General

- Next Annual General Meeting will be held on 26/09/2008 at Plot No. 5, MIDC Estate, Kalyan Bhivandi Road, P.O. Saravali Village, Maharashtra.
- Financial Calendar for 2008-2009

Accounting Year	April To March - 2008
First Quarter Result	Last Week of July - 2008
Second Quarter / Half Yearly Result	Last Week of October - 2008
Third Quarter Result	Last Week of January - 2009
Last Quarter/ Annual Results	Last Week of July - 2009

- Date of Book Closure : Share Transfer Register will be closed from 19th September, 2008 to 26th September, 2008 (Both Days Inclusive)
- Dividend payment date: Not Applicable
- Company's Shares are listed in Bombay Stock Exchange. Presently the trading in the shares of the Company is suspended.

The company has already approached Bombay Stock Exchange (BSE Ltd.) for revocation of suspension in trading of shares and compliances for this purpose has been substantially made.

- Stock code: 506365

10. The Register and Share Transfer Agents :

M/s Sharex Dynamic (India) Pvt. Ltd.
2nd Floor, Dena Bank Building No.II,
Harniman Circle, Fort,
Mumbai - 400 023.

11. Other disclosures:**i. Related Party Transactions**

Disclosures on materially significant related party transactions i.e. transactions of the Company of material nature, with its promoters, the Directors or the management, their subsidiaries or relatives etc. that may have potential conflict with the interests of Company at large.

None of the transactions with any of the related parties were in conflict with the interest of the Company at large.

ii. Disclosure of Accounting Treatment

In the preparation of financial statements, the Company has followed the Accounting Standards issued by the Institute of Chartered Accountants of India to the extent applicable.

iii. Disclosure on Risk Management

The Company has not laid down Risk Assessment and Minimization procedures and in absence of such procedure the Board Members have not reviewed periodically the Risks to which the Company was exposed.

iv. Code of Conduct

The Board has not laid down a Code of Conduct for all the Board Members and Senior Management of the Company.

v. 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: None**12. CEO/CFO Certification:**

Since Company has no CEO / CFO, the requirement of Clause 49(V) of the Listing Agreement has not been complied with.

13. Means of communication:**1. Quarterly Results:**

The Company has not submitted unaudited Quarterly Result to the Bombay Stock Exchange.

2. Newspapers wherein normally published: No**3. Whether Management Discussion & Analysis Report is a part of Annual Report: Yes****14. Non-mandatory Requirement:****1. Office of the Chairman of the Board:**

The Company does not defray the secretarial expenses of the Chairman's office.

2. Remuneration Committee:

The Company has not constituted Remuneration Committee.

3. Postal Ballot:

The Company's Quarterly results are published not in newspapers and are, therefore, sent to the shareholders.

The Company will comply with the requirements of postal ballot as and when such matter arises requiring approval of the shareholders by such process in terms of the Companies (Passing of the Resolution by Postal Ballot) Rules, 2001.

Adoption of other non-mandatory requirements under Clause 49 of the Listing Agreement is being reviewed by the Board from time to time.

ON BEHALF OF THE BOARD

Sd/-

S. B. SOMANI
CHAIRMAN

Place : Mumbai
Date : August 29, 2008

Certificate of Corporate Governance Report

To The Member of Chemo Pharma Laboratories Limited

We have examined the compliance of conditions of Corporate Governance by CHEMO PHARMA LABORATORIES LTD for the year ended 31st March, 2008 as stipulated in Clause 49 of the Listing Agreement(s) of the said Company with the Stock Exchange(s).

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

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned listing Agreement(s).

We further state that such compliance is neither an assurance as to the further viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**FOR PRAMOD S. SHAH & ASSOCIATES
PRACTICING COMPANY SECRETARY**

Sd/-

**DATED: 29th August, 2008
PLACE: MUMBAI**

**(PRAMOD SHAH)
C. P. NO. 3804**

Auditors' Report

TO THE MEMBERS,

We have audited the attached Balance Sheet of **M/s. Chemo Pharma Laboratories Limited** as at 31st March 2008 and the Profit and Loss Account for the year ended and the cash flows for the year ended on that date annexed thereto. 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.

