

DHANVANTRI
JEEVAN REKHA LTD.

SIXTEENTH ANNUAL REPORT

DHANVANTRI JEEVAN REKHA LIMITED

NOTICE

Notice is hereby given that the 16th **Annual General Meeting** of the members of M/s **DHANVANTRI JEEVAN REKHA LIMITED** will be held on Friday the 25th day of September, 2009 at Western U.P. Chamber of Commerce & Industry, Bombay Bazar, Meerut Cantt., Meerut at 11.00 A.M. to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Balance Sheet as at 31st March 2009 and the Profit & Loss Account for the year ended on that date along with the Report of the Directors and Auditors thereon.
2. To reappoint Director in place of Dr. S.P. Gupta, who retires by rotation, and being eligible offers himself for re-appointment.
3. To reappoint Director in place of Ms. Shalini Sharma, who retires by rotation, and being eligible offers herself for re-appointment.
4. To reappoint Director in place of Ms. Priyanka Sharma, who retires by rotation and being eligible offers herself for re-appointment.
5. To reappoint M/s Vipin Nagar & Co., Chartered Accountants, Meerut as Auditors to hold the office until the conclusion of the next Annual General Meeting and to fix their remuneration.

For & on Behalf of the Board of Directors

Place : Meerut
Date : 26.08.2009

(Dr. S.P. Gupta)
CHAIRMAN

Notes:

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 of the company. Proxies, in order to be effective, must reach the registered office of the company not less than 48 hours before the meeting.
2. Members are requested to bring their Annual Report alongwith them as extra copies will not be supplied due to high cost of paper & printing.
3. A member desirous of obtaining any information on accounts of the company at the Annual General Meeting is requested to forward such queries to the company at least ten days prior to the meeting enabling the Management to keep the information ready.
4. The company's Register of Members and Share Transfer Book will remain closed on 23.09.2008 to 25.09.2008.

DHANVANTRI JEEVAN REKHA LIMITED
Registered office: Number One, Saket, Meerut, U. P.

DIRECTORS' REPORT

Dear Members

Your Directors have the pleasure in presenting the 16th Annual Report of the company together with Financial Statements for the year ended on 31st March 2009.

FINANCIAL & OPERATIONAL REVIEW:

FINANCIAL RESULTS:

(Rs in Lacs)

S.No. Financial Heads	Year ended 31.03.2009	Year ended 31.03.2008
1. Operating Income	269.28	253.23
2. Other Income	4.92	4.02
3. Gross Profits before depreciation & interest	72.81	79.32
4. Interest	4.91	9.97
5. Gross Profits after interest but before depreciation	67.90	69.35
6. Depreciation	48.83	47.95
7. Provision for Taxation	2.41	2.20
8. Deferred Tax Provision	8.99	(2.59)
9. Profit after Tax	7.67	21.78
10. Proposed Dividend	-	16.39
11. Corporate Dividend Tax thereon	-	2.79
12. Balance after taxation carried over to the Balance Sheet	7.67	2.60

During the year under review the revenue of the company has increased to Rs. 269 Lac registering a growth of 6.34% as against the revenue of Rs. 253 Lac for the previous year ended on March 31 2008. The Net Profits after Tax (PAT) of the company for the year ended March 31 2009 stood at Rs. 7.67 Lac in comparison of Rs. 21.78 Lac in the previous year ended on 31.03.2008. The profits have gone down due to increase in the scale of operations thereby leading to increase in cost of operations specially the medical consultancy expenses. Your Directors recommend that the Company needs to go for expansion activity at the earliest in order to earn higher revenues.

FUTURE OUTLOOK

Your Company will continue to focus on both development and expansion of its operational activities. In order to secure competitive growth the underlying key requirement is volume growth. To achieve the same the Company plans to vigorously follow its expansion of Hospital Building Plan.

In addition to above, managing margins through judicious pricing and sustained efficiencies and cost saving will receive constant attention.

DIVIDEND:

In view of expansion of operational activities proposed by the Company, the Directors do not propose any dividend for the year 2008-09.

AUDITORS:

M/s Vipin Nagar & Co., Meerut, auditors of the company retire at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment. They have also furnished a certificate to the company stating that their appointment if made, will be within the limits laid down under section 224 (1B) of The Companies Act, 1956.

CORPORATE GOVERNANCE:

The Company has complied with the guidelines prescribed by the Stock Exchanges on Corporate Governance. The Company has constituted Audit Committee, Share Transfer Committee and Investors' Grievances Redressal Committee. The details of compliance made by the Company along-with a certificate from the Auditors and Management Discussion and Analysis are as per Annexure - "A" and "B" respectively forming part of this report.

DIRECTORS:

Pursuant to section 256 of The Companies Act, 1956 Dr. S.P. Gupta, Ms. Shalini Sharma and Ms. Priyanka Sharma Directors of the company retire by rotation in the ensuing Annual General Meeting and being eligible offer themselves for re-appointment. The Board recommends their reappointment. The information on the particulars of Directors seeking re-appointments as required under Clause 49 of the Listing Agreement executed with the Stock Exchanges, have been given under Corporate Governance (Annexure "A") of this report.

LISTING ON STOCK EXCHANGE:

The company's securities are listed on The Uttar Pradesh Stock Exchange Association Ltd., Kanpur, The Stock Exchange, Mumbai and The Stock Exchange Association Ltd., Delhi. The company has paid the listing fee for all the stock exchanges for the financial year 2008-09 and has complied with all the requirements of the listing agreement.

INFORMATION AS PER SECTION 217(1)(e) READ WITH THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988 & FORMING PART OF THE DIRECTORS' REPORT FOR THE YEAR ENDED ON 31ST MARCH 2009

A. CONSERVATION OF ENERGY:

Your company is not covered by the Schedule of industries under Rule 2 of the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988 requiring furnishing of information regarding conservation of energy. However, the company does lay a great deal of emphasis on conservation of energy in all phases of operation.

B. TECHNOLOGY ABSORPTION : Not Applicable

C. FOREIGN EXCHANGE EARNINGS AND OUTGO:

- a) Foreign exchange Earnings : NIL
- b) Foreign exchange Outgo : NIL

DHANVANTRI JEEVAN REKHA LIMITED

RESPONSIBILITY STATEMENT OF THE BOARD OF DIRECTORS as required under section 217(2AA) of The Companies Act, 1956

Pursuant to the requirement U/s 217(2AA) of The Companies Act, 1956 with respect to Directors' Responsibility statement it is hereby confirmed:

- i) That in the preparation of accounts for the financial year ended on 31.03.2009 the applicable accounting standards have been followed along-with proper explanation relating to material departures;
- ii) That the Directors have selected such Accounting Policies and applied them consistently and made judgment and estimates that were reasonable and prudent so as to give 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) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of The Companies Act, 1956 and for safeguarding the assets of the company and for preventing and detecting other irregularities;
- iv) That the Directors have prepared the accounts for the financial year ended 31.03.2009 on a going concern' basis.

PARTICULARS OF EMPLOYEES:

The provisions of Section 217 (2A) of The Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, as amended, are not applicable, as there is no employee drawing remuneration beyond the stipulated amount provided in the said rules.

