

BOARD OF DIRECTORS

Mr. Sanjeev Kumar	Managing Director, Promoter Executive Director
Mr. Harpreet Singh Kalra	Promoter Non-executive Director
Mr. Satish Kumar	Promoter Non-executive Director
Mr. Rahul Bansal	Independent Non-executive Director
Mr. Narang Singh	Independent Non-executive Director
Mr. Pawan Sharma	Independent Non-executive Director

AUDITORS

M/s. Shiv K Gupta & Associates, Chartered Accountants

BANKERS

Bank of India
HDFC Bank
Corporation Bank
Jain Sahkari Bank
Bharat Cooperative Bank

REGISTRARS AND TRANSFER AGENTS

Bigshare Services Private Limited
E/2, Ansa Industrial Estate,
Saki Vihar Road, Saki Naka,
Andheri (East),
Mumbai - 400 072.

SHIFTING OF REGISTERED OFFICE (w.e.f.30th June, 2011)

Plot No. 194-195, 3rd Floor,
Industrial Area, Phase II, Ram Darbar,
Chandigarh-160002

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18TH ANNUAL GENERAL MEETING

Date : 30th September, 2011
Day : Friday
Time : 11.00 a.m.
Place : Plot No.194-195, 3rd floor, Industrial Area,
Phase II Ram Darbar, Chandigarh - 160
002.

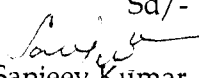
NOTICE

NOTICE IS HEREBY GIVEN THAT THE 18TH ANNUAL GENERAL MEETING OF MEMBERS OF THE COMPANY NEELKANTH TECHNOLOGIES LIMITED WILL BE HELD ON FRIDAY THE 30TH SEPTEMBER, 2011 AT THE REGISTERED OFFICE OF THE COMPANY SITUATED PLOT NO. 194-195, 3RD FLOOR, INDUSTRIAL AREA, PHASE II RAM DARBAR, CHANDIGARH - 160 002. AT 11.00 A.M. TO TRANSACT THE FOLLOWING BUSINESS.

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited accounts for the year ended 31st March 2011 along with notes and schedules thereon as on that date and the reports of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Rahul Bansal Director of the company who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a Director in place of Mr. Harpreet Singh Kalra Director of the company who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint auditors of the Company to hold office from the conclusion of this Annual General Meeting, until the conclusion next Annual General Meeting and to fix their remuneration.

On behalf of the Board
For Neelkanth Technologies Limited

Sd/-

Sanjeev Kumar
(Managing Director)

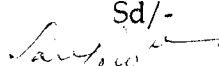
Date: 31st August, 2011.
Place: Chandigarh.

Registered office:
Plot No.194-195, 3rd floor,
Industrial Area, Phase II Ram Darbar,
Chandigarh - 160 002.

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 SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. The proxies, in order to be effective should be deposited with the company not less than 48 hours before the time fixed for the commencement of the meeting.
3. The Register of Members and Share Transfer Register in respect of equity shares of the Company will remain closed from Friday the 23rd September, 2011 to 30th September, 2011(both days inclusive).
4. As a measure of economy, copies of the Annual Reports and Accounts will not be distributed at the Meeting. Members are therefore, requested to bring their copies to the Meeting.
5. **Members/Proxies are requested to produce the attendance slip duly signed, sent along with the Annual Report and Accounts, for admission to the meeting hall.**
6. Members who are holding shares in identical order or names in more than one folio are requested to write to the company to enable the company to consolidate their holdings in one folio.
7. Members whose Shareholding is in the electronic mode are requested to direct change of address notification and updation of Saving Bank Account details to their respective Depository Participants.

On behalf of the Board
For Neelkanth Technologies Limited

Sd/-

Sanjeev Kumar
(Chairman)

Date: 31st August, 2011
Place: Chandigarh

DIRECTORS' REPORT

To,
The Members,
NEELKANTH TECHNOLOGIES LIMITED
Mumbai

Your Directors have great pleasure in presenting 18th Annual Report along with the Audited Balance Sheet and Profit And Loss Account, for the year ended 31st March, 2011.

FINANCIAL RESULTS:

(Rs. In '000)

Particulars	Year ended on 31-03-2011	Year ended on 31-03-2010
Total Income	1,48,267.02	1,92,925.34
Depreciation	172.96	81.97
Net Profit/(Loss) before Tax	(7,194.17)	8,430.44
Less: Provision for Taxation	--	2,583.30
Provision for Deferred Taxation	26.57	21.80
Provision for FBT	0.00	0.00
(Excess)/Short provision of FBT	0.00	0.00
Earlier year TDS w/off	0.00	0.00
Interim & Final Dividend	0.00	0.00
Dividend Tax paid	0.00	0.00
Net Profit/(Loss) after Tax	(7,194.17)	5,825.34
Balance b/f from Previous Year	3,447.92	2,341.19
Balance available for Appropriation	(7,205.69)	5,810.92
Balance c/f to Balance Sheet	37,84.34	3,447.92

DIVIDEND:

Your Directors do not recommend any dividend for the year under review.

DIRECTORS:

During the year Mr. Rahul Bansal and Mr. Harpreet Kalra are retiring by rotation and being eligible, offer themselves for re-appointment.

POSTAL BALLOT:

During the year the company has passed Special resolution under section 17 and 146(2) of the companies Act, 1956 obtaining shareholders consent by pursuant to section 192A of the Companies Act, 1956, read with the Companies (Passing of the resolution by Postal ballot) Rules, 2001.

SHIFTING OF REGISTERED OFFICE:

During the period under review, registered office was shifted from 1203/C-Wing, Anmol Apartments, S.V. Road, Goregaon (West), Mumbai -400 062 to Plot No.194-195, 3rd floor, Industrial Area, Phase II Ram Darbar, Chandigarh - 160 002. vide CLB Order No.188/17/CLB/MB/2011/3342, dt.29th June, 2011.

CORPORATE GOVERNANCE:

The Board had implemented Corporate Governance Code in pursuance of Clause 49 of Listing Agreement during the year. The report on Corporate Governance is annexed hereto forming part of this report. The requisite certificate from Shiv K Gupta & Associates, Chartered Accountants on implementation of requirements of the Corporate Governance is also annexed herewith forming part of this report.

AUDITORS:

M/s. Shiv K Gupta & Associates, Chartered Accountants, Chandigarh, Auditors of the Company, retires at the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment.

AUDITORS' REPORT:

The notes to Auditors Reports are self explanatory and hence no explanation is required from the Board as such.

COMPLIANCE CERTIFICATE:

Compliance Certificate as required under Section 383A of the Companies Act, 1956 prepared and issued by Mr. Hemant Shetye Partner of HS Associates, Company Secretaries is annexed hereto.

STOCK EXCHANGE REQUIREMENTS:

Being listed at The Bombay Stock Exchange Limited, Mumbai your company has paid listing fees till March, 2011.

DIRECTORS RESPONSIBILITY STATEMENT:

The Board of Directors hereby confirms:

- i. That in the preparation of the Annual Accounts, 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 judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the Profit or Loss of the Company for that period.
- iii. That the Directors have taken proper and sufficient care for the maintenances of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv. That the Directors have prepared the Annual accounts on a going concern basis.

DEPOSITS:

During the year under review the Company has neither accepted nor invited any Public deposits and hence the provisions of Section 58A of the Companies Act, 1956 read with the Companies (Acceptance of Deposits) Rules, 1975 are not attracted.