1. We have 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 mis-statements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
2. As required by 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 Companies Act, 1956, we enclose in the Annexure hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order.
3. In our opinion, the Profit & Loss Account and Balance Sheet complied with Mandatory Accounting Standard referred to in Section 211 (3C) of the Companies Act, 1956 except non provision of gratuity, leave encashment, AS-15 and diminution in the value of Long Term Investment AS-13 as referred to in Note 2 a,b, c and 3 of Schedule 13 Notes forming Part of Accounts.
4. Subject to (i) Non provision of gratuity and encashment of leave benefits (Note No.2) (ii) Investment in excess of limits prescribed U/s. 372 A and approval from Central Government (Note No. 3 and Diminution in the value of Long Term Investments as referred to in Clause No. 3 of the Notes forming part of Accounts. (iii) Some on account payments, which are subject to adjustment. (iv) Non provision of Interest and doubtful debts and advances amounting to Rs. 12,65,802/- and Rs. 61,93,345/- respectively (Note No. 12 & 10).
5. Further to our comments in the Annexure referred to in paragraph 2 above, 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 purposes 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 and Profit Loss Account dealt with by this report are in agreement with the books of account;
 - (d) In our opinion the Balance Sheet and Profit and Loss Account dealt with by this report comply with the mandatory Accounting Standards referred in sub-section (3C) of section 211 of the Companies Act, 1956;

- (e) In our opinion, and based on information and explanations given to us, none of the directors are dis-qualified as on 31st March, 2008 from being appointed as directors in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- (f) In our opinion and to the best of our information and according to the explanations give to us, the said accounts read together with the Significant Accounting Policies and other notes thereon 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;
- (i) In so far as it relates to Balance Sheet, of the state of Affairs, of the Company as at 31st March 2008
- (ii) In so far as it relates to Profit and Loss Account of the loss of the Company for the year ended on that date.
- (iii) In case of Cash flow statement of cash flows for the year ended on that date.

**For Batliboi & Purohit,
Chartered Accountants**

**Sd/-
K. K. Kshirsagar
Partner
Membership No. 4047**

Place : Mumbai

Date : 29th August, 2008

ANNEXURE TO THE AUDITOR'S REPORT.

Annexure referred to in paragraph 3 of our report of even date

1. The Company has maintained proper records of fixed assets showing full particulars including quantitative details and situation of fixed assets. The management during the year has not physically verified. The company has not disposed a major part of its fixed assets.
2. The procedure of physical verification of inventory followed by the management is not necessary.
3.
 - (a) According to the information and explanations given to us the Company has not taken any loans outstanding from companies listed in the Register maintained under section 301 of the Act.
 - (b) In our opinion the rate of interest and terms & condition on which loans have been taken from firms or other parties listed in the register maintained Under Section 301 of the Companies Act, 1956 are not applicable.
 - (c) The company is regular in repaying the principal amount as stipulated and payment of interest are prima facia prejudicial to the interest of the company, hence this clause is not applicable
 - (d) There is no overdue amount of loans taken from companies listed in the registers maintained under section 301 of the Companies Act, 1956.
4.
 - (a) The company has granted interest free loan amounting to Rs 55,93,345/- to any party listed in the register maintained under section 301 of the companies Act, 1956.
 - (b) In our opinion the rate of interest and terms & condition on which loans have been granted to firms or other parties listed in the register maintained Under Section 301 of the Companies Act, 1956.
 - (c) The company's repayment of the principal amount as stipulated and the payment of interest are prima- facia prejudicial to the interest of the company.
 - (d) There is no overdue amount of loans granted to companies listed in the registers maintained under section 301 of the Companies Act, 1956.
5. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business. During the course of audit, no major weakness has been noticed in these internal controls.
6.
 - (a) According to the information and explanations given to us, we are of the opinion that there are no transactions that need to be entered in to register maintained u/s. 301 of the Companies Act, 1956 have been so entered.