ACKNOWLEDGEMENT:

Your Directors take this opportunity to place their sincere appreciation for the faith, guidance and support by the Medical Professionals, Business Associates, Company's Bankers and the shareholders during the year under review.

The Directors also wish to sincerely appreciate the dedication and commitment of each staff member during the year under review. They also place on record their appreciation of the contributions made by every member of the DJRL family.

By Order of the Board of Directors

**Place : Meerut
Date : 26.08.2009**

**(Dr. S.P. GUPTA)
Chairman**

CORPORATE GOVERNANCE

Company's Philosophy on Code of Governance

Transparency and accountability are the two basic tenets of Corporate Governance. Responsible corporate conduct is integral to the way we do our business. Our actions are governed by our values and principles, which are reinforced at all levels within the Company. We, at Dhanvantri Jeevan Rekha, are committed to doing things the right way which means taking business decisions and acting in a way that is ethical and is in compliance with the applicable legal requirements. Our code of business principles is an extension of our values and reflects our continued commitment to ethical business practices and regulatory compliance. We acknowledge our individual and collective responsibilities to manage business activities with integrity.

The Board of Director of your Company plays a critical role in overseeing how the management serves the short and long term interest of the shareholders, employees, government, other constituents and stakeholders. We strive to maintain an active, informed and independent Board. We keep our governance practices under continuous review and benchmark ourselves to best governed companies across the globe.

The Compliance Report is prepared and given below in conformity with the mandatory requirements of listing agreement with the Stock Exchanges.

BOARD OF DIRECTORS

As on March 2009, the Company's Board of Directors consists of ten Directors. Of these, two are Executive Directors, eight are Non-Executive Directors and four are non-executive and independent Directors. As the Chairman is a non-executive director, one-third Directors are independent Directors the composition is in consonance with clause 49. There is no Nominee Director on the Board of the Company. Details of the composition are given in Table 1.

TABLE 1 DETAILS ABOUT COMPANY'S BOARD OF DIRECTORS/ATTENDANCE RECORD

Director	Number of Board Meetings		Attendance at Last AGM	Number of Committee memberships held	Number of Committee Chairmanship held	Number of outside Directorships held
	Held	Attended				
				(Excluding Private Companies, Foreign Companies and Section 25 Companies)		
Executive Directors						
Dr. V.S. Phull	11	10	Yes	None	None	1
Dr. G.P. Elhence	11	11	Yes	None	None	None
Non-Executive Directors						
Dr. S.P. Gupta	11	11	Yes	None	None	None
Dr. S.P. Mittal	11	11	Yes	None	None	None
Dr. S.K. Khatri	11	11	Yes	None	None	2
Ms. Shalini Sharma	11	-	No	None	None	None
Mrs. Meenakshi Elhence	11	11	Yes	None	None	1
Non-Executive and Independent Directors						
Mr. Premjit S. Kashyap	11	11	Yes	None	None	None
Mr. Abhimanyu Arora	11	11	Yes	None	None	None
Ms. Priyanka Sharma	11	-	No	None	None	None

BOARD MEETINGS

During the year 2008-09 the Board of Directors met 11 times on 30.04.2008, 24.05.2008, 28.06.2008, 29.07.2008, 23.08.2008, 30.10.2008, 06.12.2008, 30.12.2008, 31.01.2009, 07.03.2009 & 28.03.2009.

The longest gap between any two Board Meetings did not exceed the prescribed period of four months.

DIRECTORS' ATTENDENCE RECORD AND DIRECTORSHIPS

Details are given in Table 1.

DETAILS OF DIRECTORS SEEKING APPOINTMENT/ RE-APPOINTMENT AS REQUIRED UNDER CLAUSE 49 OF THE LISTING AGREEMENT

Pursuant to the requirements of the Listing Agreement of Stock Exchange on Corporate Governance, the information about the Directors proposed to be appointed/ re-appointed is given hereunder.

Dr. S.P. Gupta, Ms. Priyanka Sharma and Ms. Shalini Sharma who are Directors liable to retire by rotation, being eligible offer themselves for reappointment in the forthcoming AGM.

The brief resume of all the Directors liable to retire by rotation at the ensuing Annual General Meeting are given as under:

1. Dr. Surendra Prakash Gupta, aged about 81 years, has done M.B.B.S. from K. G. Medical College, Lucknow and he has done three years training in orthopedic surgery from D. C. General Hospital, Washington, USA.
2. Ms. Shalini Sharma, aged 29 years, is a Law Graduate from UK and is working with a Law Firm since last five years.
3. Ms. Priyanka Sharma aged 28 years, is a BBA from Delhi and has five years experience in the field of business management.

CODE OF CONDUCT

The Board of Directors of the Company has laid a Code of Conduct for Directors and the senior management. The Code of Conduct is posted on the company's website. All Directors and designated personnel in the senior management have affirmed compliance with the code for the year under review. A declaration to this effect duly signed by Dr. V.S. Phull, Managing Director, is annexed to this report.

AUDIT COMMITTEE

The Audit Committee was set up as per the provisions of section 292 A of the Companies Act, 1956 and clause 49 of the Listing Agreement of the Stock Exchange(s). As on March 2009, the committee had two Non-Executive and Independent Directors and one Non-Executive Director in accordance with the prescribed guidelines. The Company Secretary of the company shall act as the Secretary of the committee. The role and terms of reference of the Audit Committee covers the areas mentioned under clause 49 of the Listing Agreement with the Stock Exchanges besides other terms as may be referred by the Board of Directors.

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TABLE 2 DETAILS OF THE AUDIT COMMITTEE

Director	Category	No. of meetings held	No. of meetings attended
Mr. P.S. Kashyap	Chairman	4	4
Mr. Abhimanyu Arora	Member	4	4
Dr. S.K. Khatri	Member	4	4

The composition, functions and procedures of the Audit Committee are in conformity with the requirements of Clause 49 II of the Listing Agreement and that of Section 292A of the Companies Act, 1956.

Date of Meeting:

The Audit Committee met 4 times in the year under review –28.06.2008, 23.08.2008, 30.12.2008 and 31.01.2009.

The attendance record of the members of the Committee is given in Table 2.

Powers of Audit Committee:

- a) To investigate any activity within its terms of reference
- b) To Seek information from any employee
- c) To Obtain outside legal or other professional advise
- d) To secure attendance of outsiders with relevant expertise, if it considers necessary.

The terms of reference as stipulated by the Board to the Audit Committee include:

- a) Review of the Company's financial reporting process and disclosure of its financial information.
- b) Recommending the appointment and removal of external auditors, fixation of audit fee and Recommending payments for any other services
- c) Reviewing with the management the annual financial statements before submission to the Board, focusing primarily on
 - (i) Changes in accounting policies and practices.
 - (ii) Major accounting entries involving estimates based on the exercise of judgment by the management.
 - (iii) Qualifications in the draft audit report.
 - (iv) Significant adjustments arising out of audit.
 - (v) The going concern assumption.
 - (vi) Compliance with accounting standards.
 - (vii) Compliance with stock exchange and legal requirements concerning financial statements
 - (viii) Disclosure of any related party transactions.

