



DHANVANTRI
JEEVAN REKHA LTD.

NINETEENTH ANNUAL REPORT

NOTICE

Notice is hereby given that the 19th **Annual General Meeting** of the members of **M/s DHANVANTRI JEEVAN REKHA LIMITED** will be held on Thursday the 27th day of September, 2012 at Western U.P. Chamber of Commerce & Industry, Bombay Bazar, Meerut at 11.00 A.M. to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Balance Sheet as at 31st March 2012 and the Profit & Loss Account for the year ended on that date along with the Report of the Directors and Auditors thereon.
2. To reappoint Director in place of Dr. V.S. Phull, who retires by rotation, and being eligible offers himself for re-appointment.
3. To reappoint Director in place of Dr. S.P. Gupta, who retires by rotation, and being eligible offers himself for re-appointment.
4. To reappoint Director in place of Shalini Sharma, who retires by rotation and being eligible offers herself for re-appointment
5. To appoint Auditors to hold the office until the conclusion of the next Annual General Meeting and to fix their remuneration

For & on Behalf of the Board of Directors

**Sd/-
(Dr. S.P. Gupta)
CHAIRMAN**

**Place: Meerut
Date: 25.08.2012**

Notes:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and a proxy need not be a member of the company. Proxies, in order to be effective, must reach the registered office of the company not less than 48 hours before the meeting.
2. Members are requested to bring their Annual Report alongwith them as extra copies will not be supplied due to high cost of paper & printing.
3. A member desirous of obtaining any information on accounts of the company at the Annual General Meeting is requested to forward such queries to the company at least ten days prior to the meeting enabling the Management to keep the information ready.
4. The company's Register of Members and Share Transfer Book will remain closed on 25.09.2012 to 27.09.2012

DHANVANTRI JEEVAN REKHA LIMITED

Registered office: Number One, Saket, Meerut, U. P.

DIRECTORS' REPORT**Dear Members**

Your Directors have the pleasure in presenting the 19th Annual Report of the company together with Financial Statements for the year ended on 31st March 2012.

FINANCIAL & OPERATIONAL REVIEW:**FINANCIAL RESULTS:**

S. No.	Financial Heads	(Rs in Lacs)	
		Year ended 31.03.2012	Year ended 31.03.2011
1.	Operating Income	456.67	405.57
2.	Other Income	14.91	1.11
3.	Gross Profits before depreciation & interest	110.14	99.27
4.	Interest	1.14	1.00
5.	Gross Profits after interest but before depreciation	109.01	98.27
6.	Depreciation	52.87	51.01
7.	Profit Before Tax	56.14	47.26
8.	Provision for Taxation (net)	13.89	22.55
9.	Deferred Tax Provision	-	1.15
10.	Profit after Tax	42.26	23.56
11.	Proposed Dividend	-	16.39
12.	Corporate Dividend Tax Thereon	-	2.66
13.	Balance after taxation carried over to the Balance Sheet	42.26	4.51

During the year under review the revenue of the company has increased to Rs. 457 Lac registering a growth of 13% as against the revenue of Rs. 406 Lac for the previous year ended on March 31 2011. The Pre Tax Profit has increased by 19%, while the Post Tax Profits of Rs. 42.26 Lac for the year ended March 31, 2012 have registered increase by 79% in comparison of Rs. 23.56 Lac in the previous year ended on 31.03.2011.

The management has taken a number of steps to improve the performance of the Company. The company has incurred capital expenditure to the tune of Rs. 174 Lac in upgrading its Medical Equipment and purchase of Fixed Cath Lab. Major repairs and renewals to the hospital buildings to face-lift the entire environment was taken up during the year to upgrade the hospital and diagnostic facilities provided by the Company. Further, the management has taken various steps to bring into fold number of Third Party Administrators to attract more patients and this has resulted in positive results in earning revenue. New lines of treatment which were introduced to improve the overall performance have yielded good results.