- (b) In our opinion and according to the information and explanations given to us, there are no transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of Rupees Five lacs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
7. The Company has not accepted deposits from the public and consequently the directives issued by Reserve Bank of India, the provisions of Section 58 A and 58AA of the companies act, 1956 are not applicable.
8. As there are no trading or manufacturing activities during the year due to lock out the management feels that it is not necessary to have an outside internal auditors.
9. The maintenance of cost records has not been prescribed by the Central Government for the business in which company is engaged.
10. (a) According to the records of the company, there is no delay in depositing the provident fund, investor education protection fund, employees' state insurance, income tax, sales tax, wealth tax, custom duty, excise duty, cess and other material statutory dues as this clause is not applicable
- (b) According to the information & explanations given to us, the dues in respect of sales tax, income tax, custom duties, wealth tax, excise duty, and cess that have been deposited with the appropriate authorities on account of dispute and the forum whether the disputes are pending are given below:

Name of the statute	Nature of the dues	Amount (Rs.)	Forum where dispute is pending
Central Sales Tax Maharashtra Sales Tax	Demands & Penalty	18,05,093	Appeal before sales tax authority
Income Tax	Demands & Penalty	31,77,291	Appeal before CIT

11. There are accumulated losses at the end of the financial year are more than 50% of its net worth. The company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
12. Based on our audit procedure and according to the information and explanations given to us by the management, we are of the opinion that the company has not defaulted in repayment of dues to the Financial Institution, Banks or Debenture Holders hence this clause is not applicable.

13. The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
14. The Company is not a chit fund or a nidhi/mutual benefit fund or a society. Therefore the provisions of clause 4 (xiii) of the companies (Auditor's report) order, (as amended) are not applicable to the company.
15. The company has maintained proper records of transactions and contracts in respect of trading in securities, debentures and other investments and timely entries have been made therein. And also the company in its own name has held the shares, securities, debentures and other investments.
16. In our opinion and according to the information and explanations given to us, the terms and conditions on which the Company has not given guarantee for loans taken by others from banks or financial institutions are not applicable.
17. The Company has not applied for any term loans.
18. Based on the information and explanations given to us and on an overall examination of the balance sheet of the Company, the Company has not raised funds on short-term basis and funds raised on long-term basis have not been used for short-term investments.
19. During the year, 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.
20. The company has not created any issue in debentures.
21. The Company has not raised any money by public issue during the year.
22. Based on the audit procedures performed and information and explanations given to us, we report that no fraud on or by the company has been noticed or reported during the course of our audit.

**For Batliboi & Purohit,
Chartered Accountants**

Sd/-

K. K. Kshirsagar

Partner

Membership No. 4047

Place : Mumbai

Date : 29th August, 2008

BALANCE SHEET AS AT 31ST MARCH, 2008

Sources of Funds	Schedule	31st March, 2008 Rupees	31st March, 2007 Rupees
Share Holders Fund			
Share Capital	1	15,000,000	15,000,000
Reserves & Surplus	2	51,414,738	51,414,738
		66,414,738	66,414,738
Loan Funds			
Unsecured Loans	3	1,196,976	1,196,976
	TOTAL	67,611,714	67,611,714
APPLICATION OF FUNDS			
Fixed Assets			
Gross Block	4	909,390	9,573,574
Add : Purchase During the Year		-	878,890
		909,390	10,452,464
Less : Sold during the year		-	9,543,074
Balance Gross Block		909,390	909,390
Less : Depreciation		(211,775)	(85,437)
		697,615	823,953
Investment	5	16,735,585	16,708,335
Current Assets, Loans & Advances			
Inventories		-	-
Sundry Debtors	6	150,000	150,000
Cash & Bank Balance	7	156,850	17,842,424
Loans & Advances	8	24,749,233	7,916,338
		25,056,083	25,908,762
Less : Current Liabilities & Provisions	9	(4,550,273)	(5,510,267)
		20,505,810	20,398,495
Misc. Expenditure W/off (To the extent not written off or Adjusted)		-	-
		29,672,704	29,680,930
Debit Balance in Profit & Loss A/c.	TOTAL	67,611,714	67,611,714
Notes forming part of Accounts	13	(0)	(0)

