

**SIXTEENTH
ANNUAL
REPORT
2009-2010**

UNJHA FORMULATIONS LIMITED

BOARD OF DIRECTORS

CHAIRMAN	:	Shri Shambhubhai A. Patel
MANAGING DIRECTOR	:	Shri Mayankbhai S. Patel
DIRECTOR	:	Shri Hirabhai A. Patel
DIRECTOR	:	Shri Chandrakant V. Modh
DIRECTOR	:	Shri Hasmmukh C. Chavda
DIRECTOR	:	Shri Chetan O. Thakker
DIRECTOR	:	Shri Jyotindra S. Patel
AUDITORS	:	M/s. Kantilal Manilal Shah & Co. Chartered Accountants G-3, Indraprasth Flat, Jail Road, Mehsana-384002 (N. G.)
COMPANY LAW CONSULTANTS	:	M/s. Ajay Parikh & Associates Company Secretaries C-4, Yashpal Apartments, Navrangpura, Ahmedabad-380 009.
BANKERS:	:	DENA BANK Sidhpur Branch, Sidhpur (N. G.)
REGISTERED OFFICE & CORPORATE OFFICE	:	Khali Char Rasta, State Highway, Ta. Sidhpur-384151 (N. G.)
REGISTRAR & SHARE: TRANSFER AGENT	:	Link Intime India Pvt. Ltd. C-3, Pannalal Silk Mills Compound, L. B. S. Road, Bhandup (West), Mumbai-400078.
LISTING: DEPOSITORIES	:	The Bombay Stock Exchange Ltd. NSDL CDSL
ISIN :	:	INE576D01015
CIN	:	L99999GJ1994PLC022932

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NOTICE:

NOTICE IS HEREBY GIVEN THAT THE SIXTEENTH ANNUAL GENERAL MEETING OF THE MEMBERS OF UNJHA FORMULATIONS LIMITED WILL BE HELD AS SCHEDULED BELOW:

Day & Date	:	Tuesday, 31 st August 2010
Time	:	4.30 pm
Place	:	Registered Office Khali Char Rasta, State Highway, Khali, Sidhpur-384151 (N. G.)

TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS:

- 1) To receive, consider and adopt the audited Balance Sheet as at 31st March, 2010 and the Profit & Loss Account for the year ended on that date, together with the Reports of Directors and Auditors thereon.
- 2) To appoint a Director in place of Shri Chandrakant V. Modh who retires by rotation and being eligible, offer himself for re appointment.
- 3) To appoint a Director in place of Shri Chetan O. Thakker who retires by rotation and being eligible, offer himself for re appointment.

UNJHA FORMULATIONS LIMITED



- 4) To appoint Auditors of the Company and to fix their remuneration. The retiring Auditors M/s.Kantil Manilal Shah & Co., Chartered Accountants are eligible for re-appointment.

PLACE: Sidhpur
DATE : 31.05.2010

By order of the Board
Sd/-
Shambhubhai A. Patel
(CHAIRMAN)

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY AND SUCH PROXY NEED NOT BE MEMBER OF THE COMPANY PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE TIME FOR HOLDING THE MEETING.
2. The register of Members and the Share Transact Books of the Company shall remain closed from Wednesday, 25/08/2010 to Tuesday, 31/08/2010. (Both days inclusive).
3. The Members are requested to notify immediately of any change in their address in physical as well as Demat form to Register & Share Transfer Agent, Link Intime India Pvt. Ltd. Ahmedabad.
4. Members desirous of obtaining any information concerning the accounts of the company may write to the Company at least 10 days in

PLACE: Sidhpur
DATE : 31.05.2010

By order of the Board
Sd/-
Shambhubhai A. Patel
(CHAIRMAN)

Details of Directors seeking appointment/re-appointment at the Annual General Meeting (Pursuant to Clause 49 of the Listing Agreement with the Stock Exchange)

Name of Directors	Shri Chandrakant V. Modh	Shri Chetan O. Thakker
Date of Birth	02/10/1955	12/04/1960
Date of Appointment	21/05/2001	01/12/2005
Expertise in specific function areas	More Than 20 Years in the field of Banking, Finance and Administration.	More than 10 years his specific area in Medical science
Qualification	B.Com	MD
List of other cos. In which Directorship held on 31.03.10	None	None
Chairman/member of the committee of other public COS.	None	None

DIRECTOR'S REPORT:

To the Members,

Your directors have pleasure in presenting their Sixteenth Annual Report together with Audited Statement of Accounts of the Company for the year ended 31st March, 2010.

FINANCIAL RESULTS:

The Working results of the Company are as under:

PARTICULARS	Rs. in Lacs	
	31.03.2010	31.03.2009
TURNOVER	488.32	527.72
OTHER INCOME	1.82	2.04
TOTAL INCOME	490.14	529.74
PROFIT BEFORE DEPRECIATION AND	2.28	31.63
TAXATION LESS: DEPRECIATION	8.40	10.69
PROFIT/LOSS BEFORE TAX	(6.12)	20.94
LESS: PROVISION FOR TAXATION	NIL	NIL
PROFIT FOR THE YEAR	(6.12)	20.94
BALANCE AS PER LAST BALANCE SHEET	(473.59)	(494.53)
TOTAL PROFIT/LOSS	(479.72)	(473.59)

BUSINESS OPERATIONS & PROSPECTS:

During the year under review your company has sales turnover of Rs. 4.90 Crores (in respect of its existing activities) with decreased of 8% over the previous year.

DIVIDEND:

Your Directors do not propose any dividend on Equity Shares for the period ended 31st March, 2010 as there is no profit during the period.

MANAGEMENT DISCUSSION & ANALYSIS REPORT:

A separate report of Management Discussion and Analysis is attached as a part of the annual report.

MARKETING:

Your Company has made manufacturing agreement with Reckit Benckiser India Ltd. for sales of Isabgol Husk based product 'FYBOGEL', Nicolas Piramal India Ltd., for sales of 'FABOLITE' & Apollo Hospitals Enterprise Ltd., for sales of 'LAXATIVE AP'. Your Company has also continued manufacturing agreement with Karnataka Antibiotics & Pharmaceuticals Limited for sale of Isabgol Husk based product on Loan Licence basis.

EXPORT:

During the period under review your company exported **Rs.71,08,443**. The Company continued its focus on development of Export Markets, for AL bendazole Bolus and Fibermate (Isabgol based formulations) to supplement the present low domestic demand situation.

CORPORATE GOVERNANCE:

The report on the Corporate Governance code along with a certificate from the Auditors of the Company regarding the Management Discussion and Analysis Report are annexed to this report.

DIRECTOR'S RESPONSIBILITY STATEMENT:

As required by Under Section 217 (2AA) of the Companies Act, 1956 Your directors confirmed and state that:

1. In the preparation of the annual accounts the applicable accounting standards had been followed.
2. The Directors have selected such accounting policies and applied them consistently and made judgement and estimates that are reasonable and prudent so as to give a true and fair view of the state of affair of the Company at the end of financial year and of the profit of the Company for that period.
3. The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of The Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
4. The company has prepared the attach annual statement for the year ended 31st March, 2010 a going concern basis.

DEPOSITORY SYSTEM:

Trading in shares of your company has commenced in Dematerialized form in B2 group in terms of notification issued by Securities &

UNJHA FORMULATIONS LIMITED



Exchange Board of India (SEBI) Your company has entered into agreement with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) to enable members to hold shares in Dematerialized form.

LISTING FEES:

Your Company has paid Listing Fee for the year 2010-11 at Bombay Stock Exchange Ltd. The Company has started the procedure for De-Listing of Share from Ahmedabad Stock Exchange Limited, Ahmedabad during the year under review as per SEBI guideline.