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- d) Reviewing with the management, the external and internal auditors the adequacy of internal control systems.
- e) Reviewing with the management, the quarterly financial statements before submission to the Board for approval.
- f) Discussion with internal auditors of any significant findings and follow up there on.
- g) Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or failure of internal control systems of a material nature and reporting the matter to the Board.
- h) Discussion with statutory auditors about the nature and scope of audit as well as post audit discussion to ascertain any area of concern.

The committee is in compliance with its requirements under this charter.

REMUNERATION

The directors' remuneration policy of your Company confirms with the provisions under the Companies Act, 1956. Remuneration of the Non-Executive Directors is determined by the Board of Directors.

The details of payment of sitting fees, professional fees to the Non Executive Directors during the year 2008-2009 are given below:

TABLE 3. REMUNERATION TO EXECUTIVE DIRECTORS

Executive Directors	Remuneration	Board Meetings	Committee Meetings	Professional Fees	Total
1. Dr G. P. Elhence	-	28,000	30,000	13,500	71,500

TABLE 4. REMUNERATION PAID TO MANAGING DIRECTOR FOR THE YEAR 2008-2009 IS AS UNDER:

Name	Remuneration	Board Meetings	Committee Meetings	Professional Fees	Total
1. Dr. V.S. Phull	-	26,000	30,000	-	56,000

TABLE 5. REMUNERATION PAID TO NON- EXECUTIVES DIRECTORS:

Non – Executive Directors	Board Meetings	Committee Meetings	Professional Fees	Total
1. Dr. S .P. Mitthal	28,000	30,000	-	58,000
2. Dr. S. P. Gupta	28,000	30,000	-	58,000
3. Dr. S. K. Khatri	28,000	30,000	-	58,000
4. Mr. Abhimanyu Arora	28,000	30,000	-	58,000
5. Mr. Premjit Singh Kashyap	28,000	30,000	-	58,000
6. Ms. Shalini Sharma	-	-	-	-
7. Mrs. Meenakshi Elhence	28,000	30,000	-	58,000
8. Ms. Priyanka Sharma	-	-	-	-

SHAREHOLDERS/INVESTORS GRIEVANCE COMMITTEE

The Committee is authorised to redress shareholders complaints like delay in transfer, non-receipt of securities, Balance Sheet, Dividend or Interest etc. The composition is stated hereunder. There are no pending complaints at the end of the financial year.

Composition of Shareholders Grievance Committee:

1. Dr. S. P. Gupta- Chairman
2. Dr. V. S. Phull - Member
3. Mrs. Meenakshi Elhence - Member

SHARE TRANSFER COMMITTEE

A Share Transfer Committee has been constituted by the Board to approve transfer/transmission, dematerialization/rematerialisation, sub-division/consolidation, issue of duplicate share certificates etc. The Committee attends to the transfer and other formalities once in fortnight. Its composition is stated hereunder:

Composition of Share Transfer Committee

- 1 Ms. Shalini Sharma
- 2 Mr. Abhimanyu Arora
- 3 Mr. Premjit S. Kashyap
- 4 Dr. S.K. Khatri

MANAGEMENT

A. Management Discussion and Analysis Report

The information relating to Management Discussion and Analysis is set out in a separate section included in this Annual Report and it forms part of this Report.

B. Disclosures

(i.) Related Party Transaction

The Company has not entered into any materially significant related party transactions with the Promoters, Directors or Management, their subsidiaries or relative etc. that may have potential conflict with the interest of the Company at large

Transactions with the related parties are disclosed in Note No. 4 of Schedule of Notes 16.

(ii.) Compliance by the Company

The Company has complied with the requirements of Stock Exchanges, SEBI and other statutory authorities on all matters relating to capital markets during the last three years.

No penalties or strictures have been imposed on the Company by the Stock Exchanges, SEBI, or other statutory authorities relating to the above.

(iii.) Disclosure of Accounting Treatment

In preparation of the financial statements for the year ended on 31.03.2009, there was no treatment different from that prescribed in the accounting standards that had been followed

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(iv.) Board Disclosures-Risk Management

The Company has laid down procedures to inform Board members about the risk assessment and minimization procedures. These procedures are periodically reviewed to ensure that executive management controls risk through means of properly defined framework.

Means of Communication

Quarterly, half yearly and Annual financial results are normally published in one English and one Hindi newspaper. As the results of the Company are published in the newspaper, half yearly reports are not sent to each household of shareholders.

The results can also be seen on Company's website @ www.djrl.org

GENERAL SHAREHOLDER INFORMATION

1. Annual General Meeting

Date	:	25 th September 2009
Time	:	11.00 A.M.
Venue	:	Western U.P. Chamber of Commerce & Industry, Bombay Bazar, Meerut Cantt., Meerut.

2. Financial Calendar

1 st Quarter	:	1 st April to 30 th June
2 nd Quarter	:	1 st July to 30 th Sept.
3 rd Quarter	:	1 st October to 31 st December
4 th Quarter	:	1 st January to 31 st March

3. Dates of Book Closure : 23rd to 25th September 2009

4. Dividend : N.A.

5. Listing of Securities : At present the equity shares of the Company are listed as stated below vide Table 6

TABLE 6 DETAILS OF LISTING OF SECURITIES AT STOCK EXCHANGE

The Stock Exchange, Mumbai	Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai
The Uttar Pradesh Stock Exchange Association Ltd.	Padam Towers 14/113, Civil Lines, Kanpur-208001
The Delhi Stock Exchange Association Ltd.	DSE HOUSE, 3/1, Asaf Ali Road, New Delhi 110002.

6. Demat ISIN Number for NSDL

ISIN Number issued for Equity Shares by NSDL is INE239F01015

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Registered office or Address of Correspondence

Shareholders can send their Correspondence at their Registered Office at Number One, Saket, Meerut.

7. General Body Meetings

The particulars of the last three Annual General Meetings of the Company are provided hereunder. All the resolutions set out in the respective notices were duly carried on by the shareholders.

TABLE 7 LAST THREE ANNUAL GENERAL MEETINGS OF THE COMPANY

Nature of Meeting	Date and Time	Venue	Special Resolution passed at AGM for
Thirteenth Annual General Meeting	30 th September, 2006 at 11.00 A.M.	Western U.P. Chambers of Commerce and Industry, Bombay Bazar, Meerut Cantt., Meerut	No Special Resolution was passed.
Fourteenth Annual General Meeting	30 th September, 2007 at 11.00 A.M.	Western U.P. Chambers of Commerce and Industry, Bombay Bazar, Meerut Cantt., Meerut	No Special Resolution was passed.
Fifteenth Annual General Meeting	26 th September, 2008 at 11.00 A.M.	Chambers of Commerce and Industry, U.P. Chamber Bhawan, 194, Delhi Road Opp. Roadways Bus Stand, Meerut	No Special Resolution was passed.

All the Resolutions including the Special Resolutions set out in the respective notices were passed by the shareholders.