As per our Report Annexed

On behalf of Board of Directors

For Batliboi & Purohit
Chartered Accountants

Sd/-

K. K. Kshirsagar

Partner

Membership No.4047

Place : Mumbai

Date :29th August, 2008

Sd/-

S. B. Somani

Chairman

Sd/-

K. L. Mundra

Director

Profit & Loss Account for the Year Ended 31st March, 2008

Sources of Funds	Schedule	31st March, 2008 Rupees	31st March, 2007 Rupees
INCOME			
Sales (Net Incl. Excise Duty & Sales Tax)			
Miscellaneous Income	10	839,522	30,526,656
Total		839,522	30,526,656
EXPENDITURE			
Employees Remuneration & Benefits (Refer Note No.2a in Notes to Accounts)	11	5,455	35,057
Other Expenses	12	699,503	30,298,235
Total		704,958	30,333,292
Gross Profit / (Loss)		134,564	193,364
Depreciation for the Year		126,338	73,237
Profit /(Loss) Before Taxation		8,226	120,127
Less : Provision for Taxation			
Profit /(Loss) After Taxation		8,226	120,127
Add : Balance brought forward from previous Year		(29,680,930)	(29,801,057)
Profit /(Loss) Carried to Balance Sheet		(29,672,704)	(29,680,930)

As per our Report Annexed

For Batliboi & Purohit
Chartered Accountants

Sd/-

K. K. Kshirsagar
Partner
Membership No.4047
Place : Mumbai
Date : 29th August, 2008

On behalf of Board of Directors

Sd/-
S. B. Somani
Chairman

Sd/-
K. L. Mundra
Director

SCHEDULE 1 TO 12 FORMING PART OF ACCOUNTS

	Rupees	31st March, 2008 Rupees	31st March, 2007 Rupees
SCHEDULE - 1			
Share Capital			
Authorised :			
Equity Shares of Rs.10/- each	97,500,000		97,500,000
Preference Shares of Rs.100/- each	2,500,000		2,500,000
		100,000,000	100,000,000
Issued :			
Equity Shares of Rs.10/- each		15,000,000	15,000,000
TOTAL		15,000,000	15,000,000
Subscribed :			
Equity Shares of Rs.10/- each issued to Vendors as fully paid for consideration other than cash	30,000		30,000
Equity Shares of Rs.10/- each	14,970,000	15,000,000	14,970,000
TOTAL		15,000,000	15,000,000
SCHEDULE - 2			
Reserves and Surplus			
Capital Reserve	48,446,784		48,446,784
Investment Allowance Reserve	1,199,745		1,199,745
Investment Allowance Utilised	1,768,209		1,768,209
TOTAL		51,414,738	51,414,738
SCHEDULE - 3			
Unsecured Loans			
Interest free Sales Tax Loan under Packages Scheme of incentives from SICOM	1,196,976		1,196,976
Other Loans	-		-
Interest accrued and due	-		-
TOTAL		1,196,976	1,196,976
SCHEDULE - 4			
Fixed Assets			
Gross Block :			
Fixed Assets	909,390		30,500
Add : Purchased During the Year	-		878,890
Less : Depreciation	(211,775)		(85,437)
	697,615		823,953
		697,615	823,953
Fine Chemical Unit (Land, Building & Road)	-		9,543,074
Less : Sold out during the year	-		(9,543,074)
Less : Depreciation	-		-
TOTAL		6,97,615	8,23,953
Gross Block :			
Pharmaceutical Unit	-		256,209
Less : Sold During the Year	-		(256,209)
Less : Depreciation	-		-
	-		-
	-		-

Fixed Assets

Schedule - 4 continued...

Particulars	AT COST				Depreciation (On Writting Down Value Basis)				Net Block Rupees
	As on 31.03.2007 Rupees	Additions During the year Rupees	Deduction During the year Rupees	Total As on 31.03.2008 Rupees	Upto 31.03.2007 Rupees	For the year Rupees	On Disposal & Adjustment Rupees	Total As on 31.03.2008 Rupees	
Computer Vehicle	30,500 878,890	- -	- -	30,500 878,890	19,520 65,917	4,392 121,946	- -	23,912 187,863	6,588 691,027
Total (A)	909,390 (30500)	- (878890)	- -	909,390 (909390)	85,437 (12200)	126,338 (73237)	- -	211,775 (85437)	697,615 (823953)