INDUSTRIAL RELATIONS:

Industrial relations remained cordial throughout the year. Your Directors place on record their deep appreciation of the contribution made by the employees at all levels.

DEPOSITS:

The company has not invited or accepted any Deposits within the meaning of Section 58A of the Companies Act, 1956 and the rules made thereunder.

DIRECTORATE:

Shri Chetankumar O. Thakker and Shri Chandrakant V. Modh retire by rotation at the ensuing Annual General Meeting and being eligible, offers themselves for re-appointment.

PERSONNEL:

There are no employees covered Under Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 and hence no information is required to this report.

PARTICULARS OF CONSERVATION OF ENERGY ETC.:

Particulars with respect to Conservation of Energy as per Section 217 (2A) of the Companies Act, 1956 read with the (Disclosures of particulars the Report of Board of Directors) Rules, 1988 and forming part of the Directors.

AUDITORS:

M/s. Kantilal Manilal Shah & Co., (Chartered Accountants) Auditors, of the company retire by rotation at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment.

INSURANCE:

All the properties of the Company including Building, Plant & Machinery, Stock and Stores have been adequately insured.

CASH FLOW STATEMENT:

As required by amended Clause 32 of the Listing Agreement a Cash Flow Statement is appended.

APPRECIATION:

Your Directors express their sincere thanks for the co-operation and assistance received from Dena Bank. Your Directors also express their gratitude to the investors, Employees, Agents, Dealers and Consumers of the Company for their valuable support and continued confidence report in the company.

PLACE: Sidhpur
DATE : 31.05.2010

BY ORDER OF THE BOARD

CHAIRMAN

ANNEXURE TO THE DIRECTOR'S REPORT:

FORM A Form of disclosure of particulars with respect to conservation of energy:

A. POWER & FUEL CONSUMPTION

PARTICULARS	31.03.2010	31.03.2009
Electricity Units Consumed (Nos.)	39720	52130
Total Amount (Rs.)	350019	371170
Rate per Unit (Rs.)	8.81	7.12

FORM B

FORM DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION ETC.

RESEARCH & DEVELOPMENT (R&D):

The Company is in processing of identifying area in which research and developments activities can be carried out. Keeping in view the need in future, the company is planning to establish a separate Research & Development Division for which the provision for creation of necessary infrastructure will be made.

TECHNOLOGY ABSORPTION, ADOPTION AND OUTGO:

Foreign Exchange earned during the year on account of export sales US \$ 149691.75 (equivalent to Rs.0.71 Crore)

PLACE: Sidhpur
DATE : 31.05.2010

BY ORDER OF THE BOARD

CHAIRMAN

UNJHA FORMULATIONS LIMITED

Sidhpur-384151 (N. Guj.)

REPORT ON CORPORATE GOVERNANCE FOR THE FINANCIAL YEAR 2009-10

Pursuant to Clause 49 of the Listing Agreement, a report on Corporate Governance is given below:

1. **A brief statement on Company's philosophy on code of governance:**
The Company always strives to achieve optimum performance of all levels by adhering to corporate governance practices, such as:
 - Fair and transparent business practices.
 - Effective Management Control by Board.
 - Adequate representation of promoters, executive and independent directors on the Board.
 - Accountability for performance and fully compliance of law.
 - Monitoring of executive performance by the Board.
 - Transparent and timely disclosure of financial and management information.
 - Company has already completed provisions for Schedule M as per FDI, India norms.
- 1) **Board of Directors (As on 31.05.2010):**
The board of directors comprises of a non-executive chairman, a Managing Director, and three other non-executive directors. During the financial under review five board meetings were held on 31.05.09, 31.07.09, 31.10.09, 30.11.09, and 31.01.10. Attendance of each director at the board meetings and last annual general meeting and the no. of companies and committees were he is director/member as on 31.05.10:

Name of Director	Category of Directorship	No. of Board Meeting Attended	Attendance At last AGM Held on 24.08.09	No. of other Companies In which Director	No. of Committees (other than UFL in which Member)
Shri Shambhubhai A. Patel	Promoter Non-Executive Chairman	5	Yes	1	Nil
Shri Mayankbhai S. Patel	Managing Director	5	Yes	1	Nil
Shri Jyotindra S. Patel	Independent non-Executive Director	4	Yes	Nil	Nil
Shri Hirabhai A. Patel	Independent non-Executive Director	5	Yes	Nil	Nil
Shri Chandrakant V. Modh	Independent non-Executive Director	5	Yes	Nil	Nil
Shri Chetankumar O. Thakker	Independent non-Executive Director	4	Yes	Nil	Nil
Shri Hasmukh S. Chavda	Independent non-Executive Director	2	Yes	Nil	Nil

• Employees of Group companies

2) Audit Committee:

Terms of reference and composition, name of members and chairman. The audit committee comprises under the Chairmanship of Shri Hirabhai A. Patel, committee comprises other members than him as Shri Chandrakant V. Modh and Dr. Chetan O. Thakker & Mr. Jyotindra S. Patel. Five meeting were held during the year ended 31st March, 2010, Mr. Modh and Mr. Patel have attended all the meetings. During the financial under review five meetings were held on 31.05.09, 31.07.09, 31.10.09, 30.11.09, and 31.01.10.

UNJHA FORMULATIONS LIMITED



Name of Directors	Category	No. of Meetings held during the year	No. of Meetings Attended
Shri Hirabhai A. Patel	Independent non-Executive Director	5	5
Shri Chandrakant V. Modh	Independent non-Executive Director	5	5
Shri Jyotindra S. Patel	Independent non-Executive Director	4	5

3) Share Transfer & Share Holders Grievances Committee:

1) The Board of Directors of the Company has constituted Share Transfer & Share Grievances Committee of Directors in order to meet the requirement of Clause 49 of the Listing Agreement of the Stock Exchange. The Committee has been constituted with the objective of over seeing redressal of investors complaint pertaining to Share Transfer/Transmission of Share, Interest, Dematerialization(Demat) of Shares and related matters.

2) Share Transfer & Share Holders Grievances Committee met on 31.05.09, 31.07.09, 31.10.09, 30.11.09, 31.01.10, 28.02.10, & 31.03.10.

Composition of Committee and attendance of Directors at their meeting are given below:

Name of Directors	Category	No. of Meetings held during the year	No. of Meetings Attended
Shri Hirabhai A. Patel	Independent non-Executive Director	7	7
Shri Chandrakant V. Modh	Independent non-Executive Director	7	7
Shri Jyotindra S. Patel	Independent non-Executive Director	7	7

Share Transfer System:

Status of complaints for the period 1st April, 2009 to 31st March, 2010

1. No. of complaints received	3
2. No. of complaints resolved	2
3. No. of complaints not solved to the satisfaction of Shareholders As at 31.03.2010	Nil
4. Complaints pending as at 31.03.2010	Nil
5. No. of Share Transfers pending for approval as at 31.03.2010	Nil

4) Remuneration Committee :-

The company has not formed a remuneration committee.

Remuneration of Directors'

The details of remuneration paid to the directors during the financial year from April'09 to March'10 are given below:

a) Executive Director

Name of Directors	Salary & Allowances Rs.	Commission/ PLR (Provision Made) Rs.	Perquisites Rs.	Retirement Benefits Rs.
Shri Mayank S. Patel*	2,47,000	---	---	As per statutory rules

Note:

1) *The agreement with each of Managing Director is for a period of five year (25.04.05 to 24.04.10). Presently the company does not have a scheme for grant of stock option either to the Executive Directors or Employees.

b) Non - Executive Directors

Name of Directors	Sitting Fees Paid Rs.
Shri Hirabhai A. Patel	Nil
Shri Chandrakant V Modh	Nil
Dr. Chetan O. Thakker	Nil
Shri Jyotindra S. Patel	Nil

UNJHA FORMULATIONS LIMITED



5) General Body Meetings

The last three Annual General Meetings were held as under:

Financial year	Date	Time	Location
2007-2008	15.09.2008	4.00 P. M.	Khali Char Rasta, State H/w, Sidhpur - 384151 (N. Guj.)
2008-2009	24.08.2009	4.00 P. M.	---do---
2009-2010	31.08.2010	4.30 P. M.	---do---

6) Disclosure

(1) There were no transaction of material nature that have been entered into by the company with the promoters.