FUTURE OUTLOOK

The management is focusing its attention to further strengthen its infrastructure and other facilities. The present capacity of the hospital is almost fully utilized, in view of the same the Company had acquired the land for expansion of hospital which is situated adjacent to the existing hospital building. We contemplate that this expansion will require a capital outlay in tune of Rs. 500 Lac. This will be funded through Bank Loan and internal accruals of the Company

DIVIDEND:

Keeping in view the requirement of resources for up gradation of the hospital facilities, it is proposed to skip the payment of dividend.

AUDITORS:

M/s Vipin Nagar & Co., Meerut, auditors of the company retire at the ensuing Annual General Meeting and has shown their inability to continue as Auditor of the Company. In view of the same, and in order to fill the casual vacancy caused by the resignation of M/s Vipin Nagar & Co, the Directors have proposed the name of M/s K.K. Jain & Co, Chartered Accountants, Delhi as Auditors of the Company subject to approval of the Members of the Company. A certificate has been taken from M/s K.K. Jain & Co., Chartered Accountants, Delhi stating that their appointment if made, will be within the limits laid down under section 224 (1B) of The Companies Act, 1956.

CORPORATE GOVERNANCE:

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

DIRECTORS:

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

LISTING ON STOCK EXCHANGE:

The company's securities are listed on The Uttar Pradesh Stock Exchange Association Ltd., Kanpur, The Stock Exchange, Mumbai and The Stock Exchange Association Ltd., Delhi. The company has paid the listing fee for all the stock exchanges for the financial year 2011-12 and has complied with all the requirements of the listing agreement.

INFORMATION AS PER SECTION 217(1)(e) READ WITH THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988 & FORMING PART OF THE DIRECTORS' REPORT FOR THE YEAR ENDED ON 31ST MARCH 2012**A. CONSERVATION OF ENERGY:**

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

B. TECHNOLOGY ABSORPTION : Not Applicable**C. FOREIGN EXCHANGE EARNINGS AND OUTGO:**

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

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

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

- i) That in the preparation of accounts for the financial year ended on 31.03.2012 the applicable accounting standards have been followed along-with proper explanation relating to material departures;
- ii) That the Directors have selected such Accounting Policies and applied them consistently and made judgment and estimates that were reasonable and prudent so as to give true and fair view of the state of affairs of the company at the end of the financial year and of the Profit or Loss of the company for the year under review;
- iii) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of The Companies Act, 1956 and for safeguarding the assets of the company and for preventing and detecting other irregularities;
- iv) That the Directors have prepared the accounts for the financial year ended 31.03.2012 on a going concern' basis.

PARTICULARS OF EMPLOYEES:

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

ACKNOWLEDGEMENT:

We are thankful to our Bankers, Govt. Bodies and Business Associates for the cooperation and assistance extended by them. The Board places on record their thanks to the shareholders and the patient public for the confidence reposed by them in the Company and their appreciation for the services and untiring efforts of the Doctors and Employees at all levels, which has helped the Company to run its affairs smoothly.

By Order of the Board of Directors

Place: Meerut
Date: 25.08.2012

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

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

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

INDUSTRY STRUCTURE AND DEVELOPMENTS

India is fast growing economy and has become an important market in the world. India's rapid growth has brought many changes in its demographics and lifestyle. Rising income, hectic pace of life and stress have resulted in change in disease pattern, coupled with greater awareness about health and preventive measures and a demand for quality health-care.

The Indian healthcare industry comprises of public and private sectors. The private sector accounts for around 75% of total healthcare expenditure in India. Over last two decades, a majority of the tertiary care institutions in public sector have been facing resource crunch resulting in their inability to maintain and upgrade their equipment, pay for consumables and upgrade their infrastructure to meet the growing demand of complex diagnostic and therapeutic treatments. As a result, there is increasing preference for private hospitals.