SCHEDULE 1 TO 12 FORMING PART OF ACCOUNTS

		Rupees	31st March, 2008 Rupees	31st March, 2007 Rupees
SCHEDULE - 5				
	Investments (at Cost)			
	In Government Security (Unquoted)			
	Deposits with Government Authorities			
	12 Years National Defence Certificates	500		500
	7 Years National Defence Certificates	5,000		5,000
			5,500	5,500
Shares in Joint Stock Companies Other (Quoted)				
1	Equity Shares of Zandu Pharmaceuticals Works Ltd. of Rs.100/- each fully paid (Market Value Rs.1,337/-)		100	100
2040070	Equity Shares of Tecil Chemicals & Hydro Power Ltd. of Rs.10/- each fully paid (Market Value Rs.3264112/-)	30370381		
	Less: Diminution in Value of Shares	24,250,171	6,120,210	6,120,210
255000	Equity Shares of Tecil Chemicals & Hydro Power Ltd. of Rs.10/- each fully paid (Market Value Rs.408000/-)		701,250	701,250
250	Equity Shares of Tecil Chemicals & Hydro Power Ltd. of Rs.10/- each fully paid (Market Value Rs.400/-)		2,500	
27000	Equity Shares of Citric India Ltd. of Rs.10/- each fully paid (Market Value Rs.60,750/-)	1714500		
	Less: Diminution in Value of Shares	1,653,750	60,750	60,750
1900	Equity Shares of Reliance Chemotex Inds. Ltd. of Rs.10/- each fully paid (Market value Rs.17,100/-)		66,500	66,500
55	Equity Shares of Reliance Power Limited of Rs.10/- each fully paid (Market Value Rs.24,750/-)		24,750	
41000	Equity Shares of Ravindra Trading Agencies Rs.10/- each fully paid (Market Value Rs.6,64,200/-)		410,000	410,000
1862800	Equity Shares of Indian Infotech & Software Ltd. of Rs.10/- each fully paid (Market Value Rs.9314000/-)	10476099		
	Less: Diminution in Value of Shares	1,162,099	9,314,000	9,314,000
	(Aggregate Market Value of Quoted Shares Rs.1,37,29,499/-)		16,700,060	16,672,810
Unquoted				
1	Equity Shares of Shamrao Vitthal Co.Op Bank Ltd., of Rs.25/- each fully paid	25		25
5	Equity Shares of Capexil (Agencies) Ltd. of Rs.1000/- each fully paid	5,000		5,000
1000	Equity Shares of City Co.Op. Bank Ltd. of Rs.25/- each fully paid	25,000		25,000
			30,025	30,025
	TOTAL		16,735,585	16,708,335

SCHEDULE 1 TO 12 FORMING PART OF ACCOUNTS

	Rupees	31st March, 2008 Rupees	31st March, 2007 Rupees
SCHEDULE - 6			
Sundry Debtors Unsecured			
Debts outstanding for period exceeding Six Months : Considered Good	150,000		1,50,000
SCHEDULE - 7	TOTAL	1,50,000	1,50,000
Cash & Bank Balances			
Cash in Hand	94,046		51,0003
With Scheduled Bank Current Account	62,805		2,791,421
Short Term Deposit With Banks	-		15,000,000
SCHEDULE - 8	TOTAL	156,850	17,842,424
Loans & Advances			
Unsecured Considered Good			
Inetercorporate Deposits	16,500,000		-
Advances recoverable in cash or in kind or for value to be received	7,535,893		7,024,998
Advance to Staff	189,003		189,003
Deposit against Sales Tax	419,000		597,000
Balance with Excise Department on			
Current Account	22,487		22,487
Deposit with court in connection with suits	82,850		82,850
Tax Deducted at Source	-	105,337	-
	TOTAL	24,643,896	7,811,001
SCHEDULE - 9			
Current Liabilities & Provisions			
Current Liabilities			
Sundry Creditors	4,543,283		5,503,277
Advance against Sale of Assets	-		-
Unpaid Preference Shares (incl. Arrears of Dividend)	6,990		6,990
Call Money Payable	-		-
Security Deposit Received from Stockist & Others	-		-
Interest Accured & Due	-		-
	TOTAL	4,550,273	5,510,267
SCHEDULE - 10			
Miscellaneous Income			
Dividend Recd.	-	315,834	667,723
Sundry Balance W/Back	-	8,400	2,223,718
Misc. Receipts	-	-	925,321
Profit on Immoveble Assets	-	-	26,650,127
Interest Recd	-	-	59,765
Profit on Sale of Shares	-	515,287	-
Misc. Receipts (Lease Rent Recd)	-	1	2
	TOTAL	839,522	30,526,656