(2) There were no instances of non-compliance nor have any penalties strictures have imposed by Stock Exchanges or SEBI or any other statutory authority during the last three year on any matter related to capital market.

(3) Means of Communication

Half yearly reports sent to each household of shareholders

: No, as the result of the company are Published in the newspapers.

Quarterly results

: ----do----

Any website where displayed

: No

Newspapers, in which results are normally published

: Western Times Gujarati Edition
Western Times English Edition

Whether Management Discussion & Analysis is a part of Annual Report

: Yes

4) General Shareholders Information

AGM Date, Time & Venue

: 31st August, 2010 at 4.30 p.m.
at Registered Office situated at Khali Char Rasta, State Highway, Sidhpur 384151 (N.G)

5) Financial Calendar

First Quarter Results

: April, 2010 to March, 2011

Half Yearly Results (September 2010)

: On or before 31st July, 2010

Third Quarter Results

: On or before 31st October, 2010

Audited Results for year ending as on 31.03. 11

: On or before 31st January, 2011

Date of Book Closure

: May/June 2011.

Dividend payment date

: 25th August, 2010 to 31st August, 2010

Listing on Stock Exchanges

: N.A.

Stock code

: Bombay Stock Exchange limited
: 531762 on the Stock Exchange Ltd.,
Mumbai

Demat ISIN Number for NSDL & CDSL

: INE576D01015

Share Price Data :

Company : UNJHA FORMULATIONS LTD. (531762)

Period (Apr 2009 to Mar 2010)

Month	High Price	Low Price	Close Price	Volume	Open x	
					High	low
Apr 09	1.93	1.46	1.93	5,991	11492	9546
May 09	3.66	2.02	3.66	12,846	14931	11821
Jun 09	4.89	3.26	3.64	54,672	15600	14017
Jul 09	4.15	2.50	3.22	21,041	15733	13220
Aug 09	5.23	3.01	5.01	69,370	16002	14664
Sep 09	5.28	4.00	4.85	50,932	17143	15357
Oct 09	5.15	3.74	3.74	22,738	17493	15805
Nov 09	5.05	3.72	4.93	36,478	17290	15331
Dec 09	4.79	4.02	4.57	26,874	17531	16578
Jan 09	5.25	4.16	4.36	40,846	17790	15982
Feb 10	5.00	3.73	4.39	26,770	16669	15652
Mar 10	4.69	3.43	4.25	43,493	17793	16438

DISTRIBUTION SCHEDULE AS ON 31.03.2010 UNJHA FORMULATIONS LIMITED

Distribution of shareholding	Shareholders		No. of Shares held	
	No. of Shares	Numbers	% tage	Numbers
1 to 500	2895	71.82	646121	14.42
501 to 1000	689	17.05	638136	14.24
1001 to 2000	223	5.52	355528	7.94
2001 to 3000	73	1.81	191123	4.27
3001 to 4000	40	0.99	141872	3.17
4001 to 5000	40	0.99	190384	4.25
5001 to 10000	49	1.21	369661	8.25
10001 to Above	33	0.82	1947675	43.47
Total	4042	100.01	4480500	100.01
Physical Mode	1761		667100	14.88
Electronic	2281		3813400	85.12

Shareholding pattern as on 31.03.2010

Sr. No.	Category	No. of Shares held	% of holding
1	Promoters	1461759	32.63
2	Non-promoters		
3	Financial Institutions / Mutual Fund	Nil	Nil
4	FII, NRI, OCBs	6990	0.15
5	Bodies Corporate	170869	3.81
6	Indian Public	2840882	63.41
	Total	44,80,500	100.00

Dematerialization of Shares

: As on 31.03.2010 85.12% of the paid up share capital has been dematerialized.

Outstanding GDRs / ADRs / warrants
Plant Locations

: Not issued
: Khali Char Rasta, State Highway, Sidhpur - 384151 (N. Guj.) India

Address for correspondence

: **Unjha Formulations Limited**
Khali Char Rasta, State Highway, Sidhpur - 384151 (N. Guj.) Dist. Patan.

Telephone Nos.

: 02767-82395 Fax No. 02767-82396

E-mail address

: Unjfor@bsnl.in

Share Transfer System

: Transfer are approved every fortnightly basis/ Monthly basis.

Registrar & Share Transfer Agents & Depository (Common Agency)

: Link Intime India Pvt. Ltd.
C-3, Pannalal Silk Mills Compound,
L. B. S. Road, Bhandup (West),
Mumbai-400078.

7) Non mandatory requirements:

The company has presently not adopted the non mandatory requirements in regard to maintenance of non executive Chairman's office, Remuneration Committee and sending of half yearly financial performance to the shareholders to their residence, etc.

Affirmation of compliance with the code of conduct for Directors & Senior Executive:

I declare that Company has received affirmation of compliance with "Code of Conduct for Directors & Senior Executives" laid down by the Board of Directors, from all the Directors and Senior Management personnel of the company, to whom the same is applicable, for the financial years ended March 31, 2010.

Place: Sidhpur
Date: May 31, 2010

Mayank Patel
Managing Director & CEO

CERTIFICATE

We have reviewed the report of the Directors' of Unjha Formulations Limited on Corporate Governance for the period ended March 31, 2010 and as per information and explanation given to us and on the basis of examination of relevant documents. We certify that the report of the Directors' on Corporate Governance, read along with the Management Discussion and Analysis report, appropriately reflect company's compliance with mandatory and other conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement with the Stock Exchanges.

Mehsana
May 31, 2010

for Kantilal Manilal Shah & Co.
Chartered Accountants
(Dipak K. Shah)
Partner

MANAGEMENT DISCUSSION & ANALYSIS REPORT

We are pleasure to submitting here a Management discussion and analysis report on the business of the company. The overall performance of the Company has been encouraging during the year under review. We have covered to include discussions on all specified matters to the extent relevant or either limit that in our opinion are imposed by the company own competitive position. The company completed the year with decreased Sales value by about 08% at Rs.4.88 Crores against Rs.5.27 Crores previous year, due to competitive pressure on selling price. We believe that our business is backed up by necessary skills and expertise. Our financial performance is generally representatives in our core operations and quality of products.

COMPANY & INDUSTRY STRUCTURE:

Our operations are structures into following sub-divisions (pharma) and managerially to performs its own duties and functions and support is provided that a corporate level as required, data on volumes and turnover, a summary is given below:

Pharma sub-divisions	F. Y. 2009-2010	F. Y. 2008-2009
	Sales Rs.	Sales Rs.
Human & Veterinary Medicines	29,39,356	14,79,097
Anchor Items	19,94,859	21,98,846
Ayurvedic Items	2,92,20,995	3,55,15,188
Isabgol Husk	1,35,80,460	99,98,987
Packing Materials	Nil	Nil
Raw Materials	82,158	28,381
	4,78,17,828	4,92,20,499

We recognize that customer satisfaction is the key to our success. Our aim is to build sound customer relationships through creation of value for them, and in the process to earn an equitable return for ourselves. Quality is built into products through appropriate manufacturing technology and work methods.

The prospects for the Pharma Industry appear to be bright in the long term as well as short term.