8. Registrar and Transfer Agent

M/s Beetal Financial & Computers Services Pvt. Ltd., 'Beetal House' 3rd Floor, 99 Madangir, Behind Local Shopping Centre, Near Dada Harsukhdas Madangir, New Delhi – 110 062 Tel No. 011-29961281 (6 lines), Fax: 011-29961284

10. Share Transfer System

The company's shares are transferred from the selling shareholders in dematerialized & physical form. However they are traded in the Stock Exchanges compulsorily in the Demat mode. Any request for rematerialisation and / or transfer of shares is attended to within the stipulated time.

11. Investors Correspondence

Shareholders can send their correspondence to the Registrar and Transfer Agent at New Delhi or Secretarial Department M/s Dhanvantri Jeevan Rekha Ltd. at their Registered Office at Number One, Saket Meerut.

DHANVANTRI JEEVAN REKHA LIMITED

12. Compliance Officer

Shri Pankaj Gupta, Company Secretary

13. Distribution Schedule as on 31.03.2009

	Category	No. of Shares held	Percentage of shareholding
A	Promoter's holding		
	1. Promoters		
	(a) Indian Promoters	482450	11.77
	- Foreign Promoters	Nil	Nil
	2. Persons acting in concert	1004850	24.52
	Sub-Total	1487300	36.29
C.B	Non-Promoters Holding		
	3. Institutional Investors		
	a. Mutual Funds and UTI	Nil	Nil
	b. Banks, Financial Institutions, Insurance Companies (Central/State Govt. Institutions/ Non-government Institutions)	Nil	Nil
	c. FIs	Nil	Nil
	Sub-Total	Nil	Nil
	4. Others		
	a. Private Corporate Bodies	Nil	Nil
	b. Indian Public	1287250	31.41
	*c. NRIs/OCBs	164650	4.02
	d. Other Bodies Corporate	1159200	28.28
	Sub-Total	26,11,100	63.71
	Grand-Total	40,98,400	100.00

Compliance with Clause 49 of the Listing Agreement

The Company has complied with all mandatory requirements of Corporate Governance Clause 49 of the Listing Agreement.

A certificate from the Auditors of the Company regarding compliance of conditions of corporate governance is annexed to the Directors' Report

By Order of the Board of Directors

Place : Meerut
Date : 26.08.2009

(Dr. S. P. GUPTA)
Chairman

CEO/CFO CERTIFICATION

To

The Board of Directors
Dhanvantri Jeevan Rekha Limited

In relation to the Audited Financial Accounts of the Company as at 31.03.2009, we hereby certify that

- a) I have reviewed the financial statements and the cash flow statement for the year and that to the best of our knowledge and belief.
 - i) These statements do not contain any materially untrue statement or omit any material fact or contain statement that might be misleading;
 - ii) These statements together present a true and fair view of the company's affairs and are in compliance with the existing accounting standards, applicable laws and regulations.
- b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's Code of Conduct.
- c) I accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of the internal control systems of the company pertaining to financial reporting and we have disclosed to the Auditors and Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- d) I have indicated to the Auditors and the Audit Committee
 - i) significant changes in internal control over financial reporting during the year;
 - ii) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - iii) Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

For Dhanvantri Jeevan Rekha Ltd.

Sd/-

(Dr. V.S. Phull)

Managing Director

Place : Meerut

Date : 26.08.2009

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

The Members of Dhanvantri Jeevan Rekha Limited
Meerut

We have examined the compliance of the conditions of Corporate Governance by Dhanvantri Jeevan Rekha Limited for the year ended 31.03.2009 as stipulated in clause 49 of the Listing Agreement of the said Company with the Stock Exchanges in India.

The Compliance of the conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to the 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 an opinion on the Financial Statements of the Company.

In our opinion and to the best of our information and 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.

We state that generally no investor grievances are pending for a period exceeding one month against the Company as per the records maintained by the Investors Grievance Committee.

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

For Vipin Nagar & Co.
Chartered Accountants
Sd/-
(Vipin Nagar)
F.C.A.
Membership No: 074041

Place : Meerut
Date : 26.08.2009

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management discussion and analysis report as required under Clause 49 of the listing agreement is as under:

INDUSTRY STRUCTURE AND DEVELOPMENTS

Hospital/Healthcare business is a high operating leverage business and just like other service industries including hotels and airline business, occupancy is the most critical variable for growth and profitability.

The company has a hospital, providing diagnostic and therapeutic services in the field of Urology, Gastroenterology, Cardiology, Neurology and Radiology including Magnetic Resonance Imaging (MRI). It has extended its scope of diagnosis and hospital services by providing a fully operational Cath Lab, catering to higher end needs of the cardiac patients including Angiography, Angioplasty, Pacemaker Implantation, Valvuloplasty etc for which the patients were referred to Delhi which is at a distance of about 80 Kms from Meerut.

The Company had a high occupancy rate of beds during the year under review. Considering the same, the Board is now at final stage of its approval for expansion plan of the hospital..

OUTLOOK ON OPPORTUNITIES, THREATS, RISKS AND CONCERNS

Healthcare reforms in the last decade have resulted into growth in share of healthcare and made it the largest industry in the world. A key highlight of the reform has been the increase in the role of private sector. The share of private sector will keep increasing as public healthcare facilities continue to face resource crunch and poor management. However, the higher share of private sector does not essentially translate into better healthcare facilities for individuals as private sector is highly unorganized and mainly controlled by Charitable Trust and individual Doctors draw attention to bridge the demand supply gap for quality health services.

The company may have to face stiff competition from the emerging multi specialty corporate hospitals and needs to mitigate the risk by increasing its bed capacity thereby increasing the operating margins, image building, improve upon its ability to attract good consultants, quality of nursing staff, Equipments, other facilities. However, it is at a competitive advantage as it always strives for operational efficiency and makes investment in medical equipments with latest technology.

Further, It is now planning for expansion by way of adding the bed capacity in the Hospital and also adding some more specialty departments to meet the growing demand for health care. For implementation of the said plan the Company has acquired the adjoining plot and the said expansion is under final stages of consideration of the Board.

INTERNAL CONTROL SYSTEM AND ITS ADEQUACY

Dhanvatri Jeevan Rekha has maintained a proper and adequate system of internal control. This is to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition and that transaction are authorised, recorded and reported correctly.

DHANVANTRI JEEVAN REKHA LIMITED

All the internal reviews and findings are placed before the Audit Committee of the Board for their reviews.

FINANCIAL PERFORMANCE

During the year under review the revenue of the company has increased to Rs. 269 Lac registering a growth of 6.34% as against the revenue of Rs. 253 Lac for the previous year ended on March 31 2008. The Net Profits after Tax (PAT) of the company for the year ended March 31 2009 stood at Rs. 7.67 Lac in comparison of Rs. 21.78 Lac in the previous year ended on 31.03.2008. The profits have gone down due to increase in the scale of operations thereby leading to increase in cost of operations specially the medical consultancy expenses. Your Directors recommend that the Company needs to go for expansion by way of addition in building at the earliest in order to earn higher revenues.