Indian healthcare industry has distinct merits of clinical excellence and low cost. The sectors tenders much potential to healthcare players as there are frequent lifestyle related and other diseases in the country. The increasing elderly population and increase in income levels are also urging for better facilities in the industry. **The health-conscious middle class who can afford and wants quality healthcare is the main driver of the growing sector.**

OUTLOOK ON OPPORTUNITIES AND FUTURE PROSPECTS

There is a tremendous scope for growth in the health insurance sector, as the sector at present covers only 10% of the entire Indian population. Over 95% of India's private healthcare expenditure is paid for out of pocket expenditure as health insurance coverage is under 5%. However, with increasing awareness and increasing number of the domestic workforce, more and more insurance coverage is taken through corporate health plans, family and individual health plans, as a result the hospitalization rates are expected to increase.

Medical tourism is also increasing over the years and India is emerging as major tourist destination as India is exceptionally competitive in terms of healthcare cost as compared to other developed nations. India has pool of excellent doctors and nursing staff. It has advanced medical facilities in critical areas and chain of private hospitals that add competitive advantage and improve medical tourism.

The increasing population, links to other medical centers and the ability to treat a complex range of ailments are providing plenty of opportunities for the growth of the industry. The need for specialty hospitals by the people is gradually increasing. The key business opportunities are in clinical research, pharmaceuticals, food supplements, biotechnology, diagnostic centres, pharmacy chains, knowledge and business process outsourcing, education and training, medical equipment, consumables and specialized consultancy services.

THREATS, RISKS AND CONCERNS

In order to meet the demand for healthcare in India and improve the availability of hospital beds and doctors, infrastructure will need to be improved significantly. These additional beds will be required for specialty healthcare needs such as cancer and cardiac diseases in view of the growing incidence of such diseases. Since the Company is becoming stronger day by day, the required finance for the expansion / modernization programme can be mobilized from Banks / Financial Institutions.

The competition from the un-organised sector would be met by delivering quality health care on par with international standards which the un-organised sector lacks in view of constraints in investment to create a quality hospital. There is also the risk of attrition of losing the trained and experienced professionals and the investment made on them in their training. Because of increased opportunities, many private players are entering into this sector. Your Company can counter this challenge because it has an early bird advantage and also by providing focused health care delivery and by deploying the state of the art equipments backed up by a panel of expert Doctors. Threat of stiff competition by the hospitals situated adjacent to your hospital is the cause for decrease in the margins. Strict enforcement of reducing the operational cost coupled with improving the services and making use of locational advantage is expected to overcome this threat.

COMPANY OVERVIEW

At Dhanvantri, diagnostic and therapeutic services are being provided in the field of Urology, Gastroenterology, Cardiology, Neurology, Internal Medicine and Radiology including Magnetic Resonance Imaging (MRI). It has extended its scope of

diagnostic and hospital services by providing a fully operational Cath Lab, catering to higher end needs of the cardiac patients including Angiography, Angioplasty, Pacemaker Implantation, Valvuloplasty etc. The medical equipment and technology used are latest and are continuously upgraded. We have excellent senior medical teams who can ensure high class of medical care. The ultimate aim is to provide quality healthcare to all those who need it. That is why the hospital has developed a sound and highly transparent management model that takes the interests of our patients, shareholders, investors, business partners, employees, community and government bodies into account to maintain the best corporate governance, risk management, corporate ethics and compliance.

The Company continues to have a high occupancy rate of beds during the year under review. Considering the same, the Board foresees a tremendous growth in receipts on increase in the bed capacity and expansion of other hospital facilities.

INTERNAL CONTROL SYSTEM AND ITS ADEQUACY

The Company has established an appropriate system of internal control to ensure that there exists a proper control over all the transactions and that all its assets are properly safeguarded and not exposed to risk arising out of unauthorized use or disposal. The Company's defined organizational structure, documented policy guidelines, defined authority matrix and internal controls ensure efficiency of operations, compliance with internal policies and applicable law and regulations as well as protection of resources. Moreover, the company continuously upgrades these systems in line with the best available practices. Regular management committee meetings are held where reports on key performance indicators and variance analysis vis-à-vis budgets are discussed and action plans are drawn for proper follow up. Operational reports are tabled at each Board Meetings, after being discussed in Audit Committee Meetings.