The Sales Isabgol and Isabgol based formulations was 98% of total Turnover in 2009-10. The company has Manufacturing Agreement with Nicholas Piramal India Limited & Reckitt Benckiser India Ltd. The company has also continued manufacturing agreement with Karnataka Antibiotics & Pharmaceuticals Limited for sales of Isabgol Husk based products and other veterinary products on Loan License basis. During the year under review company has made new manufacturing contract for manufacturing of Isabgol based formulation LAXATIVE AP with M/s. Apollo Hospitals Enterprise Limited.

MARKET SHARE & DISTRIBUTION:

Ayurvedic Division (Isabgol based products) Continued revamping and widening of distribution of network help the division in garnering a greater market share. Overseas Market Your company has chalked up an aggressive plan to explore the wide overseas market, Owing to this efforts company is hopeful of adding new customers in the current year.

Product Development As a result of consistent product development efforts, various new innovative medicines major highlight of which were- Fibron-SF Orange Powder.

UFL is quality conscious providing latest technology for improved performance and this trend will continue keeping a step ahead of competition

ENVIRONMENT & SAFETY:

We believe that safe and healthy working conditions in factory and offices are as necessary and important as production, productivity and quality.

HUMAN RESOURCES:

Your company considers its human resources as on of its most important assets & potential. It is only through motivated creative and employees, that we can achieve our aims. Involvement commitment, teamwork and continuous updating of skills and knowledge, training of personnel are integral to our objectives of advancing highly professionals, productive culture. Permanent employment totals 19 of which officers and workers account.

OTHER MATTERS:

There are no further areas of risks or concerns outside the usual course of business. The company has introduced a detailed Internal Control System and continuously reviewed

CAUTIONARY STATEMENT:

Statement in the Management Discussion and Analysis Report which seek to describe the company's objective, projections, expectations or predictions may be considered to be "forward looking statements", within the meaning of applicable securities, laws and regulations. Actual results could differ materially from any expressed or implied.

For and on behalf of the management team.

Mayank Patel
Managing Director/CEO

Auditor's Report

To,
The Members of UNJHA FORMULATIONS LTD.,

1. We have audited the attached balance sheet of, UNJHA FORMULATIONS LTD., as at 31st March 2010, and also the profit and 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 the 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-statement. An audit includes examining, on a test basis, evidence supporting the amounts and • disclosures in the 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.
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, we enclose in the Annexure 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 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 account as required by law have been kept by the company so far as appears from our examination of those 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 account;
 - (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 sub-section (3C) of section 211 of the Companies Act, 1956;
 - (v) On the basis of written representations received from the directors, as on 31st March 2010 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March 2010 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
 - (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 2010;
 - (b) in the case of the profit and loss account, of the profit/ loss for the year ended on that date; and
 - (c) in the case of the cash flow statement, of the cash flows for the year ended on that date.

Date : 31-05-2010
Place: Mehsana

For, Kantilal Manilal Shah & Co.
Chartered Accountants
(D.K. SHAH)
PARTNER
M.NO.46226

ANNEXURE TO THE AUDITOR'S REPORT

Re: UNJHA FORMULATIONS LTD.

Referred to in paragraph 3 of our report of even date.

- 1
 - (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - (b) All the assets have not been physically verified by the management • during the year but there is a regular programme of verification which in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on verification.
2.
 - (a) As explained to us, the inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
 - (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the □ size of the company and the nature of its business.
 - (c) In our opinion and according to the information and explanations given to us, the company is maintaining proper records of inventory. The □ discrepancies noticed on verification between the physical stocks and □ the book records were not material.
3.
 - (a) The company had taken loan from one other concerns covered in the □ register maintained under section 301 of the Companies Act, 1956. The □ maximum amount involved during the year was Rs@25588906/- and the year end balance of loans taken from such parties was Rs. 25588906/-.

- (b) In our opinion and according to the information and explanations given to us, the rate of interest and other terms and conditions on which loans have been taken from/granted to companies, firms or other parties listed in the registers maintained under section 301 are not prima facie, prejudicial to the interest of the company.
- (c) The company is regular in repaying the principal amounts as stipulated and has been regular in the payment of interest. The parties have repaid the principal amounts as stipulated and have been regular in the payment of interest.
- (d) There is no overdue amount of loans taken from or granted to companies, firms or other parties listed in the registers maintained under section 301 of the Companies Act, 1956.
4. 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 with regard to the purchase of inventories and fixed assets and with regard to the sale of goods. During the course of our audit, no major weakness has been noticed in the internal controls.
5. To the best of our knowledge and belief and according to the information and explanations provided by the management, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 have been so entered.
6. In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the registers maintained under section 301 and exceeding the value of five lakh rupees 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 where such market prices are available.
7. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of sections 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 with regard to the deposits accepted from the public. No order has been passed by the National Company Law Tribunal.
8. In our opinion, the company has internal audit system commensurate with the nature of its business.
9. We have broadly reviewed the books of account relating to materials, labour and other items of cost maintained by the company. We have not, however, made a detailed examination of the records with a view to determining whether they are accurate or complete. The Central Govt. has not prescribed the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956.
10. (a) According to the records of the company, the company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, income-tax, sales-tax, custom duty, excise-duty, cess and other statutory dues applicable to it.
 (b) According to the information and explanation given to us, the amount payable in respect of income tax, sales tax, custom duty, excise duty, cess and other statutory dues which became payable on 31-03-2010 has been paid by the date they became payable.
 (c) According to the records of the company, there are no dues of sales tax, income-tax, customs tax, excise duty/cess which have not been deposited on account of any dispute.
11. The accumulated losses of the company are more than fifty per cent of its net worth. The company has incurred any case of loss during the financial year covered by our audit and the immediate preceding year.
12. 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 a financial institution, bank etc.
13. 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.
14. In our opinion and according to the information and explanations given to us, 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.
15. In our opinion and according to the information and explanations given to us, the company had not given any guarantee for loans taken by others from bank or financial institutions.
16. In our opinion and according to the information and explanations given to us, the term loans have been applied for the purpose for which they were raised other than amounts pending utilisation of the funds for the intended use.
17. According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that the funds raised on short-term basis have been used for long-term investment and vice-versa.
18. According to information and explanations given to us, the company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
19. In our opinion and according to the information and explanations given to us, the Company has not issued any secured debentures during the period covered by our report. Accordingly, the provisions of clause 4(xix) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
20. During the period covered by our audit report, the Company has not raised any money by public issues.
21. Based on the audit procedures performed and according to the 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.

Place: Mehsana.
Date: 31-05-2010

For, Kantilal Manilal Shah & Co.
Chartered Accountants

(D.K.SHAH)
PARTNER
M.NO.46226

**UNJHA FORMULATIONS LTD
BALANCE SHEET AS AT 31.03.2010**

PARTICULARS	SCHEDULE	AS AT 31.03.2010	AS AT 31.03.2010
SOURCES OF FUNDS :			
A. SHARE HOLDER FUNDS :	(1)	4,48,05,000	4,48,05,000
Share Capital		NIL	NIL
Share Application Money Reserve & Surplus	(2)	19,50,000	19,50,000
B. LOAN FUNDS : Secured Loanó	(3)		
(Fullü secured against stock@	(4)	9,34,738	45,22,097
Unsecured Loans		2,55,88,906	1,90,25,215
APPLICATION OF FUNDS :		7,32,78,644	7,03,02,312
A. Gross Block	(5)	3,42,84,324	3,54,55,615
Less : Depreciation		2,24,98,205	2,23,40,702
Net Block		1,17,86,119	1,31,14,913
B. Preliminary & Pre Operative Exp- enses not written off (To be capitalised)	(6)	42,31,545	42,31,545
B1 Profit & Loss A/cs. not written of	(6a)	4,79,72,841	4,73,60,177
C. DEPOSITS	(7@)	125	125
D. CURRENT ASSET, LOANS & ADVANCES	(8)		
1. Inventories		31.03.2010 31.03.2009	
Receivables		64,70,470 40,80,100	
3. Cash & Bank Ban		1,14,08,381 1,03,68,552	
4. Duties & taxes		36,130 61,340	
G.S.T.		--- 2,75,813	
		1,79,14,981 1,47,85,805	
		1,79,14,981	1,47,85,805
Less : Current LIABILITIES & PROVISIONS			
Sundry Creditors			
Other liabilities		1,00,97,388 1,00,06,685	
Dties & Taxes		---	
C.S.T. : VAT- EXCISE		-14,70,421 -8,16,432	
		86,26,967 91,90,253	
Net Current Asset		86,26,967 91,90,253	
		92,88,014	55,95,552
		7,32,78,644	7,03,02,312