PARTICULARS OF EMPLOYEES:

In accordance with the provisions of Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules 1975 as amended, your Directors have to report that during the year under review there has been no employee in the service of the company drawing a salary of Rs.2,00,000/- per month or where employed for the whole year remuneration aggregating to Rs. 24,00,000/- p. a. or above.

CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION:

The particulars under the companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988, on conservation of energy and technology absorption are not applicable.

FOREIGN EXCHANGE EARNINGS / OUTGO:

During the year under review, the Company does not have any inflow or outflow of Foreign Exchange.

SUBSIDIARIES:

Since the Company has no subsidiaries, hence provision of Section 212 of the Companies Act, 1956 is not applicable.

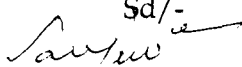
DISCUSSION AND ANALYSIS:

The Management Discussion and Analysis are annexed and forms an integral part of this report.

ACKNOWLEDGEMENTS:

Your Company and its Directors wish to sincerely thank all the customers and commercial banks for their continuing support and co-operation. Your Directors express their appreciation for the dedicated and sincere services rendered by the employees of the Company. Your Directors sincerely thank the shareholders for the confidence reposed by them in the company and for the continued support and co-operation extended by them.

On behalf of the Board
For Neelkanth Technologies Limited

Sd/-

Sanjeev Kumar
(Chairman)

Date: 31st August, 2011
Place: Chandigarh

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REPORT ON CORPORATE GOVERNANCE

(Pursuant to Clause 49 of the Listing Agreements entered into with the Stock Exchange)

1. PHILOSOPHY ON CODE OF GOVERNANCE

The Board of Directors of your company strongly supports the principles of corporate governance. Further the Board lays emphasis on transparency, accountability and integrity in all its operations and dealings with outsiders. The following are the detailed practices on Corporate Governance in your Company.

2. BOARD OF DIRECTORS

The Board of Directors comprises of Six Directors out of which one is Managing Director and two are Promoter Non-Executive Directors. The other Three Directors are Independent Non-Executive Directors. There are no Nominee/Institutional Directors.

During the year there were in total 8 (Eight) Board Meetings held 30th April 2010, 14th August 2010, 30th August 2010, 15th October, 2010, 13th November 2010, 26th November, 2010 , 11th February 2011 and 14th February, 2011. The time gap between the two meetings was not more than four months.

The composition of the Directors and their attendance at the Board Meetings during the financial year 2010-11 and at the last Annual General Meeting as also number of other directorships/ membership of committees is as follows:

Director	Attendance at the Last AGM	No of Meetings Attended	No. of outside Directorship held	Total No. of Membership chairmanship of committees across all Companies	
				Member	Chairman
Mr. Harpreet Singh Kalra	Yes	8	3	--	--
Mr. Sanjeev Kumar	Yes	8	7	1	--
Mr. Satish Kumar	Yes	8	5	--	--
Mr. Rahul Bansal	Yes	8	1	--	3
Mr. Narang Singh	Yes	8	--	3	--
Mr. Pawan Sharma	Yes	8	--	3	--

Details of Directors seeking appointment/re-appointment at the forthcoming Annual General Meeting (pursuant to Clause 49 IV (G) (i) of the Listing Agreement).

Name of the Director	:	Rahul Bansal
Age	:	35 years
Qualification	:	Chartered Accountant
Expertise in specific functional areas	:	8 years in the field of Accounts and Finance
Directorship in other Indian Public	:	NIL

Limited Company & other firms as on 31.03.2010	
Shareholding	: NIL

Name of the Director	: Mr. Harpreet Singh Kalra
Age	: 43 years
Qualification	: Graduate
Expertise in specific functional areas	: 15 years in manufacturing and trading
Directorship in other Indian Public Limited Company & other firms as on 31.03.2010	: Nil
Shareholding	: N.A

3. COMMITTEES OF THE BOARD

A. AUDIT COMMITTEE

Pursuant to the provisions of Section 292(A) of the Companies Act, 1956 and Clause 49 of the Listing Agreement the Audit Committee was formed. The said Committee consists of 3 (three) Non Executive Independent Directors.

The following Directors are the members of the Audit Committee:

1. Mr. Rahul Bansal - Chairman
2. Mr. Pawan Sharma - Member
3. Mr. Narang Singh - Member

Statutory Auditors attended the meeting of the Committee as invitee.

The Committee met 4 times during the year 2010-11 on 30th April, 2010, 14th August, 2010, 13th November, 2010 and 11th February, 2011 as against the minimum requirement of four meetings.

The attendance at the Audit Committee Meeting was as under for the financial year ended 31.03.2011:

Name of Director	No. of Committee meetings held	No. of Committee meetings attend.
1. Mr. Rahul Bansal -Chairman	4	4
2. Mr. Pawan Sharma - Member	4	4
3. Mr. Narang Singh - Member	4	4

The Audit Committee held discussions with the Statutory Auditors on the "Limited Review" of the half yearly accounts, matters relating to compliances of accounting standards, their observations arising from the annual audit of the Company's accounts and other related matters.

B. REMUNERATION COMMITTEE:

Pursuant to the provisions of Section 292(A) of the Companies Act, 1956 and Clause 49 of the listing agreement, all the three members of the committee are non-executive and Independent Directors.

The following Directors are the members of the Remuneration Committee:

1. Mr. Rahul Bansal - Chairman
2. Mr. Pawan Sharma - Member
3. Mr. Narang Singh - Member

During the year there were no remuneration committee meeting.

The Attendance at the Remuneration Committee Meeting was as under:

Name of the Director	Designation	Non-executive/Independent	Number of Meetings	
			Held	Attended
Mr. Rahul Bansal	Chairman	Independent Non Executive Director	1	1
Mr. Pawan Sharma	Member	Independent Non Executive Director	1	1
Mr. Narang Singh	Member	Independent Non Executive Director	1	1

Disclosure on Remuneration of Directors:

1. All elements of remuneration package of individual Directors summarized under major groups, such as salary benefits, bonuses, stock option, pension etc. - the details are as under
2. Details of fixed component and performance linked incentives, along with the performance criteria - NIL
3. Service contracts, notice period, severance fees - NIL
4. Stock option details, if any - and whether issued at a discount as well as the period over which accrued and over which exercisable - NIL

Details of remuneration paid to the Managing Director for the year ended 31st March, 2011:

Executive Directors.

(Amt. In Rupees)

Name	Salary (p.a.)	Commission	Perquisites	Retirement Benefits
Sanjeev Kumar	24,00,000	Nil	Nil	Nil

Following is the list of Non-Executive Directors, their Shareholdings in the Company and the amount of sitting fee paid during the year.

Sr. No.	Name of the Non-Executive Directors	Number of Equity Shares	Sitting fee paid(Rs.)	Non convertible Instruments
1.	Mr. Rahul Bansal	Nil	Nil	Nil
2.	Mr. Pawan Sharma	Nil	Nil	Nil
3.	Mr. Narang Singh	Nil	Nil	Nil

C. SHAREHOLDERS COMMITTEE

The Shareholder/Investors Grievance Committee has been formed. The committee looks into the shareholders and investors grievances that are not settled at the level of Compliance Officer and helps to expedite the share transfers and related matters.

Following is a composition of Shareholders/Investors Grievance committee as on date of this report

1. Mr. Rahul Bansal - Chairman
2. Mr. Pawan Sharma - Member
3. Mr. Narang Singh - Member

The Name and address of Compliance officer is as per following:

Mr. Sanjeev Kumar, Managing Director
Add: Plot No 194-195, Industrial Area , Phase 2, Ram Darbar , Chandigarh (U.T) - 160002

During the year there were in total 4 Shareholders/Investors Grievance Committee Meeting were held 30th April, 2010, 14th August, 2010, 13th November, 2010 and 11th February, 2011.