FINANCIAL PERFORMANCE

OVERVIEW

The financial statements have been prepared in compliance with the requirements of the Companies Act, 1956, Accounting Standards as laid down by the Institute of Chartered Accountants of India and Generally Accepted Accounting Principles in India. Our management accepts responsibility for the integrity and objectivity of these financial statements as well as various estimates and judgments used therein.

FINANCIAL CONDITIONS

At present we have only one class of shares i.e. Equity Shares of par value of Rs. 10/- each. The total Authorised Share Capital is Rs. 500 Lac divided into 50,00,000 Equity Shares of Rs. 10/- each. The Company is having Reserves & Surplus amounting to Rs. 113.99 Lac as at 31st March, 2012. During the year, the Gross Block of the Company has increased by Rs. 18571 Lac which includes Rs.174.41 Lacs by way of adding new Medical Equipments. All fixed assets are stated at their original cost of acquisition less depreciation and impairment losses are recognized where necessary.

RESULTS OF OPERATIONS

During the year under review the revenue of the company has increased to Rs. 457 Lac registering a growth of 13% as against the revenue of Rs. 406 Lac for the previous year ended on March 31 2011. The Pre Tax Profit has increased by 19%, while the Post Tax Profits of Rs. 42.26 Lac for the year ended March 31, 2012 have registered increase by 79% in comparison of Rs. 23.56 Lac in the previous year ended on 31.03.2011.

HUMAN RESOURCES

In a people driven service industry like healthcare, we ensure that we deliver care and attention to patients. Our Company comprises of medical staff like doctors and nurses, paramedical staff like laboratory technician, pathologists, radiologists, ECG operators, support staff for the house keeping and non medical staff that cover the finance, materials, marketing and administration functions. Our employees are our assets as they are the key players for our growth and success of the organization. The Company believes in enhancing the professional expertise of all its employees and towards this end reviews and evolves policies/ processes to attract best of the scientific, technical and managerial talent.

CAUTIONARY NOTE

Statements in this Management Discussion Analysis Report describing the Company's objectives, projections, estimates and expectations may be forward looking statements within the meaning of applicable laws and regulations. Actual results may differ substantially or materially from those expressed or implied due to change in healthcare policy of the country.

CORPORATE GOVERNANCE

Company's Philosophy on Code of Governance

Your Company is committed to Corporate Governance in all its activities and practicing the same. It is our belief that we move closer towards our aspirations that gives us confidence of having put in the right building block for future growth and ensuring that we achieve our ambitions in prudent and sustainable manner. The Corporate Governance Structure in the Company assigns responsibilities and entrusts authority among different participants in the organization including the Board of Directors, the Senior Management and Employees etc. The objective extends not merely to comply with statutory requirements but also go beyond them by putting in place procedures and systems which are in accordance with the best practices of governance. We endeavor to enhance long term shareholder value and respect minority rights in all our business decisions.

The company's emphasis on full transparency and accountability in all its transactions in order to protect the interest of all the stakeholders. The Compliances are mandated to ensure that effective process is in place to exercise management and internal controls.

BOARD OF DIRECTORS

Non executive Directors/Independent Directors are committed to maintenance of high level of Corporate Governance and as such they do not have any material pecuniary relationship with the Company except as stated in the Corporate Governance Report. The following table 1 gives the composition, category, attendance of the Board of Directors and also the number of other Directorship/Chairmanship/ Membership in Board Committees of public limited companies.

TABLE 1

Director	Number of Board Meetings		Attendance at Last AGM	Number of Committee memberships held in other companies	Number of Committee Chairmanship held in other companies	Number of outside Directorships held
	Held	Attended				
Executive Directors						
Dr. V.S. Phull	8	8	Yes	None	None	None
Dr. G.P. Elhence	8	8	Yes	None	None	None
Non-Executive Directors	8	8				
Dr. S.P. Gupta	8	8	Yes	None	None	None
Dr. S.P. Mittal	8	8	Yes	None	None	None
Dr. S.K. Khatri	8	8	Yes	None	None	2
Ms. Shalini Sharma	8	-	No	None	None	None
Mrs. Meenakshi Elhence	8	8	Yes	None	None	None
Non-Executive and Independent Directors	8	8				
Mr. Premjit S. Kashyap	8	8	Yes	None	None	None
Mr. Abhimanyu Arora	8	7	Yes	None	None	None
Ms. Priyanka Sharma	8	-	No	None	None	None