As per out attached audit report of even date.
For, Kantilal Manilal Shah & Co.
Chartered Accountants

Shri Shambhubhai A. Patel
(Chairman)

(D.K.Shah)
Partner
M.No.46226

Shri Mayankbhai S. Patel
(Managing Director)

Place : Sidhpur
Date : 31-05-2010

UNJHA FORMULATIONS LTD
PROFIT & LOSS ACCOUNTS FOR THE YEAR ENDED ON 31.03.2010.

PARTICULARS	SCHEDULE	AS AT 31.03.2010	AS AT 31.03.2010
INCOME			
1. Net Sales	10	4,88,32,257	5,27,72,148
2. Other Income	11	1,82,293	2,04,186
		<u>4,90,14,550</u>	<u>5,29,76,334</u>
EXPENSES			
3. Material Consumed	12	4,28,16,467	4,19,34,244
4. Operating Expenses	13	9,11,995	10,32,337
5. Employees Remuneration & other Benefits	14	14,59,166	12,72,085
6. Administrative Expenses	15	8,80,392	9,09,375
7. Selling Expenses	16	19,27,087	35,88,012
8. Director Salary		2,47,000	2,47,000
9. SUB TOTAL		4,82,42,107	4,89,83,053
10. Interest	17	5,44,674	8,29,243
11. Total Expenses		4,87,86,781	4,98,12,296
12. Depreciation	5	8,40,433	10,69,588
13. Profit		-6,12,664	20,94,450
14. Notes on Accounts	18		

As per out attached audit report of even date.

For, Kantilal Manilal Shah & Co.
Chartered Accountants

Shri Shambhubhai A. Patel
(Chairman)

(D.K.Shah)
Partner
M.No.46226

Shri Mayankbhai S. Patel
(Managing Director)

Place : Sidhpur
Date : 31-05-2010

UNJHA FORMULATIONS LTD
SCHEDULES ANNEXED TO THE BALANCE-SHEET AS ON 31.03.2010.

SCHEDULE 1

	AS AT 31.03.2010	AS AT 31.03.2009
SHARE CAPITAL		
Authorised 1,00,00,000 Equity Shares of Rs. 10 each issued & Subscribed Capital	10,00,00,000	10,00,00,000
	<u>10,00,00,000</u>	<u>10,00,00,000</u>
Issued Capital 52,01,700 Equity Shares of Rs. 10 each.		
Subscribed & Paid up Capital		
52,01,700 Equity Shares		
Less : 7,21,200 Forfeited shares		
<u>44,80,500</u> Equity Shares of Rs. 10 Each	4,48,05,000	4,48,05,000

SCHEDULE 2

RESERVE & SURPLUS

Share Forfeiture Reserve A/c.	19,50,000	19,50,000
	<u>19,50,000</u>	<u>19,50,000</u>

UNJHA FORMULATIONS LIMITED



Note:

721200 Equity shares have been forfeited w.e.f. 01-10-2001 which was approved in Board Meeting. The same has been approved by Regional Stock Exchange, Ahmedabad vide their Notice / Bulletin No.25/2001-02 (Company Section) dated 16-01-2002 & the Stock Exchange Mumbai vide notice No. 120/18 dated 16-04 2002.

SCHEDULE 3

SECURED LOANS	9,34,738	45,22,097
Dena Benk CA « PCC(Fullü secureb against Stock@	9,34,738	45,22,097

SCHEDULE 4

UNSECURED LOANS		
Ashok Industries	---	21,82,873
Rajratna Isabgol Industries	---	1,65,59,496
Urvesh Psyllium Ind. Ltd.	2,55,88,906	NIL
Gangotri Isabgol Industries	---	2,72,846
Jashodabei s. Patel	---	10,000
	<u>2,55,88,906</u>	<u>1,90,25,215</u>

SCHEDULE 5

DEPRECIATION
(As given separately)

SCHEDULE 6

Preliminary & Preoperative Expenses Not Written Off		
Pre Operative Expenses	16,37,646	16,37,646
Preliminary Expenses	1,97,500	1,97,500
Share issue expenses	23,96,399	23,96,399
	<u>42,31,545</u>	<u>42,31,545</u>
	31.03.2010	31.03.2009

SCHEDULE 6 (a)

PROFIT & LOSS A/c.		
Previous year Balance (2008-09)		
Add : Current year Loss (2009-10)	4,79,72,841	4,73,60,177

SCHEDULE 7

	47360177	
DEPOSITS	612664	125
Investment in shares		125
		<u>125</u>
		125

SCHEDULE 8

CURRENT ASSET

SCHEDULE 8a

Inventories		
Raw materials	26,35,318	9,09,986
Work in process	10,65,600	-
Finished goods	13,41,122	20,91,294
Packing material	14,28,430	10,78,820
	<u>64,70,470</u>	<u>40,80,100</u>

SCHEDULE 8b

RECEIVABLES	1,14,08,381	1,03,68,552
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UNJHA FORMULATIONS LIMITED



SCHEDULE 8c			
CASH & BANK BALANCES			
Cash on hand 31.03.2010		2,045	17,386
Balance in Dena Bank Unjha		3,639	7,439
Balance in Dena Bank, Ahmedabad		6,928	19,691
Balance in The Mehsana Urban Co-op. Bank Ltd., Unjha			
Current Account		3,242	3,198
H.D.F.C. Bank		20,276	13,626
		36,130	61,340
SCHEDULE 9			
Sundry Creditors		1,00,97,388	1,00,06,685
C.S.T. / EXCISA DUTY,VAT		-14,70,421	-8,16,432
Othes liabilities		---	---
		86,26,967	91,90,253
SCHEDULE 10			
NET SALES			
Ayurvediä Items Sales		2,47,00,632	3,55,15,188
Human Medicines		3,51,276	816
Anchor items		19,94,859	21,98,846
Ayurvediä Items Export		45,20,363	9,20,998
Veterinarü Export		25,88,080	14,78,281
Isabgun Husë		1,35,80,460	99,98,987
Excise Duty		9,84,956	25,55,176
Ra+ Materian		82,158	28,381
Education Cess		29,473	75,475
		4,88,32,257	5,27,72,148
SCHEDULE 11			
OTHER INCOME			
Depb Licence A/c.		80,469	98,546
Profit on sales of Vehicle		26,160	53,050
Packing Charges		16,388	49,475
Misc.income		484	3,115
Job worë income		11,100	---
Labouò Charges		35,400	---
Incentive Income		12,292	---
		1,82,293	2,04,186
SCHEDULE 12			
MATERIAL CONSUMED			
1. OPENING STOCK	31.03.2010		31.03.2009
Raw material	9,09,986		7,79,415
Finished goods	20,91,294		12,37,629
Work in process	NIL		NIL
Packing material	10,78,820	40,80,100	11,03,890
	---		---
+ PURCHASES			
Human & Veterinary medicines	NIL		NIL
Isabgui Husk	3,69,42,420		3,14,91,958
Anchoò Goodó return	---		4,203
Raw Material	38,25,156		43,09,612
Humaí Goodó returí	---		7,096
Packing materials	44,39,261	4,52,06,837	70,80,541
	---		---
		---	---
Less : STOCK AS ON 31.03.2010			
Raw Material	26,35,318		9,09,986
Work in process	10,65,600		NIL
Finished goods	13,41,122	64,70,470	20,91,294
Packing materials	14,28,430		10,78,820
	---		---
		31.03.2010	31.03.2009
Material Consumed		4,28,16,467	4,19,34,244