HUMAN RESOURCES

Human resources are the most valued of all assets of the Company. The Company provides challenges, encourages initiative, and recognizes and rewards excellence through performance incentives, bonuses etc. The Company believes in enhancing the professional expertise of all its employees and towards this end reviews and evolves policies/ processes to attract best of the scientific, technical and managerial talent.

CAUTIONARY NOTE

The statement on expectations and future made hereinabove are based on certain assumptions and likelihood of future events. The Company's performance and/ or financial results may thus materially differ from such statements, if any.

AUDITOR'S REPORT

The Members,
M/s Dhanvantri Jeevan Rekha Limited,
Meerut

1. We have audited the annexed Balance Sheet of **M/S DHANVANTRI JEEVAN REKHA LIMITED** as at 31st March 2009, and also the Profit & Loss Account and the Cash Flow Statement 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.
2. We conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides reasonable basis for our opinion.
3. 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 (hereinafter referred to as the "Act") we annex hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent applicable.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:
 - (i). We have obtained all the information and explanations which, to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (ii). In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examination of the books;
 - (iii). The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of accounts;
 - (iv). In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in Section 211 (3C) of the Companies Act, 1956;
 - (v). On the basis of written representation received from the directors of the company as on 31st March 2009 and taken on record by the Board of Directors, we report that none of the Directors is disqualified from being appointed as a Director as on March 31, 2009 from being appointed as a Directors, in terms of clause (g) of subsection (1) of section 274 of the Companies Act, 1956;

DHANVANTRI JEEVAN REKHA LIMITED

(vi.) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a). in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2009; and
- (b). in the case of the Profit & Loss Account, of the profit for the year ended on that date.
- (c). In the case of cash flow statement, of the cash flows for the year ended on that date.

For **Vipin Nagar & Co.**,
Chartered Accountants

(Vipin Nagar)
F.C.A.
Membership No. 074041
Place : Meerut
Date : 26.06.2009

ANNEXURE TO THE AUDITOR'S REPORT

The Annexure referred to in paragraph 3 of the auditor's report to the members of **DHANVANTRI JEEVAN REKHA LIMITED** for the year ended March 31, 2009. We report that:

- i. The Company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets. All fixed assets have been physically verified by the management during the year. In our opinion, the frequency of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification. There was no substantial disposal of fixed assets during the year.
- ii. The management has conducted physical verification of inventory at reasonable intervals. The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business. The Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.
- iii. (a) As informed to us, the Company has not granted/taken any loans, secured or unsecured to Companies, firms or other parties covered in the register maintained U/s 301 of The Companies Act.
(b) Since, there are no such loans, the comments regarding terms and conditions for repayment of the principal amount and interest thereon, overdue amount are not required.
- iv. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business, for purchase of inventory and fixed assets and for sale of goods and services. Accordingly, the issue of continuing failure to correct major weakness in the internal control in these areas does not arise.
- v. Based on the audit procedures applied by us and according to the information and explanation provided by the management, we are of the opinion that there are no contracts or arrangements that need to be entered into the register maintained under section 301 of the Companies Act, 1956.
- vi. The Company has accepted deposits from public and in our opinion company has complied with the provisions of sec 58A and 58AA of The Companies Act, 1956 and the Companies(Acceptance of deposits) Rules,1975.
- vii. To the best of our knowledge and as explained, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956 for the products of the Company.
- ix. According to the records of the Company, the Company is generally regular in depositing undisputed statutory dues including Provident Fund dues, Income Tax and other statutory dues with the appropriate authorities. There are no arrears on this account. We have been informed that The Employees State Insurance Act is not applicable on the company.

DHANVANTRI JEEVAN REKHA LIMITED

- x. The Company has no accumulated losses at the end of the financial year and it has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- xi. Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to Banks and Financial Institutions. We have been informed that the company did not have any outstanding debentures during the year.
- xii. According to the information and explanations given to us and based on the documents and records produced to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii. In our opinion the Company is not a chit fund or a nidhi mutual benefit fund/society. Therefore, the provisions of clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xiv. In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xv. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from Banks or Financial Institutions.
- xvi. In our opinion the term loan has been applied for the purpose for which they were raised.
- xvii. We have been informed by the management that the funds raised on short-term basis have not been used for long-term investment. No long-term funds have been used for finance of short-term assets.
- xviii. The Company has not made any preferential allotment of shares to parties or Companies covered in the register maintained under section 301 of the Companies Act, 1956.
- xix. The Company did not have any outstanding debentures during the year.
- xx. The Company has not raised any money through a public issue during the year.
- xxi. Based upon the audit procedures performed by us for expressing our opinion on these financial statements and information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For **Vipin Nagar & Co.**,
Chartered Accountants

Sd/-
(Vipin Nagar)
F.C.A.

Place : Meerut
Date : 26.06.2009

DHANVANTRI JEEVAN REKHA LTD.

BALANCE SHEET AS AT MARCH 31, 2009

	SCHEDULE	AS AT 31.03.2009	AS AT 31.03.2008
SOURCES OF FUND			
Shareholders' Funds:			
Share Capital	I	41,536,000	41,536,000
Reserve And Surplus	II	6,042,833	5,275,349
Secured Loans	III	-	4,000,000
Unsecured Loans	IV	759,189	2,287,527
TOTAL		<u>48,338,022</u>	<u>53,098,876</u>
APPLICATION OF FUNDS			
Fixed Assets			
Gross Block	V	97,209,065	96,412,924
Less : Depreciation		<u>50,924,967</u>	<u>46,041,511</u>
Net Block		46,284,098	50,371,413
Current Assets, Loans & Advances			
Inventories	VI	229,239	341,095
Cash & Bank Balance	VII	3,313,094	2,672,201
Loans and Advances	VIII	3,093,447	5,343,663
		<u>6,635,780</u>	<u>8,356,959</u>
Less: Current Liabilities & Provisions	IX	<u>4,581,856</u>	<u>5,629,497</u>
Net Current Assets		2,053,924	2,727,463
TOTAL		<u>48,338,022</u>	<u>53,098,876</u>
NOTES ON ACCOUNTS AND SIGNIFICANT ACCOUNTING POLICIES	XVI		

As per our report of even date

For Vipin Nagar & Co.
Chartered Accountants

Sd/-
(Vipin Nagar)
F.C.A.

Sd/-
(Pankaj Gupta)
Company Secretary

Sd/-
(Dr. S.P. GUPTA)
Chairman

Sd/-
(Dr. S.P. Mithal)
Director

Place : Meerut
Dated : 26.06.2009

DHANVANTRI JEEVAN REKHA LTD.