THE ATTENDANCE AT THE SHAREHOLDERS/INVESTORS GRIEVANCE COMMITTEE MEETING WAS AS UNDER:

Director	No. of Committee meetings held	No. of Committee meetings attend.
1. Mr. Rahul Bansal	4	4
2. Mr. Pawan Sharma	4	4

3. Mr. Narang Singh	4	4
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Details of investors complaints received and resolved during the year 2010-2011

- i. Number of Shareholders Complaints received: Nil
- iii. Number of complaints resolved during the year: Nil
- iii. Number not solved to the satisfaction of shareholders: Nil
- iv. Number of pending complaints: Nil

GENERAL BODY MEETINGS

Location and time, where last three AGMs held:

Year	Location	Date	Time	Special Resolutions
2007-2008	Registered Office	30.09.2008	4.30 P.M.	1. Commencement of new business mentioned in Sub Clause no 53, 59 & 61 of Clause B of Memorandum of Association of the Company. 2. Registers and returns to be kept at a place other than the registered office.
2008-2009	Registered Office	30.09.2009	4.30 P.M.	N.A
2009-2010	Registered Office	30.09.2010	4.30 P.M.	N.A

- During the year the company has passed Special resolution under section 17, section 146(2) and other applicable provisions, if any, of the Companies Act, 1956 obtaining shareholders consent by pursuant to section 192A of the Companies Act, 1956, read with the Companies (Passing of the resolution by Postal ballot) Rules, 2001.

The Company had appointed Mr. Hemant Shetye, Partner of HS Associates, Practicing Company Secretary, as the Scrutinizer for conducting the Postal Ballot in a fair and transparent manner. The Chairman of the Company declared the following results of the Postal Ballot on Saturday the 22nd January, 2011 at the registered office of the Company is as follows:

Special resolution under section 17 of the Companies Act,1956 for alteration of clause II in Memorandum of Association due to shifting of registered office from the state of Maharashtra to Union Territory of Chandigarh

Particulars	Total No of Shares voted		Votes in favour		%	Voted Against		%	Invalid		%
	Forms	No. of Shares	Forms	No of Shares		Forms	No. of Shares		Form	No. of Shares	
Special resolution under section 17 of the Companies Act,1956 for alteration of clause II in Memorandum of Association due to shifting of registered office from the state of Maharashtra to Union Territory of Chandigarh	3	1631350	2	1613650	98.92	1	17700	1.08	Nil	Nil	Nil

DISCLOSURES

During the year under review, besides the transactions reported elsewhere, there were no other related party transactions of material nature with the promoters, Directors, the management or their subsidiaries or relatives during the year.

The Company received show cause notice no.EAD-6/BM/DJ/194664/2010 dated 11th February, 2010 about under Rule 4 of SEBI (Procedure for holding inquiry and imposing penalties by adjudicating officer) Rule, 1195 read with section 15 I of the securities and exchange Act, 1992. The company duly replied to the said show cause notice.

The Board affirms that no person has been denied access to the audit committee during the year. The company has complied with mandatory provisions of corporate governance and is in the process of adopting the non-mandatory provisions of the corporate governance.

MEANS OF COMMUNICATION

Since the Company's Registered Office is situated at Mumbai, the Quarterly/ Yearly results are normally published in English in Free press Journal News paper and in Marathi in Navshakti News paper.

Company has its own website in the name of www.colespharma.co.in on which all the corporate information is made available to the general public. It also displays all the official news releases and the presentations made to Institutional Investors.

However there was no presentation made during the year either to the Institutional Investors or to the analysts.

Management Discussion & Analysis Report is attached herewith forming part of the Annual Report.

7. SHAREHOLDER INFORMATION

i) Annual General Meeting

Annual General Meeting is proposed to be held on Friday the 30th September, 2011 at 11.00 a.m. at the Registered Office of the Company situated at 194-195, 3rd Floor, Industrial Area, Phase II, Ram Darbar, Chandigarh - 160 002

ii) Financial Calendar :

1 st Quarterly Results	2 nd Week of August, 2011
2 nd Quarterly Results	2 nd Week of November, 2011
3 rd Quarterly Results	2 nd Week of February, 2012
4 th Quarterly Results	April/May 2012

iii) Date of Book Closure

Friday the 23rd September, 2011 to Friday, 30th September, 2011 (both days inclusive).

iv) Dividend

The Board of Directors has not proposed any dividend for the year ended 31st March, 2011 with a view to conserve resources.

v) Listing on Stock Exchange

At Bombay Stock Exchange Limited with stock code - 530697.

vi) Names of depositories for dematerialization of equity shares

Demat ISIN Number in NSDL: INE 546F0103.

vii) Stock market price data for the year 2010-2011 (BSE)

Month	High Price	Low Price	No. of Shares
April, 2010	36.10	19.50	2,80,500
May, 2010	41.35	29.50	1,83,300
June, 2010	35.25	27.80	43,100
July, 2010	28.85	24.45	93,500
August, 2010	26.70	22.50	19,700
September, 2010	21.90	17.15	19,600
October, 2010	20.20	16.85	4,500
November, 2010	18.00	14.15	24,200
December, 2010	26.10	14.70	36,300
January, 2011	26.90	19.85	3,300
February, 2011	18.90	15.55	8,969
March, 2011	18.40	13.60	1,775

viii) Registrar and Share Transfer Agent

Big shares Services Private Limited
E-2, Ansa Ind. Estate, Saki Vihar Road,
Andheri (East), Mumbai-400072.

ix) Share Transfer System

Share Transfer are registered and returned within a period of 30 days form the date of receipt, if the documents are clear in all respect. The power to approve transfer of securities has been delegated by the Board to the Shareholders/Investors grievance and Share Transfer Committee which meets once in a fortnight. Share Transfer requests are processed within an average of 15 days from the date of receipt. Letters are sent to the shareholders after transfer of shares in their names giving an option for dematerialization of shares of the physical shares. Physical shares are dematerialized and electronic credit is given to those shareholders, who opt for dematerialization, share certificates are dispatched by Registered post.

x) Distribution of shareholding as on 31st March, 2011

Range	No. of Shareholders	% of Shareholders	No. of Shares held	% of shareholding
1-5000	389	56.0519	134375	3.7146
5000-10000	106	15.2738	93242	2.5775
10001-20000	78	11.2392	123960	3.4267
20001-30000	31	4.4669	77725	2.1486
30001-40000	13	1.8732	47199	1.3047
40001-50000	14	2.0173	69000	1.9074
50001-100000	24	3.4582	170500	4.7132
100001 & above	39	5.6196	2901499	80.2073
Total	694		3617500	100.00

xi) Dematerialization of shares and Liquidity

As on 31st March, 2011, 87.15% of the Company's total shares representing 31,52,500 shares were held in de-materialized form and the balance 12.36% representing 4,65,000 shares in physical form.

Company has not issued ESOP nor any GDRs/ADRs/Warrants/ Convertible instrument.

xii) Plant Locations : N.A.

xiii) Address for correspondence

Neelkanth Technologies Limited
194-195, 3rd Floor, Industrial Area,
Phase II, Ram Darbar,
Chandigarh - 160 002.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

A) INDUSTRY STRUCTURE AND DEVELOPMENT:

The Pharmaceutical Industry has shown very promising results in the previous financial year ended 31.03.2011 as discussed below.

B) SEGMENTWISE PERFORMANCE:

The company is presently operating in only one segment that is trading in pharmaceutical products .