UNJHA FORMULATIONS LIMITED



OPERATING EXPENSES

SCHEDULE 13

1. Laboratory expenses	98,726	38,507
2. Electrical expenses	3,50,019	3,71,170
3. Machine repairing expenses	1,42,791	1,89,594
4. Freight expenses	1,01,251	42,115
5. Licence fee expenses	200	7,700
6. Plant expenses	2,19,008	3,83,251
	<u>9,11,995</u>	<u>10,32,337</u>

SCHEDULE 14

EMPLOYEES REMUNERATION & OTHER BENEFITS

1. Salary expenses	11,56,738	10,84,982
2. Employer's contribution to P.F.	1,79,221	1,39,331
3. Canteen expenses	49,785	44,572
4. Staff welfare expenses	13,422	3,200
5. Employee Compensation	60,000	
	<u>14,59,166</u>	<u>12,72,085</u>

SCHEDULE 15

ADMINISTRATIVE EXPENSES

1. Office expenses	53,516	1,21,223
2. Professional tax	-4,447	2,040
3. Vehicle maintenance expenses	65,041	1,67,623
4. Commission expenses	1,47,235	1,30,591
5. Stationary expenses	19,519	27,693
6. Postage & Telephone exp.	23,642	35,762
7. Insurance expenses	35,754	37,552
8. Donation	NIL	NIL
9. Audit Fee	55,150	55,150
10. Consultation Fee	1,00,000	1,24,094
11. Appeal fee	10,000	1,000
12. Advocate Fee	5,500	6,500
13. Telephone	29,158	35,018
14. RTA Regi. exp.	31,987	32,584
15. Listing Fees	35,713	25,400
16. Kharajat	280	2,500
17. Annual Issuer Fee	20,533	20,237
18. Service tax	-1,387	4,998
19. Exchange Rate Diff.	-15,426	NIL
20. Fringe Benefit Tax.	33,080	79,410
21. Income Tax	<u>2,18,444</u>	<u>NIL</u>
22. Website Designing	17,100	
	<u>8,80,392</u>	<u>9,09,375</u>

SCHEDULE 16

SLELING EXPENSES

1. Sales promotion expenses	5,12,083	9,17,433
2. Central excise	8,52,796	21,19,613
3. Advertisement expenses	26,426	24,880
4. Travelling expenses	2,19,135	3,32,959
5. Shipping Expenses	2,79,556	1,55,201
6. Casé Discount exp.	37,091	37,926
	<u>19,27,087</u>	<u>35,88,012</u>

SCHEDULE 17

INTEREST EXPENSES		
Interest on working capital loan	5,44,674	8,13,468
Interest on other credits	NIL	15,775
	<u>5,44,674</u>	<u>8,29,243</u>

SCHEDULE 18

NOTES ON ACCOUNTS (As given separately)

NOTES FORMING PART OF ACCOUNTS:

1) Accounting Policies

- a) Basis of Accounting: Accounts are prepared under the historical cost conversion and on the basis of a going concern obligations and amounts determined as payable or receivable during the year.
- b) Sales: Sales comprises sale of goods net of trade discount.
- c) Fixed Assets & Depreciation: Fixed assets are stated at historical cost less depreciation.
- d) Inventories: Inventories are valued as under.
 - i) Raw materials are valued at historical cost.
 - ii) Work in process and finished goods are valued at lower of cost or net realisable value.
 - iii) Packing material and product literature are at cost. e) i) Amortisation of Misc. Expenditure like preliminary and share issue expenses will be written off over a period of 10 years. Accordingly, no such expenditure has been written off during the year.

	Year Ended 31-03-2010
2) Contingent Liabilities	NIL
3) Managerial Remuneration	Rs. 2,47,000
4) Expenditure in foreign currency	NIL
5) Earning in foreign currency	US\$ 1,49,691.75
6) The company has commenced commercial production and at its own from 01/12/1994. Accordingly, expenditure incurred during the pre-operative period (as per schedule No. 6) has been shown in balance sheet.	
7) In veiw of carried forward loss admissible under The Income- Tax Act. 1961, provision from income tax has not been made for the year.	
8) In the opinion of the management Current Assets, Loans and Advances are approximately of the value states if realised in the ordinary course of business.	
9) Debit & Credit balances are subject to confirmation Additional informa- tion pursuant to provisions of Part 2 of Schedule VI of The Companies Act 1956. (Including information relating to preoperative period).	
10) No separate account is kept for Central Excise recovered, it ultimately included in sale.	
11) Additional information pursuant to provisions of Part 2 of Schedule VI to The Companies 1956.	
12) Import Licence Premium received Rs@80,468.98.	
13) The figures of previous period have been re-grouped/re-arranged whenever necessary to confirm to the current year classification.	
14) As there is carreae forwardea losses ana unabsorbea depreciation, there is ni certaintu of liabilities of deferrea taxation. We have not made provision for deferrea taxation during the year®	

UNJHA FORMULATIONS LIMITED



14. MANUFACTURING ACTIVITIES

A) Material consumed in production is 100% indigenous

B) PRODUCTION :

SR.	PARTICULARS	UNIT	INSTALLED PER ANNUM	CAPACITY (PER SHIFT)	CAPACITY UTILISED
1	LIQUID	K.L.	19.20	Lacs ltrs.	NIL
2	POWDER	K.G.	14.40	Lacs kg.	124842
3	CAPSULES	Nos.	3.84	Crores Caps.	NIL
4	INJECTABLES	Vials	75.00	Lacs vials.	NIL
5	TABLETS	Nos.	17.88	Crores Tabs.	255000

PARTICULARS OF OPENING STOCK, PRODUCTION, SALES AND CLOSING STOCK

SR.	PARTICULARS	OPENING STOCK		CAPACITY UTILISED
		QTY.	VALUE (Rs)	
1	LIQUID	10589.00	2,52,389	NIL
2	POWDER	81814.00	13,51,099	124842
3	CAPSULES	Nil	Nil	NIL
4	INJECTABLES	Nil	Nil	NIL
5	TABLETS	8901.00	3,20,946	255000
¶	SAMPLE	43911.00	1,66,860	---

SR.	PARTICULARS	CLOSING STOCK	
		QTY.	VALUE (Rs)
1	LIQUID	Nil	NIL
2	POWDER	24681.00	10,57,352
3	CAPSULES	Nil	NIL
4	INJECTABLES	Nil	NIL
5	TABLETS	8194.00	1,34,618
6	SAMPLE	36311.00	1,49,152

For, Kantilal manilal Shah & Co.,
Chartered Accountants

(D.K.Shah)
Partner
M.No.46226

Place : Sidhpur
Date : 31-05-2010

Shri Shambhubhai A. Patel
(Chairman)

Shri Mayankbhai S. Patel
(Managing Director)