BOARD MEETINGS

During the year 2011-12 the Board of Directors met eight times on 14.05.2011, 28.05.2011, 02.07.2011, 30.07.2011, 28.09.2011, 15.11.2011, 15.12.2011 and 14.02.2012.

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

DIRECTORS' ATTENDENCE RECORD AND DIRECTORSHIPS

Details are given in Table 1.

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

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

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

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

1. Dr. V. S. Phull, aged about 66 years, has done M.B.B.S. from Govt. Medical College, Amritsar and M. S. from LLRM Medical Collage, Meerut.
2. Dr. Surendra Prakash Gupta, aged about 84 years, has done M.B.B.S. from K. G. Medical College, Lucknow and he has done three years training in orthopedic surgery from D. C. General Hospital, Washington, USA.
3. Ms. Shalini Sharma, aged 32 years, is a Law Graduate from UK and is working with a Law Firm since last eight years.

CODE OF CONDUCT

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

AUDIT COMMITTEE

The Audit Committee was set up as per the provisions of section 292 A of the Companies Act, 1956 and clause 49 of the Listing Agreement of the Stock Exchange(s). As on March 2012, the committee had two Non-Executive and Independent Directors and one Non-Executive Director in accordance with the prescribed guidelines. The Company Secretary of the company shall act as the Secretary of the committee. The role and terms of reference of the Audit Committee covers the areas mentioned under clause 49 of the Listing Agreement with the Stock Exchanges besides other terms as may be referred by the Board of Directors. The minutes of the audit committee meeting are placed before and discussed by the Board of Directors

TABLE 2 DETAILS OF THE AUDIT COMMITTEE

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

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

Date of Meeting:

The Audit Committee met 4 times in the year under review –30.06.2011, 30.07.2011, 15.11.2011 and 14.02.2012.

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

Powers of Audit Committee:

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

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

- a) Review of the Company's financial reporting process and disclosure of its financial information.
- b) Recommending the appointment and removal of external auditors, fixation of audit fee and Recommending payments for any other services
- c) Reviewing with the management the annual financial statements before submission to the Board, focusing primarily on
 - (i) Changes in accounting policies and practices.
 - (ii) Major accounting entries involving estimates based on the exercise of judgment by the management.
 - (iii) Qualifications in the draft audit report.
 - (iv) Significant adjustments arising out of audit.
 - (v) The going concern assumption.
 - (vi) Compliance with accounting standards.
 - (vii) Compliance with stock exchange and legal requirements concerning financial statements.
 - (viii) Disclosure of any related party transactions.
- d) Reviewing with the management, the external and internal auditors the adequacy of internal control systems.
- e) Reviewing with the management, the quarterly financial statements before submission to the Board for approval.
- f) Discussion with internal auditors of any significant findings and follow up there on.
- g) Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or failure of internal control systems of a material nature and reporting the matter to the Board.
- h) Discussion with statutory auditors about the nature and scope of audit as well as post audit discussion to ascertain any area of concern.

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

REMUNERATION

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

The details of payment of sitting fees, professional fees to the Non Executive Directors during the year 2011-12 are given below:

TABLE 3. REMUNERATION TO EXECUTIVE DIRECTORS

Executive Directors	Remuneration	Board Meetings	Committee Meetings	Professional Fees	Total
1. Dr G. P. Elhence	-	38,000	60,000	-	98,000

TABLE 4. REMUNERATION PAID TO MANAGING DIRECTOR FOR THE YEAR 2011-2012 IS AS UNDER:

Name	Remuneration	Board Meetings	Committee Meeting	Professional Fees	Total
1. Dr. V.S. Phull	-	38,000	60,000	-	98,000