C) OPPORTUNITIES / OUTLOOK:

The **Indian Pharmaceutical Industry** today is in the front rank of India's science-based industries with wide ranging capabilities in the complex field of drug manufacture and technology. It ranks very high in the third world, in terms of technology, quality and range of medicines manufactured. From simple headache pills to sophisticated antibiotics and complex cardiac compounds, almost every type of medicine is now made indigenously.

..Playing a key role in promoting and sustaining development in the vital field of medicines, **Indian Pharma Industry** boasts of quality producers and many units approved by regulatory authorities in USA and UK. International companies associated with this sector have stimulated, assisted and spearheaded this dynamic development in the past 53 years and helped to put India on the pharmaceutical map of the world.

Growth Scenario in 2010

India's pharmaceutical industry is now the third largest in the world in terms of volume. Its rank is 14th in terms of value. Between September 2008 and September 2009, the total turnover of India's pharmaceuticals industry was US\$ 21.04 billion. The domestic market was worth US\$ 12.26 billion. This was reported by the Department of Pharmaceuticals, Ministry of Chemicals and Fertilizers. As per a report by IMS Health India, the Indian pharmaceutical market reached US\$ 10.04 billion in size in July 2010. A highly organized sector, the Indian Pharma Industry is estimated to be worth \$ 4.5 billion, growing at about 8 to 9 percent annually.

D) THREATS:

The strong growth registered by the Indian economy has helped to drive its pharmaceutical market and industry. The highly-competitive market in India continues to be dominated by Indian pharmaceutical companies, but remains fragmented, with over 20,000 licensed organisations. Besides many SMEs, competitors include internationally-recognised companies such as Cipla, Dr. Reddy's and Ranbaxy, as well as foreign multinationals.

E) INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY:

Your company is following a proper and adequate system of internal control in respect of all its activities including safeguarding and protecting its assets against loss or unauthorized use or disposition. Further all transactions entered into by the company are duly authorized, recorded correctly. The Board closely watches and monitors all expenses incurred on various heads. All policies ,procedures and guidelines are being documented. Your company is using advanced customized software system, which is upgraded time to time to suit the system need of the company.

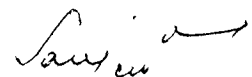
G) HUMAN RESOURCES POLICIES:

Human resource development is prime important to every organization. The company pays required attention on the development of its staff. Maintaining cordial relation and friendly relation and solving workers problems through negotiation amicably is in the interest of the company. The company gives incentives for better performance and recognizes individual achievement of the staff. The industrial relation climate in your company was harmonious and constructive

H) CAUTIONARY STATEMENT:

Statement in the report of management discussion and analysis describing the company's objective, projections, estimates, expectation or predictions may be "forward looking statement" within the meaning applicable of Securities Laws or Regulations. These statements are based on certain assumptions and expectations for the future events. Actual results could differ materially from those of future events. Actual results could differ materially from those expressed or implied. Important factors that could make difference to the company's operation's include economic condition affecting global and domestic demand supply, finished goods prices in the domestic and overseas market in which the company operates, raw materials cost and availability, changes in Government regulations, tax regimes, economic developments within India and other factors such as litigation and industrial relations. The company assumes no responsibility to publicly amend, modify or revise and forward looking statements, on the basis of any subsequent development, information or events

On behalf of Board of Director
For NEELKANTH TECHNOLOGIES LIMITED



SANJEEV KUMAR
(CHAIRMAN)

DATE: 31st AUGUST, 2011
PLACE: CHANDIGARH


CERTIFICATION BY CHIEF EXECUTIVE OFFICER

To,
The Board of Directors,
NEELKANTH TECHNOLOGIES LIMITED.
194-195, 3rd Floor, Industrial Area,
Phase II, Ram Darbar,
Chandigarh - 160 002.

We hereby certify that for the financial year, ending 31st March, 2011 on the basis of the review of the financial statements and the cash flow statement and to the best of our knowledge and belief that:-

1. These statements do not contain any materially untrue statement or omit any material fact or contain statement that might be misleading.
2. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
3. These 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.
4. We accept responsibility for establishing and maintaining internal controls and that we have evaluated the effectiveness of the internal control systems of the Company and we have disclosed to the auditors and the 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.
5. We further certify that:
 - a. There have been no significant changes in internal control during the year;
 - b. There have been no significant changes in accounting policies during the year;
 - c. There have been no instances of significant fraud of which we are 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.

Sd/-


CEO & CFO

Date: 31st August, 2011

Place: Chandigarh

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NEELKANTH TECHNOLOGIES LIMITED

Regd. Office: Plot No. 194-195, 3rd Floor, Industrial Area, Phase II, Ram Darbar,
Chandigarh-160002

ATTENDANCE SLIP

Shareholders attending the meeting in person or by proxy are requested to complete the attendance slip and hand it over at the entrance of the meeting hall.

I hereby record my presence at the 18th Annual General Meeting of the Company at Regd. Office of the company on Friday 30th September, 2011 at the registered office of the Company situated at Plot No. 194-195, 3rd Floor, Industrial Area, Phase II, Ram Darbar, Chandigarh-160 002

Name of the Shareholder

Signature

Folio No. _____

(Full name of Proxy)

Note: No Duplicate Attendance Slip will be issued at the meeting hall. You are requested to bring your copy of Annual Report to the Meeting.

NEELKANTH TECHNOLOGIES LIMITED

Regd. Office: Plot No. 194-195, 3rd Floor, Industrial Area, Phase II, Ram Darbar,
Chandigarh - 160 002.

PROXY FORM

I/We of
in the district of being a member/members
of the above named Company hereby appoint
of in the district
of or failing him of
..... In the district of
..... as my/our proxy to vote for me/us on my/our behalf at the 17th
Annual General Meeting of the Company held on Friday the 30th September, 2011 at
11.00 a.m. at the registered office of the Company situated at Plot No. 194-195, 3rd

Floor, Industrial Area, Phase II, Ram Darbar, Chandigarh-160 002 and at any adjournment thereof.

Signed this day of, 2011.

Reg. Folio No.

No. of Shares

Signature

REVENUE
STAMP

Note: This form in order to be effective should be duly stamped, completed and signed and must be deposited at the Registered Office of the Company, not less than 48 hours before the meeting.

Shiv K Gupta & Associates
CHARTERED ACCOUNTANTS
Chandigarh

Auditor's Certificate to the members of the company on compliance of the conditions of Clause 49 of the Listing Agreement (Corporate Government) for the year ended 31st March, 2011.

To,

The Member of Neelkanth Technologies Ltd.

We have examined the compliance of corporate governance by Neelkanth Technologies Limited for the year ended 31st March, 2011 as stipulated in Clause 49 of the Listing Agreement of the Company with the Stock Exchange.

The Compliance of condition of Corporate Governance is the responsibility of the Management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the condition of the corporate Governance. It is neither an audit nor an expression of opinion on the financial statement of the company.

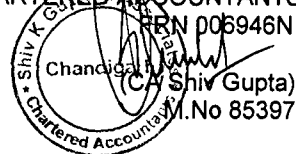
In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the condition for Corporate Governance as stipulated in the above mentioned Listing Agreement except for the Companies Act, 1956.

We state that none of the investor Grievances is pending for a period exceeding one month, as at 31st March, 2011 against the Company as pre record maintained by the Shareholder/Investor' Grievance Committee.

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

Place: Chandigarh
Date: 31.08.2011

For: Shiv K Gupta & Associates
CHARTERED ACCOUNTANTS



Shiv K Gupta & Associates
CHARTERED ACCOUNTANTS
Chandigarh

AUDITORS' REPORT

To the Members of
Neelkanth Technologies Limited

We have audited the attached Balance Sheet of M/s Neelkanth Technologies Limited as at 31st March 2011 and Profit & Loss account for the year ended as on date. 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.