**UNJHA FORMULATIONS LTD
CASH FLOW STATEMENTS FOR THE YEAR ON 31.03.2010**

PARTICULARS	31.03.2010	31.03.2009
A) CASH FLOW FROM OPERATING ACTIVITIES :		
Net profit before tax and extra ordinary items.	(6,12,664)	20,94,450
Add: Depreciation	8,40,433	10,59,588
Interest paid	5,44,674	8,29,243
Operating profit before working capital changes	7,72,443	39,93,281
Add: Decrease in Current Assets :		
Decrease in Duties / Taxes	2,75,813	NIL
Decrease in Inventories	NIL	NIL
Increase in Current Liabilities	NIL	45,47,664
Decrease in Receivable	NIL	69,13,707
	10,48,256	1,54,54,652
Less: Decrease in Current Liabilities	5,83,286	NIL
Increase in Current Assets:		
Increase in Inventories	23,90,370	9,59,166
Increase in Loan / Advance	NIL	NIL
Increase in Receivables	10,39,829	NIL
Increase in Duties & Taxes	NIL	NIL
Cash generated from operation	(29,45,229)	1,44,95,486
Less: Interest Paid	5,44,674	8,29,243
Net cash flow from operating activities (A)	(34,89,903)	1,36,66,243
B) CASH FLOW FROM INVESTING ACTIVITIES:		
Decrease in deposit(Investment)	NIL	NIL
Add : Decrease in Fixed Assets	5,82,888	14,950
Less: Increase in fixed assets	94,527	4,83,132
Net cash flow from investing activities (B)	4,88,361	(-),4,68,182
C) CASH FLOW FROM FINANCIAL ACTIVITIES:		
Add: Increase in Reserve	NIL	NIL
Increase in Unsecured loans	65,63,691	NIL
Others	NIL	NIL
	65,63,691	NIL
Less: Decrease in Secured Loans	35,87,359	13,30,522
Increase in Preliminary Expenses	NIL	NIL
Decrease in Capital	NIL	NIL
Decrease in Unsecured Loans	NIL	1,19,20,235
Net cash generated in financial activities(C)	29,76,332	(-),1,32,50,757
Net increase/(decrease) in cash & cash equivalents (A+B+C+)	(25,210)	-52,696
Add: Opening Balance	61,340	1,14,036
Closing Balance	36,130	61,340

Place : Sidhpur
Date : 31-05-2010

For and on behalf of the Board

(MAYANK S. PATEL)
Managing Director

AUDITOR'S CERTIFICATE

We have verified the above cash flow statement of UNJHA FORMULATIONS LIMITED derived from the audited annual financial statements for the year ended March 31, 2010 and found the same to be drawn in accordance therewith and also with the requirements of Clause 32 of the listing agreements with stock exchanges.

Place : Sidhpur
Date : 31-05-2010

For Kantilal Manilal Shah & Co.
Charteredred Accountants

D.K.Shah
Partner
M.No.46226

**ANNEXURE OF ANNUAL REPORT
BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**

1. Registration Details	1
Registration No. 22932	State Code 04
Balance Sheet Date 31-03-2010	
2. Capital Raised during the year (Amt. in Thousands)	
Public Issue	Right Issue
NIL	NIL
Bonus Issue	Private Placement
NIL	NIL
3. Position of Mobilisation and Deployment of Funds (Amount in Rs.Thousands)	
Total Liabilities	Total Assets
73279	73279
Sources of Funds	
Paid-up Capital	Reserve & Surplus
44805	1950
Secured Loans	Unsecured Loans
935	25589
Application of Funds	
Net Fixed Assets	Investments (Deposit)
11786	0.125
Net Current Assets	Misc. Expenditure
9288	1706
Accumulated Losses	
47973	
4. Performance of Company (Amt.in Rs.Thousands)	
Turn over	Total Expenditure
49014	49627
Profit/Loss Before Tax	Profit/ Loss After Tax
613	613
Earning Per Share in Rs.	Dividend Rate %
0.14	NIL
5. Generic Names of Three principal Products/Services of the Company (As per Monetary Terms)	
Item Code No. (ITC Code) Product Description	300410.03
Item Code No. (ITC Code) Product Description	POWDER, TABLETS, SYRUP 300490.72
Item Code No. (ITC Code) Product Description	VETERINARY MEDICINAL FORMULATION NOT FOR HUMAN 300410.03 D1 CAPSULES
<i>*Inclusive Other Income</i>	

STATEMENT OF DEPRECIATION

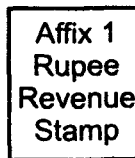
PARTICULARS	PREV.GROSS	ADDITION	SALES/	GROSS BLOCK	DEPRECIATION	DEPRECIATION	DEPRECIATION	NET BLOCK
	BLOCK		DEDU.	AS ON	UP TO	FOR THE YEAR	UP TO	AS ON
				31-03-2010	31-03-2009	2009-2010	31-03-2010	31-03-2010
GOODWILL	5000000	--	--	5000000	--	--	--	5000000
LAND	339302	--	--	339302	--	--	--	339302
BUILDING	14529680	29777	--	14559457	9933961	462550	10396511	4162946
MACHINERY	12136100	48850	371428	11813522	9520620	318943	9839563	1973959
FURNITURE	279445	--	--	279445	340897	6977	247874	31571
LAB. EQUIPMENTS	375331	--	--	375331	251576	17214	268790	106541
TYPE MACHINE	14063	--	--	14063	12429	227	12656	1407
AIRCONDITIONER	148250	--	--	148250	118921	4080	123001	25249
SCOOTER	51674	--	--	51674	49979	439	50418	1256
INTERCOM TELE.	90067	--	--	90067	81274	1223	82497	7570
METADOR	321932	--	--	321932	317045	1265	318310	3622
ELE. FITTING	419741	--	--	419741	353536	9209	362745	56996
PACKING MAT.								
DIE	505790	--	--	505790	441423	8953	450376	55414
COMPUTER	303200	15900	--	319100	300800	7320	308120	10980
LUNA	27060	--	--	27060	23250	986	24236	2824
REFRIGERATOR	19590	--	--	19590	12061	1047	13108	6482
MARUTI ESTEEM	519515	--	519515	--	308055	--	308055	DEDU --
TOTAL	35455615	94527	890943	34284324	21965827	840433	22806260	11786119



UNJHA FORMULATIONS LIMITED
PROXY FORM

Regd. Folio No./DPID/Client ID No. _____ for No. of Shares Held _____
I/We _____
of _____
being a member/members of UNJHA FORMULATIONS LIMITED hereby appoint _____
_____ of _____
of failing him _____ of _____
_____ as my/our proxy to vote for me/us on
my/our behalf at the SIXTEENTH ANNUAL GENERAL MEETING of the company to be
held on Monday the 31st August, 2010 at 4.30 p.m. and at any adjournment thereof.

Signed this _____ day of _____ 2010 Signature _____



Note : This form duly completed and signed must be deposited at the Registered Office of the company not less than 48 hours before the meetinr.

UNJHA FORMULATIONS LIMITED
ATTENDANCE SLIP

(To be handed over at the entrance of the meeting hall)

Sixteenth Annual General Meeting - 31st August, 2010

I hereby record my presence at the SIXTEENTH ANNUAL GENERAL MEETING of the Company at the Registered Office of the Company situated at Khali Char Rasta, State Highway, Khali, Sidhpur 384151 (N.G), Dist. Patan, at 4.30 p.m.

Full name of member (in BLOCK LETTERS) _____

Regd. Folio No./DPID/Client ID No. _____ for No. of Shares held _____

Full name of Proxy (in BLOCK LETTERS) _____

Member's/Proxy's Signature _____

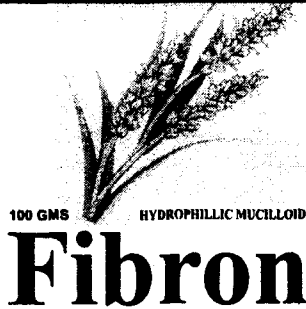
Note : As a measure of economy, Members are requested to bring a copy of the Annual Report at the meeting hall.