BALANCE SHEET AS AT MARCH 31, 2009

	SCHEDULE	YEAR ENDED 31.03.2009	YEAR ENDED 31.03.2008
INCOME			
Operational Receipts		26,928,245	25,322,694
Other Income	X	491,539	401,578
		<u>27,419,784</u>	<u>25,724,272</u>
EXPENDITURE			
Operating expenses	XI	8,498,822	7,381,826
Establishment	XII	8,043,584	7,231,972
Office & Administrative Expenses	XIII	1,359,619	1,323,759
Interest	XIV	490,617	997,222
Other Expenses	XV	2,236,265	1,854,705
		<u>20,628,908</u>	<u>18,789,484</u>
Depreciation		4,883,456	4,794,913
		<u>25,512,364</u>	<u>23,584,397</u>
PROFIT BEFORE TAX		1,907,420	2,139,875
Tax provision for the current year		241,000	220,407
Deferred Tax Provision (Net of reversal)		898,936	(258,542)
PROFIT AFTER TAX		767,484	2,178,010
Appropriations:			
Less: Proposed Dividend		-	1,639,360
Less: Corporate Dividend Tax Theron		-	278,609
Balance Carried Over to Reserve & Surplus		767,484	260,041
Basic & Diluted Earnig Per Share (in Rs.)		0.19	0.06
NOTES ON ACCOUNTS AND SIGNIFICANT ACCOUNTING POLICIES	XVI		

As per our report of even date

For Vipin Nagar & Co.
Chartered Accountants

Sd/-
(Vipin Nagar)
F.C.A.

Sd/-
(Pankaj Gupta)
Company Secretary

Sd/-
(Dr. S.P. GUPTA)
Chairman

Sd/-
(Dr. S.P. Mithal)
Director

Place : Meerut
Dated : 26.06.2009

DHANVANTRI JEEVAN REKHA LTD.

SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31st MARCH 2009

	AS AT 31ST MARCH 2009	AS AT 31ST MARCH 2008
SCHEDULE-I		
Share Capital		
<i>Authorised Share Capital</i>		
50,00,000 Equity Shares of Rs 10/- each	<u>50,000,000</u>	<u>50,000,000</u>
<i>Issued & Subscribed Capital</i>		
4,20,8800 Equity Shares of Rs10/- each	42,088,000	42,088,000
<i>Called & Paid up Share Capital</i>		
40,98,400 Equity Share of Rs10/-each	40,984,000	40,984,000
Share Forfeiture Account	552,000	552,000
	<u>41,536,000</u>	<u>41,536,000</u>
SCHEDULE-II		
RESERVE & SURPLUS		
Opening Balance	5,275,349	5,015,308
Add: Surplus as per Profit & Loss Account	767,484	260,041
	<u>6,042,833</u>	<u>5,275,349</u>
SCHEDULE-III		
SECURED LOANS		
- From Punjab National Bank, Meerut [The hypothecation of all moveable assets forming part of the fixed assets – Medical Equipments, Furniture & Fixtures, Air Conditioners, Generators etc. and equitable mortgage of Land & Building situated at 2-Saket, Meerut & 1-Saket, Meerut]	-	4,000,000
	<u>-</u>	<u>4,000,000</u>
SCHEDULE-IV		
UNSECURED LOAN		
From Others	759,189	2,287,527
	<u>759,189</u>	<u>2,287,527</u>

SCHEDULE V OF

FIXED ASSETS AS AT 31.03.2009

DESCRIPTION	GROSS BLOCK			DEPRECIATION			WRITTEN DOWN VALUE	
	As at 01.04.2008	Additions/ Sales during the year	Total	Upto 31.03.2008	During the year	Upto 31.03.2009	WDV As at 31.03.2009	WDV As at 31.03.2008
Land	19,382,474	-	19,382,474	-	-	-	19,382,474	19,382,474
Building	9,925,822	122,159	10,047,981	1,291,992	163,098	1,455,090	8,592,891	8,633,830
Medical Equipment	63,269,817	570,593	63,840,410	42,997,891	4,487,882	47,485,773	16,354,637	20,271,926
Furniture & Fixtures	1,948,651	56,076	2,004,727	809,836	124,689	934,525	1,070,202	1,138,815
Air Conditioners	980,226	37,000	1,017,226	373,004	47,109	420,113	597,113	607,222
Generator Set	466,195	-	466,195	213,129	22,144	235,273	230,922	253,066
Ambulance	187,104	-	187,104	187,103	-	187,103	1	1
Computer	227,795	-	227,795	163,153	36,926	200,079	27,716	64,642
Refrigerator	14,490	-	14,490	4,572	688	5,260	9,230	9,918
Office Equipment	10,350	10,313	20,663	831	920	1,751	18,912	9,519
Total	96,412,924	796,141	97,209,065	46,041,511	4,883,456	50,924,967	46,284,098	50,371,413
Previous Year	94,804,736	1,608,188	96,412,924	41,246,598	4,794,913	46,041,511	50,371,413	53,558,138

SCHEDULE-VI

INVENTORIES:

Consumable Stores	197,024	304,160
Stock of Stationary	14,475	15,040
Linen & Draperies	17,740	21,895
	<u>229,239</u>	<u>341,095</u>

SCHEDULE-VII

CASH & BANK BALANCES:

Balance with Scheduled Banks:		
- In Current Account	874,146	911,663
- In Fixed Deposit Account	1,971,398	1,575,000
- In Jammu & Kashmir Bank Ltd. - Dividend A/c 1673	120,879	130,468
- In P.N.B. - Dividend A/c 9318574	277,712	-
Cash in Hand	68,959	55,070
	<u>3,313,094</u>	<u>2,672,201</u>

SCHEDULE-VIII

LOANS & ADVANCES:

Security Deposits	93,500	93,500
Advances Recoverable in Cash or in kind or for value to be received	2,218,159	3,950,017
Accured Interest on Deposit	165,150	104,526
Advance Tax	616,638	296,685
Deffered Tax Asset	-	898,936
	<u>3,093,447</u>	<u>5,343,663</u>

SCHEDULE-IX

**CURRENT LIABILITIES
AND PROVISIONS :**

Expenses Payable	1,767,367	1,458,649
Security Received	220,000	220,000
Telephone Expenses Payable	-	10,752
Ch issued but not presented for payment	1,500,402	1,423,227
Unclaimed Dividend	398,615	130,553
Bonus Payable	181,972	115,380
PROVISIONS:		
Income Tax	513,501	352,770
FBT	-	197
Proposed Dividend	-	1,639,360
Corporate Dividend Tax	-	278,609
	<u>4,581,856</u>	<u>5,629,497</u>

DHANVANTRI JEEVAN REKHA LTD.