We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examination on a 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 the management as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

1. As required by the Companies (Auditor's Report) Order, 2003 and amended by the Companies (Auditor's Report) Amendment Order 2004 issued by Company Law Board in terms of Section 227(4A) of the Companies Act, 1956, we annex hereto a statement on the matters specified in paragraphs 4 and 5 of the said order.
2. Further to our comments in the annexure referred to in paragraph 1 above we report that:
 - (a) We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - (b) In our opinion, proper books of account as required by law, have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet and Profit and Loss a/c also the cash flow statement dealt with by this report are in agreement with the books of accounts.



- (d) In our opinion, the Balance Sheet , Profit and Loss a/c also the cash flow statement complies with the Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956
- (e) On the basis of written representations received from the Directors of the company and taken on record by the Board we report that none of the directors of the company are prima facie disqualified as at 31-03-2011 from being appointed as a director of the company under clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- (f) In our opinion and to the best of our information and according to the explanation given to us, the said accounts read together with Accounting Policies and Notes on Accounts given in Schedule-5 give the Information required by the Companies Act, 1956, in the manner so required and give a true and fair view:
- (i) In case of Balance Sheet, of the state of affairs of the Company as at 31st March , 2011 and
- (ii) in case of Profit & Loss Account of the Loss of the Company for the year ended as on that date.
- (iii) In the case of cash flow statement of the cash flow for the year ended as on that date .

Place: Chandigarh
Date: 31.08.2011

For: Shiv K Gupta & Associates
CHARTERED ACCOUNTANTS.

FRN 006946N

(CA Shiv K Gupta)

Chandigarh
PIN No. 160039

ANNEXURE TO AUDITORS REPORT

Annexure referred to in Paragraph 1 of our report of even date on the accounts of NEELKANTH TECHNOLOGIES LIMITED for the year ended 31st March 2011.

On the basis of such check as were considered appropriate and according to the information and explanation given to us during the course of our audit , we further state that :

1. The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets. We have been informed that the management has physically verified major portion of its fixed assets during the year in accordance with a program of verification. In our opinion, the frequency of verification of fixed assets by the management is reasonable having regard to the size of the company and the nature of its assets. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

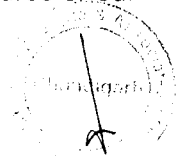
2. As explained to us, the securities held as Stock in Trade and the stock of traded goods have been physically verified by the management at reasonable intervals . For securities held by the company in dematerialized form in NSDL/SHCIL is verified with the statement received from them periodically.

b) In our opinion and according to the information and explanations given to us the procedure of physical verification of securities held as stock in trade except for dematerialized shares and the stock of traded goods followed by the management is reasonable with regard to the size of the company and the nature of its business.

c) In our opinion and according to information given to us the company has maintained proper records of securities held as stock in trade and the stock of traded goods and no material discrepancies were noticed on verification.

3.As informed to us, the company has neither granted nor taken any loan secured or unsecured from companies, firms and other parties listed in the Register maintained under Section 301 and 370 (1B) of the Companies Act, 1956. Accordingly clause 4(iii) (b) to (d) and (f) and (g) of CARO are not applicable to the company .

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 . During the course of our audit no major weakness has been noticed in the internal controls.



5. Based on the audit procedures applied by us and according to the Information and explanations provided by the management, the transactions that need to be entered into the register maintained under section 301 of the companies Act, 1956 have been duly entered.

6. The company has not accepted any deposits from the public within the Provision of section 58A & 58AA of the Companies Act, 1956 and the companies (acceptance of deposits) Rules, 1975.

7. Statutory and other dues

According to the information and explanations given to us, the company has been generally regular in depositing undisputed statutory dues including Provident Fund, Income Tax, Sales Tax, Custom Duty and other material statutory dues with appropriate authorities during the year.

8. The accumulated losses of the company are less than fifty percent of net worth of the company. The Company has incurred cash loss amounting to Rs 7030833 during the financial year.

9. According to the information & explanations given to us the company has not taken any loan from financial institutions and banks.

10. According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions.

11. According to the information & explanations given to us the company has not taken any term loan.

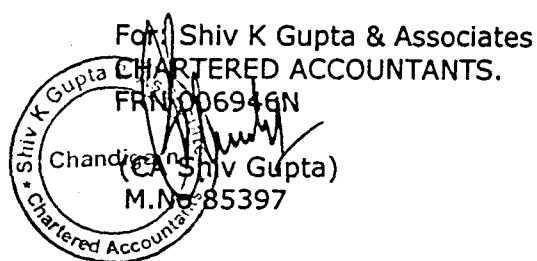
12. According to information & explanations given to us, funds raised on Short term basis have prima facie not been used during the year for long term investment and vice versa.

13. Based upon the audit procedures performed 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.

14. Other clauses of CARO are either Nil or not applicable to the company for the year under report.

Place: Chandigarh
Date: 31.08.2011

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**NEELKANTH TECHNOLOGIES LIMITED
(FORMERLY SHRI LAKHAVI INFOTECH LTD.)
BALANCE SHEET AS AT 31ST MARCH, 2011**

PARTICULARS	SCHEDULE		CURRENT YEAR (Rs)		PREVIOUS YEAR (Rs)
SHARE HOLDERS FUNDS Share capital	A	36,175,000		36,175,000	
			36,175,000		36,175,000
RESERVES & SURPLUS	A-1		-	3,447,928	3,447,928
DEFERRED TAX LIABILITY			48,380		21,804
		TOTAL Rs.-	36,223,380		39,644,732
B. APPLICATION OF FUNDS					
1. FIXED ASSETS	B				
a) Gross Block		2,431,922		1,519,258	
b) Less : Depreciation		1,028,617	1,403,305	855,652	663,605
e) Investments					
2. CURRENT ASSETS, LOANS AND ADVANCES					
a) Inventories	C	48,495,140		57,127,844	
b) Sundry Debtors	D	22,918,174		38,123,666	
c) Cash and Bank Balances	E	2,573,824		1,626,551	
d) Loans and Advances	F	21,710,944		22,531,444	
		95,696,083		119,409,505	
Less : Current Liabilities & Provisions	G	64,660,350	31,035,733	80,428,378	38,981,127
C. MISCELLANEOUS EXPENDITURE					
Profit & Loss Account Debit Balance (to the extent not w/o or adjusted)			3,784,342		
		TOTAL Rs.-	36,223,380		39,644,732
Notes on accounts (Forming Integral part of Balance Sheet)	K				

For Neelkanth Technologies Ltd.

(Sanjeev Singal)
Managing Director

Director

For Neelkanth Technologies Ltd.