TABLE 5. REMUNERATION PAID TO NON- EXECUTIVES DIRECTORS:

Non – Executive Directors	Board Meetings	Committee Meetings	Professional Fees	Total
1. Dr. S.P. Mithal	38,000	60,000	2000	1,00,000
2. Dr. S. P. Gupta	38,000	60,000	20600	1,18,600
3. Dr. S. K. Khatri	38,000	60,000	-	98,000
4. Mr. Abhimanyu Arora	33,000	60,000	-	93,000
5. Mr. Premjit Singh Kashyap	38,000	60,000	-	98,000
6. Ms. Shalini Sharma	-	60,000	-	60,000
7. Mrs. Meenakshi Elhence	38,000	60,000	-	98,000
8. Ms. Priyanka Sharma	-	60,000	-	60,000

SHAREHOLDERS/INVESTORS GRIEVANCE COMMITTEE

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

Composition of Shareholders Grievance Committee:

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

SHARE TRANSFER COMMITTEE

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

Composition of Share Transfer Committee

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

MANAGEMENT**A. Management Discussion and Analysis Report**

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

B. Disclosures**(i.) Related Party Transaction**

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

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

(ii.) Compliance by the Company

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

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

(iii.) Disclosure of Accounting Treatment

In preparation of the financial statements for the year ended on 31.03.2012, there was no treatment different from that prescribed in the accounting standards that had been followed

(iv.) **Board Disclosures-Risk Management**

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

Means of Communication

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

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

GENERAL SHAREHOLDER INFORMATION

1. **Annual General Meeting**
Date: 27th September 2012
Time: 11.00 A.M.
Venue: Western U.P. Chamber of Commerce & Industry, Bombay Bazar, Meerut (UP)
2. **Financial Calendar**
1st Quarter : 1st April to 30th June
2nd Quarter : 1st July to 30th Sept.
3rd Quarter : 1st October to 31st December
4th Quarter : 1st January to 31st March
3. **Dates of Book Closure** : 25th to 27th September 2012
4. **Dividend** : N.A.
5. **Listing of Securities** : At present the equity shares of the Company are listed as stated below vide Table 6

TABLE 6 DETAILS OF LISTING OF SECURITIES AT STOCK EXCHANGE

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

6. **Demat ISIN Number for NSDL**

ISIN Number issued for Equity Shares by NSDL is INE239F01015

Registered office or Address of Correspondence

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

7. **General Body Meetings**

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

TABLE 7 LAST THREE ANNUAL GENERAL MEETINGS OF THE COMPANY

Nature of Meeting	Date and Time	Venue	Special Resolution passed at AGM for
Sixteenth Annual General Meeting	25 th September 2009 at 11.00 A.M.	Western U.P. Chambers of Commerce and Industry, Bombay Bazar, Meerut Cantt., Meerut	No Special Resolution was passed
Seventeenth Annual General Meeting	29 th September 2010 at 11.00. A.M.	Western U.P. Chambers of Commerce and Industry, Bombay Bazar, Meerut Cantt., Meerut	No Special Resolution was passed
Eighteenth Annual General Meeting	28 th September 2011 at 11.00. A.M.	I.M.A. Near P L Sharma Memorial Hall Bachcha Park, Meerut(UP)	No Special Resolution was passed

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

8. Registrar and Transfer Agent

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

9. Share Transfer System

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

10. Investors Correspondence

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

11. Compliance Officer

Shri Pankaj Gupta, Company Secretary

12. Distribution Schedule as on 31.03.2012

	Category	No. of Shares held	Percentage of shareholding
A	Promoter's holding		
1.	Promoters		
	(a) Indian Promoters	417100	10.18
	- Foreign Promoters	Nil	Nil
2.	Persons acting in concert	885150	21.60
	Sub-Total	1302250	31.78
B	Non-Promoters Holding		
3.	Institutional Investors		
a.	Mutual Funds and UTI	Nil	Nil
b.	Banks, Financial Institutions, Insurance Companies (Central/State Govt. Institutions/Non-government Institutions)	Nil	Nil
c.	FIs	Nil	Nil
	Sub-Total	Nil	Nil
4.	Others		
a.	Private Corporate Bodies	Nil	Nil
b.	Indian Public	1439000	35.11
*c.	NRIs/OCBs	157150	3.83
d.	Other Bodies Corporate	1200000	29.28
	Sub-Total	2796150	68.22
	Grand-Total	4098400	100.00