SCHEDULE FORMING PART OF THE PROFIT & LOSS ACCOUNT FOR THE YEAR

	YEAR ENDED 31.03.2009	YEAR ENDED 31.03.2008
SCHEDULE-X		
OTHER INCOME		
Interest Received	195,452	111,687
Rent Received	126,000	133,000
Misc. Income	170,087	156,891
	<u>491,539</u>	<u>401,578</u>
SCHEDULE-XI		
OPERATING EXPENSES:		
Electricity Expenses	817,681	803,545
Medical Consultancy Expenses	5,496,432	3,685,628
Consumable Stores Expenses	1,535,584	2,098,981
Equipment Hire Expenses	17,910	33,458
Generator Expenses	631,215	760,214
	<u>8,498,822</u>	<u>7,381,826</u>
SCHEDULE-XII		
ESTABLISHMENT:		
Salary, Retainership & Allowances	7,504,139	6,654,135
Beverage & food expenses	112,487	128,256
Ex-Gratia	31,900	43,200
Bonus	215,012	240,880
Contribution to Provident Fund	180,046	165,501
	<u>8,043,584</u>	<u>7,231,972</u>

SCHEDULE-XIII**OFFICE AND ADMINISTRATIVE CHARGES**

Printing & Stationery	121,556	205,978
Postage	25,267	18,450
Telephone	137,482	161,467
Legal & Profesional Charges	277,213	493,466
Travelling & Conveyance	4,461	17,468
Newspaper & Periodicals	3,829	1,902
Board Sitting Fee	222,000	108,000
Insurance	154,489	180,650
Advertisement & Other Expenses	59,803	22,917
Committee Meeting Fees	240,000	-
Audit Fee	49,496	49,438
Rates & Taxes	64,023	64,023
	<u>1,359,619</u>	<u>1,323,759</u>

SCHEDULE-XIV**INTEREST:**

Interest Paid to Bank (Net)	332,380	748,145
Interest Paid to Others	158,237	249,077
	<u>490,617</u>	<u>997,222</u>

SCHEDULE-XV**OTHER EXPENSES:**

Rent	99,750	90,000
Bank Charges	9,661	11,154
Commission & Brokerage	25,724	27,836
Repair & Maintenance	1,783,442	1,452,321
Ambulance Repair & Maintenance	48,403	76,245
Linen & Draperies	132,954	106,330
Environment Expenses	7,250	6,180
Meeting & Conference Expenses	31,903	17,887
Hospital Waste Management	16,800	16,800
Festival Expenses	60,993	22,285
Fringe Benefit Tax	19,385	17,167
Website Development Charges	-	10,500
	<u>2,236,265</u>	<u>1,854,705</u>

SCHEDULE NO XVI

SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES:

General

- (a) The Financial statement are prepared under the historical cost convention and as a going concern basis, in accordance with the Generally Accepted Accounting Principles (GAAP) prevalent in India and the Mandatory Accounting Standards issued by the Institute of Chartered Accountants of India and according to The Companies Act, 1956.
- (b) Accounting policies that are not specifically referred are consistent and in consonance with generally accepted accounting policies.

Valuation of Inventories

- (a) Consumables etc. are valued at lower of the cost or net realizable value applying the First in First Out Method (FIFO).

Recognition of Income & Expenses

All items of Incomes and expenses have been accounted for on accrual basis.

Fixed Assets

- (a) Fixed Assets are stated at cost less accumulated depreciation. Cost comprises the purchase price or cost of construction and any attributable cost of bringing the asset to its working condition for its intended use.

Depreciation

- (a) Depreciation on assets is provided on straight line basis at the rates and in the manner as specified in Schedule XIV to The Companies Act, 1956
- (b) Depreciation on Fixed Assets added/disposed/off/ discarded during the year has been provided on a pro-rata basis.

Borrowing Cost.

Borrowing Costs attributable to acquisition and construction of qualifying assets are capitalized as a part of the cost of such asset up to the date when such assets is ready for its intended use.

Other borrowing costs are charged to the Profit & Loss Account.

Revenue Recognition

The Company follows mercantile system of accounting and recognizes income and expenditure on accrual basis except those with significant uncertainties and in accordance with accounting standards applicable.

Provisions

Provisions are recognized in the accounts in respect of present probable obligations, the amount of which can be reliably estimated.

Retirement Benefits

Liability in respect of retirement benefits is provided and / or funded and charged to Profit & Loss Account as follows:

- (a) Provident Fund/ Family Pension Fund: are charged to the Profit and Loss Account of the year when the contributions to the respective funds are accrued.
- (b) Gratuity: The Company is in process to get the Group Gratuity Scheme with the Life Insurance Corporation of India to cover the liability in respect of Gratuity to employees.
- (c) Leave Encashment: As determined on the basis of accumulated leave in the credit of employee as at the year end.

Taxes on Income

Provision for current tax is made on the basis of estimated taxable income for current accounting year in accordance with the Income Tax Act, 1961.

2. Additional information pursuant to the provision of Part II of Schedule VI to the Companies Act, 1956:

	Current Year	Previous Year
<u>Contingent liability not provided for:</u>		
Claims not acknowledged as debts	Nil	Nil
Capital Contracts yet to be executed	Nil	Nil
<u>Foreign Exchange Transaction:</u>		
a) Value of imports calculated on C.I.F. basis by the Company during The year in respect of:		
• Raw Material	Nil	Nil
• Component & Spare Parts	Nil	Nil
• Capital Goods	Nil	Nil
b) Value of exports	Nil	Nil
c) Expenditure in foreign currency	Nil	Nil
d) The amount remitted during the period in foreign currency on account of dividends, with specific mention of the number of non-resident shareholders. The number of shares held by them on which the dividend is remitted.	Nil	Nil

DHANVANTRI JEEVAN REKHA LIMITED

Earning in Foreign Exchange:

a) Exports of goods calculated on F.O.B basis	Nil	Nil
b) Know-how, professional and consultancy fee	Nil	Nil
c) Interest and Dividend	Nil	Nil
d) Other Income	Nil	Nil

Payment to Auditors:

	Current Year	Previous Year
- Audit Fee	28710.00	28652.00
- Tax Audit Fee	20786.00	20786.00
- Certification & Consultancy	Nil	Nil

2. Computation of Basic and Diluted Earnings Per Share (EPS) :

		Current Year	Previous Year
Numerator	Profit /(Loss) after tax	7,67,484	21,78,010
Denominator	Weighted average number of equity shares outstanding during the year	40,98,400	40,98,400
Basic & Diluted EPS		0.19	0.53

3. (a) Current tax provision is on the basis of regular tax liability of MAT. The tax liability is based on claims made in earlier years and expert opinion received.

(b) Deferred Tax Balances:

Deferred Tax is recognized, subject to consideration of prudence, on timing differences, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. However, in this case it has not been provided keeping in view the negligible difference in depreciation as per The Income Tax Act, 1961 and The Companies Act, 1956. Further there are no brought forward business losses or depreciation in case of this Company.

4. (a) List of Related Parties with whom the Company has entered into transaction during the year in the ordinary course of business;

(i) Directors & Their Relatives

Name of Directors	Relatives of Directors
1. Dr. S. K. Khatri	
2. Dr. Satya Prakash Mittal	Dr. Umang Mittal
3. Sh. Premjit S. Kashyap	Dr. Shekhar Kashyap
4. Dr Gyan Prakash Elhence	Dr. Anil Elhence
5. Dr Surendra Prakash Gupta	
6. Dr V. S. Phull	Dr. Amrit Phull
7. Sh. Abhimanyu Arora	
8. Mrs. Meenakshi Elhence	Dr. Anil Elhence

DHANVANTRI JEEVAN REKHA LIMITED

- (ii) Associate Concerns
M/s Dhanvantri Path & Scan Centre Pvt. Ltd.
M/s P.S.K. Consultants Pvt. Ltd.