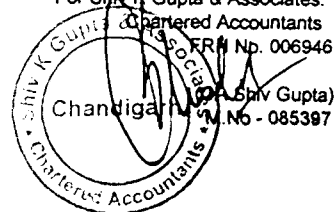
(Harpreet Singh Kalra)
Director

Director

AUDITOR'S REPORT

In terms of our separate report of even date annexed

For Shiv K Gupta & Associates.
Chartered Accountants
Firm No. 006946



PLACE : CHANDIGARH
DATED : August 31, 2011

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NEELKANTH TECHNOLOGIES LIMITED
(FORMERLY SHRI LAKHAVI INFOTECH LTD.)
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31-03-2011

PARTICULARS	SCHEDULE	CURRENT YEAR (Rs)	PREVIOUS YEAR (Rs)
INCOME			
Sales & other Income	H	148,267,021	192,925,342
	TOTAL Rs :-	148,267,021	192,925,342
EXPENDITURE			
Cost of Goods Sold	I	125,576,950	158,899,832
Administrative & Other Exps.	J	29,711,280	25,513,096
Depreciation	B	172,964.33	81,973
	TOTAL Rs :-	155,461,195	184,494,901
Net Profit before Tax		(7,194,173)	8,430,441
Provision for Tax		-	2,583,300
Net Profit after Tax		(7,194,173)	5,847,141
Previous Year Adjustments		(11,520.00)	(36,214)
Balance Available for appropriation		(7,205,693)	5,810,927
Less- Balance B/F		3,447,927	2,341,196
Less - Deferred Tax Liability		28,576.00	21,804
Amount carried to Balance Sheet		(3,784,342)	3,447,927
Earning per share (Basic)		(1.99)	1.62

For Neelkanth Technologies Ltd.

Sanjeev Singal
 (Sanjeev Singal)
 Managing Director

For Neelkanth Technologies Ltd.

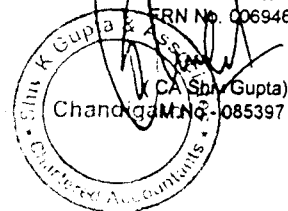
(Harpreet Singh Kalra)
 Director

Director

AUDITOR'S REPORT

In terms of our separate report of even date annexed

For Shiv K Gupta & Associates.
 Chartered Accountants
 FRN No. 006946



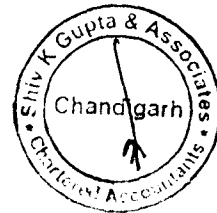
PLACE : CHANDIGARH
 DATED : August 31, 2011

NEELKANTH TECHNOLOGIES LIMITED
(FORMERLY SHRI LAKHAVI INFOTECH LTD.)
SHARE CAPITAL

PARTICULARS	SCHEDULE-A	
	CURRENT YEAR (Rs)	PREVIOUS YEAR (Rs)
SHARE CAPITAL		
AUTHORISED		
4000000 equity shares of Rs. 10/- each	40,000,000	40,000,000
Issued, Subscribed & Paid up		
3617500 equity shares of Rs. 10/- each fully paid up	36,175,000	36,175,000
TOTAL Rs.-	36,175,000	36,175,000

RESERVES & SURPLUS

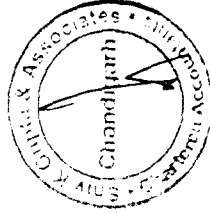
PARTICULARS	SCHEDULE-A -1	
	CURRENT YEAR	PREVIOUS YEAR
PROFIT AND LOSS ACCOUNT		
Net Profit after Tax	(7,194,173)	5,847,141
Less Previous year adjustments	(11,520)	(36,214)
Profit Available for appropriation	(7,205,693)	5,810,927
Less balance brought forward	3,447,927	2,341,196
Less Deferred Tax Liability	26,576	21,804
TOTAL Rs.-	(3,784,342)	3,447,927



NEELKANTH TECHNOLOGIES LIMITED
(FORMERLY SHRI LAKHAVI INFOTECH LTD.)
SCHEDULE OF FIXED ASSETS AS ON 31.03.2011

SCHEDULE-B

PARTICULARS	Rate of Dep.	GROSS BLOCK			DEPRECIATION			As at 31.03.2011	
		COST AS ON 01.04.2010	ADDITIONS DURING THE YEAR	SALES/ADJ. DURING THE YEAR	TOTAL	UP TO 01.04.2010	FOR THE CURRENT YEAR		DEPRECIATION ON ASSETS SOLD
COMPUTER	40	661,590.00	304,252.00	-	965,842.00	512037.74	117,750.25	-	629787.99
AIR CONDITIONER	4.75	112,477.00	-	-	112,477.00	35775.48	5,342.66	-	41118.14
FURNITURE & FIXTURES	6.33	552,164.50	593,656.00	-	1,145,820.50	208791.94	39,825.71	-	2,48617.65
OFFICE EQUIPMENT	4.75	193,026.00	14,756.00	-	207,782.00	99047.24	10,045.71	-	1,09,092.95
CURRENT YEAR (Rs)		1,519,257.50	912,664.00	-	2,431,921.50	855,652.40	172,984.33	-	1,02,8816.73
PREVIOUS YEAR (Rs)		894,125.00	625,132.00	-	1,519,257.00	773,680.76	81,972.64	-	855,653.40

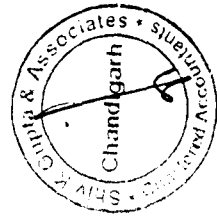


Detail of Addition to Fixed Assets

Particulars	Rate	Rate of dep	Amount (Rs)
Furniture & Fixture			
Fire Extinguisher	6.33	6.33	38,250.00
Office Furniture	6.33	6.33	555,406.00
Office Equipment	6.33	6.33	14,756.00
			<u>608,412.00</u>
Plant & Machinery			
Data Processing Equipment	40.00	40.00	304,252.00
			<u>304,252.00</u>
Total addition			912,664.00

Computation of Depreciation as per Companies Act (on addition of fixed assets)

Particulars	Rate	Date of addition	Amount	Days	Depreciation	Total
1 Fire Extinguisher	6.33	8/18/2010	38,250.00	223	1499.81	1499.81
Office Furniture	6.33	8/12/2010	55,406.00	229	2230.97	
	6.33	3/18/2011	500,000.00	13	1142.92	3373.89
Office Equipment	6.33	4/23/2010	14,756.00	338	876.97	876.97
Data Processing Equipment	40.00	5/12/2010	34,216.00	319	12127.67	
	40.00	8/14/2010	3,300.00	227	832.33	
	40.00	8/23/2010	57,200.00	218	13855.11	
	40.00	8/26/2010	28,600.00	215	6832.22	
	40.00	9/17/2010	108,146.00	194	23311.47	
	40.00	3/19/2011	72,780.00	12	970.53	
		3/31/2011	912,664.00			57929.34



NEELKANTH TECHNOLOGIES LIMITED
(FORMERLY SHRI LAKHAVI INFOTECH LTD.)

CURRENT ASSETS LOANS & ADVANCES

SCHEDULE-C

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
INVENTORIES		
Stock of Shares & Securities (taken at Cost Price)	13,509,544	13,509,544
Stock of Traded Goods	34,985,596	43,618,300
TOTAL Rs.-	48,495,140	57,127,844

SUNDRY DEBTORS

SCHEDULE-D

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
(Unsecured but Considered good)		
Outstanding for a period exceeding - Six Months	614,186	614,186
- Others	22,301,988	37,509,480
TOTAL Rs.-	22,916,174	38,123,666

CASH AND BANK BALANCES

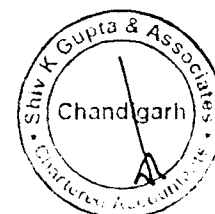
SCHEDULE-E

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Cash in Hand	205,549.80	105,001
Balance with Banks - in Current A/c's		
Bharat Cooperative Bank	2,716	2716.00
Jain Sahkari Bank	1,144	1144.00
Bank of India	355,950	1061740.00
Corporation Bank	7,865	303331.00
HDFC Bank Limited	1,722,673	
Interest Accrued but not due	12,264	
Cheques Deposited but not cleared	265,663	1,521,550
	2,368,275	1,521,550
	2,573,824	1,626,551

LOANS & ADVANCES

SCHEDULE-F

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
(Advance recoverable In cash or In kind or value to received)		
Advances	17,012,844	17,512,844
Deposits (incl. Rs 11,00,000/- to Previous M.D. Mr Arvind Bohra)	1,105,000	1,105,000
Advance to Mr Amardeep Singh	700,000	700,000
Advance to Sh. S.A. Bohra	100,000	100,000
Prepaid Insurance	32,600	32,600
Security Deposit	221,000	81,000
Advances to staff	1,493,500	
Input Tax Credit Pending Adjustment	60,700	
Bank Guarantee (issued against 100% margin)	328,760	
Balance with Revenue Authorities (F.Y 2009-10)	405,180	
Tax Deducted at Source	1,360	
Advance Tax (F.Y 2010-11)	250,000	3,000,000
TOTAL Rs.-	21,710,944	22,531,444

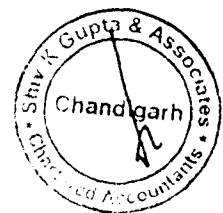


NEELKANTH TECHNOLOGIES LIMITED
(FORMERLY SHRI LAKHAVI INFOTECH LTD.)