SCHEDULE 1 TO 12 FORMING PART OF ACCOUNTS

	Rupees	31st March, 2008 Rupees	31st March, 2007 Rupees
SCHEDULE - 11			
Employees Remuneration & Benefits :			
Ex-Gratia	-	5,455	3,453
Full & Final Settlement			
Gratuity Workers	-	-	25,878
Retrenchment Workers	-	-	-
Leave Encashment Workers	-	-	1,726
Leave Travel Allowance Workers	-	-	4,000
Salaries, Wages, Gratuity & Bonus		5,455	35,057
Security Charges			
Company's Contribution to:			
Employee's Provident Fund, Pension	-	-	-
Fund & Administrative Charges	-	-	-
Insurance Fund & Administrative Charges	-	-	-
Employees State Insurance Scheme	-	-	-
Staff Welfare Expenses	-	-	-
	Total	5,455	35,057
SCHEDULE - 12			
Other Expenses		6,000	-
Service Charges Paid		-	27,066,020
Dimunition in Value of Investment		140,901	-
Loss on Investment		11,248	11,236
Audit Fees		12,000	10,000
Listing Fees		9,604	1,416
Filing Fees		-	2,050
Conveyance		-	65,000
Deferred Revenue Expenditure Written Off		2,625	22,064
Bank Charges		1,200	15,511
Printing & Stationery		15,475	28,082
Postal Charges		24,800	24,644
Professional Charges		125,400	941,709
Subscription Charges		10,000	42,010
Sundry Balance W/ off		227,105	1,460,203
Travelling Expenses		60,774	-
Shares Registry Exp.		-	20,980
Lease Rent paid		-	583,950
Income Tax Paid		10,000	-
Sales Tax Paid		-	360
Repair & Maintenance		5,750	3,000
Vehicle Expenses		36,620	-
		699,503	30,298,235

SCHEDULE - 13

Significant Accounting policies --**a) General**

The Financial Statement have been prepared on their historical cost convention and in accordance with the normally accepted accounting principles on accrual basis.

b) Fixed Assets

Fixed Assets are valued at cost of acquisition less depreciation.

c) Depreciation

- 1) Leasehold Land are not depreciated.
- 2) Depreciation on Fixed Assets of Pharmaceutical Division was being provided on Written Down Value Method at the rate specified in the Schedule XIV of the Companies Act, 1956.
- 3) Depreciation on Fixed Assets of Fine Chemicals Division, is provided on Straight Line Method: on additions made from the year 1987-88 at the rate specified in the Schedule XIV of the Companies Act, 1956 and on additions made upto 1987-88, in accordance with a circular of Department of Company Affairs, Government of India dated 21st May, 1986, except Extra-Multiple Shift Allowance.
- 4) Depreciation on additions / deletions during the year is provided on a pro-rata basis from the month of addition / deletion.

d) Investment

Long Term Investments are value valued at cost of acquisition.

e) Valuation of Inventories

Stock of Shares are valued at Cost Value.

f) Employees Retirement Benefits

1. Company's Contribution to Provident Fund are Charged to Profit & Loss Account.
2. Gratuity payable to Employees is calculated as per provisions of the Gratuity Act. The Company provides for Gratuity Liability in the account as and when paid.
3. Leave encashment benefit at the time of retirement is considered on cash basis as and when paid.

g) Previous Year Expenses/Income

Expenses / Income pertaining to previous years are separately accounted for.

h) Deferred Revenue Expenditure

(To the extent not written off or adjusted) Deferred revenue Expenditure are being amortised over a period of ten years.