BOOK - POST
(Printed matter)

To.

A Natural Fibre Laxative
A Herbal products for the treatment of constipation Maintaining Blood cholesterol level. Diarrhoea, as a Dietary Fibre, Piles, Fistures & bowel disorders
I Palatable Isabgol Husk Powder
I Non habit forming

FIBRON is a natural mucilaginous bulk forming agent which absorbs water to form a mucilaginous mass to ensure normal gentle and free bowel evacuation. 2 to 3 days may be needed for optimal relief from constipation.



u-for
UNJHA FORMULATIONS LTD
101, 102, 103, 104, 105, 106, 107, 108, 109, 110, 111, 112, 113, 114, 115, 116, 117, 118, 119, 120, 121, 122, 123, 124, 125, 126, 127, 128, 129, 130, 131, 132, 133, 134, 135, 136, 137, 138, 139, 140, 141, 142, 143, 144, 145, 146, 147, 148, 149, 150, 151, 152, 153, 154, 155, 156, 157, 158, 159, 160, 161, 162, 163, 164, 165, 166, 167, 168, 169, 170, 171, 172, 173, 174, 175, 176, 177, 178, 179, 180, 181, 182, 183, 184, 185, 186, 187, 188, 189, 190, 191, 192, 193, 194, 195, 196, 197, 198, 199, 200, 201, 202, 203, 204, 205, 206, 207, 208, 209, 210, 211, 212, 213, 214, 215, 216, 217, 218, 219, 220, 221, 222, 223, 224, 225, 226, 227, 228, 229, 230, 231, 232, 233, 234, 235, 236, 237, 238, 239, 240, 241, 242, 243, 244, 245, 246, 247, 248, 249, 250, 251, 252, 253, 254, 255, 256, 257, 258, 259, 260, 261, 262, 263, 264, 265, 266, 267, 268, 269, 270, 271, 272, 273, 274, 275, 276, 277, 278, 279, 280, 281, 282, 283, 284, 285, 286, 287, 288, 289, 290, 291, 292, 293, 294, 295, 296, 297, 298, 299, 300, 301, 302, 303, 304, 305, 306, 307, 308, 309, 310, 311, 312, 313, 314, 315, 316, 317, 318, 319, 320, 321, 322, 323, 324, 325, 326, 327, 328, 329, 330, 331, 332, 333, 334, 335, 336, 337, 338, 339, 340, 341, 342, 343, 344, 345, 346, 347, 348, 349, 350, 351, 352, 353, 354, 355, 356, 357, 358, 359, 360, 361, 362, 363, 364, 365, 366, 367, 368, 369, 370, 371, 372, 373, 374, 375, 376, 377, 378, 379, 380, 381, 382, 383, 384, 385, 386, 387, 388, 389, 390, 391, 392, 393, 394, 395, 396, 397, 398, 399, 400, 401, 402, 403, 404, 405, 406, 407, 408, 409, 410, 411, 412, 413, 414, 415, 416, 417, 418, 419, 420, 421, 422, 423, 424, 425, 426, 427, 428, 429, 430, 431, 432, 433, 434, 435, 436, 437, 438, 439, 440, 441, 442, 443, 444, 445, 446, 447, 448, 449, 450, 451, 452, 453, 454, 455, 456, 457, 458, 459, 460, 461, 462, 463, 464, 465, 466, 467, 468, 469, 470, 471, 472, 473, 474, 475, 476, 477, 478, 479, 480, 481, 482, 483, 484, 485, 486, 487, 488, 489, 490, 491, 492, 493, 494, 495, 496, 497, 498, 499, 500, 501, 502, 503, 504, 505, 506, 507, 508, 509, 510, 511, 512, 513, 514, 515, 516, 517, 518, 519, 520, 521, 522, 523, 524, 525, 526, 527, 528, 529, 530, 531, 532, 533, 534, 535, 536, 537, 538, 539, 540, 541, 542, 543, 544, 545, 546, 547, 548, 549, 550, 551, 552, 553, 554, 555, 556, 557, 558, 559, 560, 561, 562, 563, 564, 565, 566, 567, 568, 569, 570, 571, 572, 573, 574, 575, 576, 577, 578, 579, 580, 581, 582, 583, 584, 585, 586, 587, 588, 589, 590, 591, 592, 593, 594, 595, 596, 597, 598, 599, 600, 601, 602, 603, 604, 605, 606, 607, 608, 609, 610, 611, 612, 613, 614, 615, 616, 617, 618, 619, 620, 621, 622, 623, 624, 625, 626, 627, 628, 629, 630, 631, 632, 633, 634, 635, 636, 637, 638, 639, 640, 641, 642, 643, 644, 645, 646, 647, 648, 649, 650, 651, 652, 653, 654, 655, 656, 657, 658, 659, 660, 661, 662, 663, 664, 665, 666, 667, 668, 669, 670, 671, 672, 673, 674, 675, 676, 677, 678, 679, 680, 681, 682, 683, 684, 685, 686, 687, 688, 689, 690, 691, 692, 693, 694, 695, 696, 697, 698, 699, 700, 701, 702, 703, 704, 705, 706, 707, 708, 709, 710, 711, 712, 713, 714, 715, 716, 717, 718, 719, 720, 721, 722, 723, 724, 725, 726, 727, 728, 729, 730, 731, 732, 733, 734, 735, 736, 737, 738, 739, 740, 741, 742, 743, 744, 745, 746, 747, 748, 749, 750, 751, 752, 753, 754, 755, 756, 757, 758, 759, 760, 761, 762, 763, 764, 765, 766, 767, 768, 769, 770, 771, 772, 773, 774, 775, 776, 777, 778, 779, 780, 781, 782, 783, 784, 785, 786, 787, 788, 789, 790, 791, 792, 793, 794, 795, 796, 797, 798, 799, 800, 801, 802, 803, 804, 805, 806, 807, 808, 809, 810, 811, 812, 813, 814, 815, 816, 817, 818, 819, 820, 821, 822, 823, 824, 825, 826, 827, 828, 829, 830, 831, 832, 833, 834, 835, 836, 837, 838, 839, 840, 841, 842, 843, 844, 845, 846, 847, 848, 849, 850, 851, 852, 853, 854, 855, 856, 857, 858, 859, 860, 861, 862, 863, 864, 865, 866, 867, 868, 869, 870, 871, 872, 873, 874, 875, 876, 877, 878, 879, 880, 881, 882, 883, 884, 885, 886, 887, 888, 889, 890, 891, 892, 893, 894, 895, 896, 897, 898, 899, 900, 901, 902, 903, 904, 905, 906, 907, 908, 909, 910, 911, 912, 913, 914, 915, 916, 917, 918, 919, 920, 921, 922, 923, 924, 925, 926, 927, 928, 929, 930, 931, 932, 933, 934, 935, 936, 937, 938, 939, 940, 941, 942, 943, 944, 945, 946, 947, 948, 949, 950, 951, 952, 953, 954, 955, 956, 957, 958, 959, 960, 961, 962, 963, 964, 965, 966, 967, 968, 969, 970, 971, 972, 973, 974, 975, 976, 977, 978, 979, 980, 981, 982, 983, 984, 985, 986, 987, 988, 989, 990, 991, 992, 993, 994, 995, 996, 997, 998, 999, 1000

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Khali Char Rasta, State Highway, Khali,
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Tel: 0091-2767-282 395

Fax: 0091-2767-282 396

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www.unjhaformulations.com & www.urvesh.com