CURRENT LIABILITIES & PROVISIONS		SCHEDULE-G	
PARTICULARS	CURRENT YEAR		PREVIOUS YEAR
Sundry Creditors	61,145,701		75,362,473
Liability for expenses	3,514,649		2,482,605
Provision for Income Tax C.Y	-		2,583,300
TOTAL Rs.-	64,660,350		80,428,378

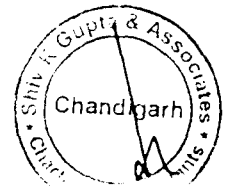
SALES & OTHER INCOME		SCHEDULE-H	
PARTICULARS	CURRENT YEAR		PREVIOUS YEAR
Sales of Traded Goods	147,963,306		192,922,627
Other Income	303,715		2,715
(Includes Insurance claim of stock destroyed in floods in current year Rs 290091)	148,267,021		192,925,342

Cost of Goods Sold - Shares & Traded Goods		SCHEDULE-I	
PARTICULARS	CURRENT YEAR		PREVIOUS YEAR
Opening Stock (Shares)	13,509,544		13,509,544
Add : Purchases	-		-
	13,509,544		13,509,544
Less : Closing Stock	13,509,544		13,509,544
TOTAL Rs.-	-		-
Opening Stock (Traded Goods)	43,618,300		-
Add : Purchases	116,944,246		202,518,132
	160,562,546		202,518,132
Less : Closing Stock	34,985,596		43,618,300
TOTAL Rs.-	125,576,950		158,899,832



NEELKANTH TECHNOLOGIES LIMITED
(FORMERLY SHRI LAKHAVI INFOTECH LTD.)

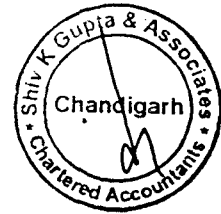
ADMINISTRATIVE EXPENSES		SCHEDULE-J	
PARTICULARS	CURRENT YEAR		PREVIOUS YEAR
Bank Charges	9,448		5,858
Advertisement Expenses	101,132		111,484
Bank Interest on Guarantee	26,780		-
Listing Fee	35,296		10,000
Professional Charges	248,396		159,170
Directors Remuneration	2,400,000		1,200,000
Salary and allowances	5,757,276		4,988,405
Share & Transfer Charges	-		48,851
Auditors Fee	40,000		10,000
Miscellaneous Expenses	35,450		14,400
Boarding & Lodging A/c	-		2,867
Business Promotion Exp.	1,571,616		1,635,081
Breakage	83,270		42,667
Freight / Carriage Expenses	6,541,148		5,344,194
Commission	1,420,171		1,434,242
Conveyance (Local)	28,500		46,266
Couriers	450,658		966,639
Director Tour & Travel	-		268,600
Electricity & Water Charges A/c	8,410		20,080
EMPLOYER'S CONTRIBUTION TO ESI	70,337		26,561
EMPLOYER'S CONTRIBUTION TO PF	133,690		49,544
Fee and Taxes	39,320		39,981
Festival Expenses	22,200		161,209
Fuel Charges A/c (Diesel)	68,000		43,050
Incentive	74,500		46,000
Insurance Charges A/c	311,642		163,458
Medicine Sample	1,350		1,561
Office Expense A/c	397,446		64,934
Printing & Stationary	95,586		344,124
Rent A/c (Godown)	879,000		480,000
Rent A/c (Office)	714,890		-
Repair & Mtc. A/c (Computer)	46,715		2,766
Repair & Mtc. A/c (Electrical)	17,038		11,441
Security Exp. A/c	257,676		162,694
Selling and Distribution Expenses	3,719,958		2,975,114
Staff Welfare A/c	121,887		20,197
Telephone Expense A/c	26,423		37,623
Tour Travel, Foreign Travel	3,956,071		4,544,035
	29,711,280		25,513,096



NEELKANTH TECHNOLOGIES LIMITED
(FORMERLY SHRI LAKHAVI INFOTECH LTD.)

LIST OF EXPENSES PAYABLE AS ON 31-03-2011

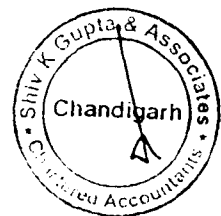
PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Audit Fee Payable	36,000	41,000
Professional Charges Payable	-	5,000
TDS Payable	113,167	159,247
CST Payable - Zirakpur	33,511	65,261
CST Payable - Lucknow	8,252	-
Commission Payable	640,031	546,108
Employee's Contribution to ESI	1,201	3,378
Employee's Contribution to PF	5,388	15,472
Employer's Contribution to ESI Payable	3,254	9,168
Employer's Contribution to PF Payable	6,111	17,693
Salary Payable A/c	463,311	693,825
Telephone & Comm. Exp. Payable	-	2,437
Tour & Travel Payable	177,233	924,016
Cheques issued but not cleared	2,027,190	-
TOTAL	3,514,649	2,482,605



NEELKANTH TECHNOLOGIES LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31-03-2011
AS REQUIRED BY CLAUSE 32 OF THE LISTING AGREEMENT

(Amount Rs in thousands)

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
CASH FLOW FROM OPERATING ACTIVITY		
NET PROFIT(LOSS) BEFORE TAX / EXTRAORDINARY ITEMS	(7,194.17)	8,430.44
Adjustment for		
DEPRECIATION	172.96	81.97
SHARE / DEBENTURE / PR. EXP W/O	(11.52)	(36.21)
PROVISION FOR TAXATION	-	(2,583.30)
TOTAL ADJUSTMENT	161.44	(2,537.54)
OPERATING PROFITS BEFORE WORKING CAPITAL CHANGES	(7,032.73)	5,892.90
DECREASE / (INCREASE) IN CURRENT ASSETS	8,892.67	(3,777.44)
LOAN DISBURSEMENT (GROSS)	-	-
BORROWINGS FROM BANK / FIN. INSTITUTION & OTHERS(NET)	-	-
TOTAL CHANGE IN WORKING CAPITAL	8,892.67	(3,777.44)
NET CASH FROM OPERATING ACTIVITY	1,859.94	2,115.46
CASH FLOW FROM INVESTING ACTIVITY		
PURCHASE OF FIXED ASSETS	(912.66)	(625.13)
SALE OF ASSETS	-	-
NET CASH FROM INVESTING ACTIVITY		(625.13)
CASH FLOW FROM FINANCING ACTIVITY		
NET CASH FROM FINANCING ACTIVITY	-	-
NET INCREASE FROM CASH AND CASH EQUIVALENTS	947.27	1,490.34
CASH AND CASH EQUIVALENTS AS AT THE BEGINNING OF THE YEAR (opening balance)	1,626.56	136.22
CASH AND CASH EQUIVALENTS AS AT THE END OF THE YEAR (Closing Balance)	2,573.83	1,626.56



**SCHEDULE K FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING 31ST MARCH 2011**

1. SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Preparation

The Financial statements have been prepared to comply with the mandatory Accounting standards issued by The Institute of Chartered Accountants of India (ICAI) and the relevent provisions of the Companies Act 1956 (the Act). The Financial statements have been prepared under the historical cost convention on accrual basis. The Accounting policies have been consistantly applied by the company unless otherwise stated.