- (b) Details of Transaction with related parties referred to in (a) (i) above

	Current Year	Previous Year
(i) Sitting Fees	2,22,000	1,08,000
(ii) Consultancy Charges	8,04,259	6,57,339
(iii) Committee Fees	2,40,000	-

- (c) Details of Transaction with related parties referred to in (a) (ii) above

	Current Year	Previous Year
(i) Receipts towards rent of the Pathology Lab	1,62,993	1,55,175
(ii) Payment towards equipment hire charges	17,910	33,458
(iii) Professional Charges	53,498	1,01,728

5. That in the opinion of the Board of Directors, the current assets, loans and advances have a value on realisation in ordinary course of business at least equal to the amount at which they are stated. The provision for all known liabilities is adequate and not in excess of amount reasonably necessary.
6. That as informed to us and in accordance to the details available with the company, it does not owe a sum exceeding Rs.1,00,000/- which is outstanding over a period of 30 days to the Small Scale Industrial Undertakings as defined under clause (j) of Section 3 of Industrial (Development & Regulation) Act, 1951
7. Previous Year figures have been regrouped / reclassified, wherever applicable, to confirm to the current year's presentation.

As per our report of even date

For Vipin Nagar & Co.
Chartered Accountants

Sd/-
(Vipin Nagar)
F.C.A.

Sd/-
(Pankaj Gupta)
Company Secretary

Sd/-
(Dr. S.P. GUPTA)
Chairman

Sd/-
(Dr. S.P. Mithal)
Director

Place : Meerut
Dated : 26.06.2009

DHANVANTRI JEEVAN REKHA LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2009

	CURRENT YEAR	PREVIOUS YEAR
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before tax	19.07	21.40
Adjustments for :		
Depreciation	48.83	47.95
Interest	4.91	9.97
Provision for Taxation	(2.41)	(2.20)
Provision for Deferred Tax	(8.99)	2.59
Accounts no longer payable now written back		
Tax Adjustment for Earlier Years		
Proposed Dividend	-	(16.39)
Corporate Dividend Tax on Proposed Dividend	-	(2.79)
Operating profits before working capital changes	61.42	60.52
Adjustments for :		
Inventories	1.12	0.85
Loans & Advances	22.50	(11.01)
Current Liabilities & Provisions	(10.48)	21.49
Miscellaneous Expenditure	-	-
Cash generated from operations	74.56	71.85
Less : Interest Paid	4.91	9.97
Net cash from operating activities (A)	69.65	61.87
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Fixed Assets Purchased	(7.96)	(16.08)
Net cash used in investing activities (B)	(7.96)	(16.08)
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Increase/ (Repayment) of Bank Loan	(40.00)	(38.65)
Increase/ (Repayment) of other Loans	(15.28)	(4.62)
Net cash flow from financing activities (C)	(55.28)	(43.28)
Net Increase/(Decrease) in cash and cash equivalents (A+B+C)	6.41	2.51
Cash and cash equivalents at the beginning of the year	26.72	24.21
Cash and cash equivalents at the end of the year	33.13	26.72

for and on behalf of the Board of Directors
of Dhanvantri Jeevan Rekha Ltd.

Place **Meerut**
Date : **26.06.2009**

Sd/-
(Pankaj Gupta)
Company Secretary

Sd/-
(Dr. S.P. GUPTA)
Chairman

Sd/-
(Dr. S.P. Mithal)
Director

AUDITORS' CERTIFICATE

I have verified the above cash flow of Dhanvantri Jeevan Rekha Limited derived from Audited Financial Statements for the year ended on 31st March, 2009 and found the same in accordance therewith, and also with the requirements of clause 32 of listing agreement of the Stock Exchanges.

For Vipin Nagar & Co.
Chartered Accountants
Sd/-
(Vipin Nagar)
F. C. A.

DHANVANTRI JEEVAN REKHA LIMITED

INFORMATION PURSUANT TO PART IV OF SCHEDULE VI OF COMPANIES ACT, 1956 BALANCE SHEET ABSTRACT & COMPANY'S GENERAL BUSINESS PROFILE

1. REGISTRATION DETAILS:			
Registration No.	15458	State Code	20
Balance Sheet Date	31.03.2009		
2. CAPITAL RAISED DURING THE YEAR			
Public Issue	Nil	Right Issue	Nil
Bonus Issue	Nil	Private Placement	Nil
3. POSITION OF MOBILISATION & DEPLOYMENT OF FUNDS (in Rs. Thousands)			
Total Liabilities	483	Total Assets	483
Sources of Funds:			
Paid up capital	41,536	Reserves & Surplus	6,043
Secured Loans	0		
Unsecured Loans	759		
Application of Funds:			
Net Fixed Assets	46,284	Investments	-
Net Current Assets	2,054	Miscellaneous Expenditure	-
Accumulated Losses	-		
4. PERFORMANCE OF COMPANY (in Rs. Thousands)			
Turnover	27,420	Total Expenditure	25,512
Profit before tax	1,907	Profit after tax	767
Earning per share	0.19	Dividend rate	

GENERIC NAMES OF THREE PRICIPAL PRODUCTS/SERVICES OF THE COMPANY

5.	Product Description	Item Code No.
	— Running Hospital & Medical Diagnostic Centre	Not Applicable

In terms of our seperate report of even date.

For Vipin Nagar & Co.
Chartered Accountants

for and on behalf of the Board of Directors
of Dhanvantri Jeevan Rekha Ltd.

Sd/-
(Vipin Nagar)
F. C. A.

Sd/-
(Pankaj Gupta)
Company Secretary

Sd/-
(Dr. S.P. GUPTA)
Chairman

Sd/-
(Dr. S.P. Mithal)
Director

Place : Meerut
Date : 26.06.2009

DHANVANTRI JEEVAN REKHA LIMITED

(Regd. Office : Number One, Saket, Meerut - U.P. - 250 003)

BOOK POST

Entrance Pass

To be presented at the entrance
Annual General Meeting
Western U.P. Chamber of Commerce
Chamber Bhawan, Bombay Bazar, Meerut Cantt.

11:00 A.M. Friday, the 25th September, 2009

Folio No. No. of shares held

Signature

Only shareholders or their proxies are allowed to attend the meeting. Shareholders are requested to bring their Annual Report alongwith the to the Meeting as extra copies will not be supplied due to high cost of paper and printing.

DHANVANTRI JEEVAN REKHA LIMITED

PROXY FORM

Regd. Folio No.

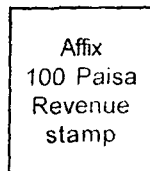
DP No./Client ID No.

No. of Shares Held

I/We of being
member/members of Dhanvantri Jeevan Rekha Limited, hereby appoint
of or failing him/her of
as my/our proxy to attend vote for me/us on my/us/our behalf at the Annual General Meeting of the
Company to be held on 25th day of September 2009 and at any adjournment thereof.

As witness my/our hand(s) this day of 2009

by the said



NOTE : The proxy must be returned so as to reach the Registered Office of the Company at Number One, Saket, Meerut not less than Forty-Eight hours before the time for holding the aforesaid meeting.

BOOK-POST

UPC

If undelivered please return to :
Dhanvantri Jeevan Rekha Ltd.
Number One, Saket, Meerut.
Tel.: 2648151, 2648152