Notes Forming Parts of Account

1. Estimated amount of contract remaining to be executed to be on Capital Account and not provided for Rs. Nil (Rs. Nil)
2. a) The un-provided gratuity liability in the accounts is Rs.3,94,961/- payable to remaining 19 workmen.
b) The un-provided liability towards Leave Encashment is Rs.55,476/- payable to remaining 19 workmen.
3. Investment made by the Company during previous years and also made during the year are in excess of the limits prescribed U/s 372 / 372 A of the Companies Act, 1956 and needs approval of Central Government.
4. For the Assessment year 2003-04 the Income – Tax Department has raised a demand of Rs.31,77,291/- on completion of assessment for the said year. The Company has since filed an Appeal before CIT. For the Assessment Year 2004-05, the Income Tax Officer has raised a Demand of Rs.8053/- which has not been provided in the accounts.
5. Assessments Under the Bombay Sales Tax Act, 1959 and Central Sales Tax Act, 1956 have been completed up to 2001-02 relating to the additional demands and penalty amounting to Rs.18,05,093/- raised by the Department, against which the Company has filed appeals, and the necessary stay has been obtained by the Company.
6. Unsecured loans include interest free Sales Tax Loan from SICOM Rs. 11,96,976/- and have since become overdue. The Company has not provided any interest on this amount due to continuous losses
7. The Company had redeemed the Preference Shares and sent redemption proceeds to the preference shareholders. However, an amount of Rs.6,990/- is lying unpaid in Preference Shares Account, as the redemption payment made by the company has not been encashed so far.
8. The amounts overdue and remaining unpaid to Small Scale and /or Ancillary Industrial Suppliers on Principal and / or Interest as at close of the year could not be ascertained, since the information regarding the status of the suppliers as defined under the interest on delayed payment of Small Scale and Ancillary Industrial Undertaking Act, 1933 and Section 3(i) of the Industrial (Development and Regulations) Acts, 1951, was not available with the Company.

9. Earning Per Shares (EPS) computed in accordance with Accounting Standard 20 :

Category		For the Year ended 31 st March, 08	For the Year ended 31 st March, 07
A	(Loss)/Profit After Tax as per Accounts	8226	120127
B	Number of Shares	15,00,000	15,00,000
C	Basic & Diluted EPS	0.005	0.080
D	Nominal Value of Equity Shares	Rs10/-	Rs10/-

10. Related Party disclosures as per Accounting Standard 18 are given below Name & Description of Relationship with the related parties.

Sr. No.	Category	Amount Rs.	Remarks
1.	Ravindra Trading & Agencies Ltd.	61,93,345Dr	Group Co.

11. An Amount of Rs.1,89,003/- due from an Ex-Director included in Advance recoverable in cash or kind.
12. A sum of Rs.12,65,802/- included in Loans & Advances is considered Doubtful but no provision has been made in the accounts.

In view of discontinuance of manufacturing operations and uncertainty in set off of carried forward losses against future profits, the Company has not ascertained the deferred tax assets and liabilities as per Accounting Standard AS-22 issued by the Institute of Chartered Accounts of India.

For Batliboi & Purohit,
Chartered Accountants
Sd/-

K. K. Kshirsagar (PARTNER)

Membership No. 4047

Place: Mumbai
Date: August 29, 2008

For & on behalf of Board of Directors

Sd/-

S. B. Somani
Chairman

Sd/-

K. L. Mundra
Director

Cash Flow Statement for the year 31st March, 2008

	31st March, 2008 Rupees	31st March, 2007 Rupees
A Cash Flow from operating Activities		
Profit Before Tax	8	120
Adjustment For :		
Depreciation Provided	(126)	(73)
Profit on Sale of Fixed Assets		26,650
Profit on Sale of Shares	515	-
Sundry Balance W/Back	8	-
Dividend Recd	316	668
Interest Recd	-	60
Operating Profit before Working Capital Changes :	721	27,425
Adjustment For :		
Inventories	-	5,000
Debtors	-	16,186
Other Current Asstes (Excl. Cash & Bank Bal.)	-	65
Loans & Advances	(16,833)	5,202
Current Liabilities & Provisions	(960)	(26,634)
Cash Generated From Operations :	(17,072)	(5,258)
Interest paid	-	-
Direct Taxes Paid	(10)	-
Net Cash from Operating Activities (A)	(17,082)	(5,258)
B. Cash Flow before Extraordinary items :		
Dividend Recd	(316)	(668)
Interest Recd	-	(60)
Sundry Balance W/Off	255	-
Profit on Sale of Shares	(515)	-
Net Cash Flow From Operating Activities (B)	(576)	(728)
C. Cash Flow from Investing Activities		
Purchase of Fixed Assets	-	-
Sales of Fixed Assets	-	(29,499)
Purchase of Investments	(27)	-
Sales of Investments	-	16,482
Net Cash Received from In investing Activities (C)	(27)	(13,017)
D. Cash Flow from Financing Activities :		
Issue of Share Capital	-	-
Proceeds from Short Term Borrowing	-	1,300
(D)	-	1,300
Net Increase / (Decrease) in Cash or Cash Equivalents (A+B+C+D)	(17,685)	17,703
Cash & Cash Equivalents as at 1st April, 2007 (Opening Balance)	17,842	139
Cash & Cash Equivalents as at 31st March, 2008 (Closing Balance)	157	17,842
Actual Balance as per Balance Sheet	157	