B. Income & Expenditures

Income and Expenses are recognised and accounted for on accrual basis

C. Fixed Assets

Fixed Assets are stated at cost less accumulated depreciation

D. Depreciation

Depreciation on fixed assets is provided on straight line method at the rates and in the manner prescribed in Schedule XIV of the Companies Act, 1956 for assets acquired by the company. Depreciation on Data Processing Equipment has been provided on WDV Method in the manner prescribed by Schedule XIV of the Companies Act, 1956

E. Valuation of Inventories

Items of Inventories i.e Stock in traded goods is valued at cost or market price whichever is less. The stock of shares comprising of unlisted companies is valued at cost price.

F. Employee Benefits

Provident Fund/ ESI - Contributions to P.F and ESI are made as per the provisions of the relevant act.

Gratuity / Leave Encashment - As none of the employee has completed prescribed period as per the payment of Gratuity Act, no provision has been made. No Provision for Leave Encashment has been made

G. Accounting for Taxes on Income Tax

Provision for current tax is made on the basis of the amount of tax payable on taxable income for the year in accordance with the Income Tax Act 1961. Deferred Tax resulting from timing difference between book and taxable profit , wherever material is accounted for using the tax rates and laws that have been enacted or substantially enacted as on balance sheet. Deferred Tax Assets, if any, subject to consideration of prudence are and carried forward only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

2. NOTES TO ACCOUNTS :

A. Contingent Liabilities against the company - During the year two demands were raised against the company by SEBI and by the sale Tax authorities . While the case of SEBI has been settled by the payment of Rs 2,00,000 /- as penalty as per of the order of the Adjudicating officer dated May 19,2011 . The company has filed a case before the D . E . T . C against the unjustified penalty imposed by The ETO, ICC , Jharmari, Mohali. Pending the settlement of this case, the company has deposited the penalty under protest by the execution of bank guarantee of Rs 3,28,760.

B. Earnings /Expenditure in Foreign Currency - During the year the company did not have any earnings / expenditure in foreign exchange

C. Balances in sundry creditors,debtors, loans and advances are subject to confirmation and reconciliation if any.

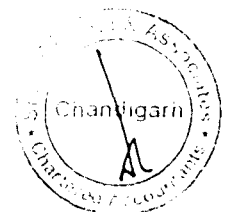
D. In the Opinion of the Board of Directors , The Current Assets, Loans & Advances are approximately of the value stated if realised in the ordinary course of business. The provision of all known liabilities is adequate and not in excess of the amount considered reasonably necessary.

E. Detail of Payment to Auditors

	Current Year (Rs)	Previous Year (Rs)
Statutory Audit Fee	35000	35000
Tax Audit Fee	5000	5000
Total	40000	40000

F. Other Additional information pursuant to the provisions of paragraph 3,4C and 4D of Part II Schedule VI of the companies Act, 1956 to the extent not applicable are not given

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G Detail of transactions entered into with related parties during the year as required by AS-18 (Related Party) issued by ICAI, New Delhi are as under

Particulars	K .M.P	Relative of K.M.P	Enterprises over which KMP exercise influence	Total for C.Y (Rs)	Total for P.Y (Rs)
Purchase of Traded Goods			117,523,540.00	117,523,540.00	111,475,978.00
Sale of Traded Goods			2,464,173.00	2,464,173.00	0

a) Key Management Personnel - Mr Sanjeev Singal , Mr Satish Singhal , Mr Harpreet Singh Kalra

b) Relative of Director - Nil

c) Enterprises over which KMP exercise influence - Preet Remedies Private Limited , Quixotic Healthcare Ultrachiron Healthcare (Pvt.) Ltd. , Quixotic Healthcare Pvt. Ltd.

I Managing Directors' Remuneration

Particulars	Amount in Rs	
	Current Year	Previous year
Salary & Allowances	2,400,000.00	1,200,000.00
Commission on Profit	-	-
Total	2,400,000.00	1,200,000.00

J Additional information pursuant to provisions of part -ii of schedule - (vi) of companies act 1956.

Details of Trading Activity in Shares	Qty(Nos)		Value (Rs)
	2010-11	2009-10	
Opening Stock	1231700	1231700	13509543
Purchases	0	0	0
Sales	0	0	0
Closing Stock	1231700	1231700	13509543

Details of Trading Activity in Pharma Products	Qty(Nos)		Value (Rs)
	2010-11	2009-10	
Opening Stock	2298300	0	43,618,300.00
Purchases	16925971	13907483	116,944,246.00
Sales	15952234	11609183	147,963,306.01
Closing Stock	3272037	2298300	34,985,596.00

K Figures have been regrouped/ rearranged wherever necessary to make them comparable with the figure of previous year.

L In compliance with AS-22 , Accounting for taxes on Income issued by The Institute of Chartered Accountants of India, a sum of Rs 48380 has been recognised as Deferred Tax Liability in respect of timing difference for the year ended 31.03.2011

M Previous Year Adjustment is on account of Interest apid U/s 234 of the Income Tax Act, 1961 for the F.Y ended 31.03.2010 amounting to Rs 11520.

For Neelkanth Technologies Ltd.

(Sanjeev Singal)
Managing Director

Director

For Neelkanth Technologies Ltd.

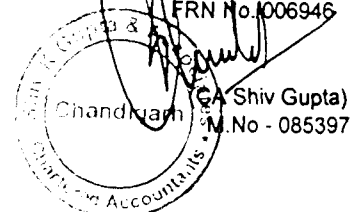
(Harpreet Singh Kalra)
Director

Director

AUDITOR'S REPORT

In terms of our separate report of even date annexed

For Shiv K Gupta & Associates.
Chartered Accountants
FRN No.1006946



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PLACE :CHANDIGARH
Dated: August 31,2011

NEELKANTH TECHNOLOGIES LIMITED

Information pursuant to Part IV of Schedule VI of the Companies Act, 1956 is as under :

Balance Sheet Abstract and Company's General Business Profile

i. Registration details

Registration No. 77999 State Code : 11 Balance Sheet Date : 31-3-2011

ii. Capital raised during the year

Public Issue	Rights Issue	Bonus Issue	Private Placement
Nil	Nil	Nil	Nil

iii. Position of mobilisation and deployment of funds(Amount in Rs.thousands)

Total Assets	Total Liabilities
36223	36223

Sources of funds

Paid up Capital	Share App. Money	Reserve & Surplus	Secured Loans	Unsecured Loans
36,175	NIL	0	0	0

Application of Funds

Net Fixed Assets	Investment	Net Current Assets	Misc. Expenditure	Accumulated Losses
1403	0	31036	0	3784

iv. Performance of the Company(Amount in Rs. thousand)

Turnover	Total Expenditure	Earning per share
148,267	155,461	(1.99)

Profit/ loss before tax	Profit/loss after tax	Dividend Rate %
(7,194)	(7,194)	NIL

v. Generic names of three principle products/services of the Company(as per monetary terms)

Item Code No. (ITC Code)	N.A
Product Description	N.A