Note:

1 The above Cash Flow Statement has been prepared under the indirect method as set out in the AS-3 on Cash Flow Statement issued by the Institute of Chartered Accountants of India.

2 Previous Year's figures has been re-arranged / re-gruouped wherever necessary

This Cash Flow Statement referred in our report of even date.

**Statement pursuant to part IV of Schedule VI of the Companies Act, 1956
Balance Sheet Abstract & Company's General Business Profile**

I Registration Details

Registration No.	3556	State Code	11
Balance Sheet Date	31	03	2008
	Day	Month	Year

II Capital raised during the year (Amount in Rupees Thousand)

Public Issue	Right Issue
Nil	Nil
Bonus Issue	Private Placement
Nil	Nil

III Position of Mobilisation & Development of Funds (Amount in Rupees Thousand)

Total Liabilities	Total Assets
67612	67612
Source of Funds	Reserve & Surplus
Paid-up Capital	51415
15000	Unsecured Loan
Secured Loan	1197
Nil	

Application of Funds

Net Fixed Assets	Investments
698	16736
Net Current Assets	Misc. Expenditure
20506	Nil
Accumulated Losses	
29673	

IV Performance of Company (Amount in Rupees Thousand)

Turnover	Total Expenditure
840	831
+/- Profit / Loss Before Tax	+/- Profit / Loss After Tax
9	9
Earning Per Share in Rs.	Divident Rate %
Nil	Nil

V Generic name of three principal Products / Services of the Company

Item Code No. (ITC-Code)
Product Discription : Pharmaceuticals & Bulk Drugs

On behalf of Board of Directors

Place : Mumbai
Date : 28th August, 2008

Sd/-	Sd/-
S. B. Somani	K. L. Mundra
Chairman	Director

CHEMO PHARMA LABORATORIES LTD.

Regd. Office : Plot No.5, MIDC, Kalyan-Bhiwandi Road, Post-Saravali, Dist. Thane.

PROXY FORM

I/We of in
 the district of being member/members of above named Company hereby
 appoint of in
 the district of or failing him
 of in the district of
 as my/our Proxy to vote for me/us on my/our behalf at the Annual
 General Meeting of the Company to be held on 26th September, 2008 at 11.00 a.m. and at any
 adjournment there of.

Signed this day of 2008

Affix Re.1 Revenue Stamp
--

Folio No.

NOTE: THE PROXY DULY COMPLETED MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE
 COMPANY NOT LESS THAN 48 HOURS BEFORE THE TIME FOR HOLDING THE MEETING.

————— TEAR HERE —————

CHEMO PHARMA LABORATORIES LTD.

Regd. Office : Plot No.5, MIDC, Kalyan-Bhiwandi Road, Post-Saravali, Dist. Thane.

ATTENDANCE SLIP

TO BE HANDED OVER AT THE ENTRANCE OF THE MEETING HALL

Full name of the Share Holder _____

 Full name of the First Joint Holder _____
 (To be filled in if first named joint holder does not attend the meeting)

 Name of Proxy _____
 (To be filled in if Proxy Form has been duly deposited with the Company)

I, hereby record my presence at the Meeting of the Share Holders of the Company held at the
 Registered Office of the Company on Friday, 26th September, 2008 at 11 a.m.

Registered Folio No. _____

Share Holders/Proxy's Signature
 (To be signed at the time of handing over the slip)

No. of Shares held _____

If undelivered, please return to:

CHEMO PHARMA LABORATORIES LTD.

Empire House, 214, Dr. D. N. Road,
Fort, Mumbai – 400 001.