Compliance with Clause 49 of the Listing Agreement

The Company has complied with all mandatory requirements of Corporate Governance Clause 49 of the Listing Agreement. A certificate from the Auditors of the Company regarding compliance of conditions of corporate governance is annexed to the Directors' Report

By Order of the Board of Directors

Place: Meerut
Date: 25.08.2012

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

CEO/CFO CERTIFICATION

To
The Board of Directors
Dhanvantri Jeevan Rekha Limited

In relation to the Audited Financial Accounts of the Company as at 31.03.2012, we hereby certify that

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

For Dhanvantri Jeevan Rekha Ltd.

Sd/-
(Dr. V.S. Phull)
Managing Director

Place: Meerut
Dated: 25.08.2012

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

The Members of Dhanvantri Jeevan Rekha Limited
Meerut

We have examined the compliance of the conditions of Corporate Governance by Dhanvantri Jeevan Rekha Limited for the year ended 31.03.2012 as stipulated in clause 49 of the Listing Agreement of the said Company with the Stock Exchanges in India.

The Compliance of the conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to the procedures and implementation thereof, adopted by the Company for ensuring the Compliance of the conditions of Corporate Governance. It is neither an Audit nor an Expression of an opinion on the Financial Statements of the Company.

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

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

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

For Vipin Nagar & Co.
Chartered Accountants

Sd/-
(Vipin Nagar)
F.C.A.
Firm Regn No. 005171C
Membership No. 074041

Place: Meerut
Date: 25.08.2012

AUDITOR'S REPORT

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

1. We have audited the annexed Balance Sheet of **M/S DHANVANTRI JEEVAN REKHA LIMITED** as at 31st March 2012, and also the Profit & Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956 (hereinafter referred to as the "Act") we annex hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent applicable.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:
 - (i). We have obtained all the information and explanations which, to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (ii). In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examination of the books;
 - (iii). The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of accounts;
 - (iv). In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in Section 211 (3C) of the Companies Act, 1956;
 - (v). On the basis of written representation received from the directors of the company as on 31st March 2012 and taken on record by the Board of Directors, we report that none of the Directors is disqualified from being appointed as a Director as on March 31, 2012 from being appointed as a Directors, in terms of clause (g) of subsection (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, 2012; and
 - (b). in the case of the Profit & Loss Account, of the profit for the year ended on that date.
 - (c). In the case of cash flow statement, of the cash flows for the year ended on that date.

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

Sd/-
(Vipin Nagar)
F.C.A.
Firm Regn No. 005171C
Membership No. 074041
Place: Meerut
Date: 12.05.2012

ANNEXURE TO THE AUDITOR'S REPORT

The Annexure referred to in paragraph 3 of the auditor's report to the members of **DHANVANTRI JEEVAN REKHA LIMITED** for the year ended March 31, 2012. We report that:

- i. The Company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets. All fixed assets have been physically verified by the management during the year. In our opinion, the frequency of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification. There was no substantial disposal of fixed assets during the year.
- ii. The management has conducted physical verification of inventory at reasonable intervals. The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business. The Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.
- iii. (a) As informed to us, the Company has not granted/taken any loans, secured or unsecured to Companies, firms or other parties covered in the register maintained U/s 301 of The Companies Act.
(b) Since, there are no such loans, the comments regarding terms and conditions for repayment of the principal amount and interest thereon, overdue amount are not required.
- iv. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business, for purchase of inventory and fixed assets and for sale of goods and services. Accordingly, the issue of continuing failure to correct major weakness in the internal control in these areas does not arise.
- v. Based on the audit procedures applied by us and according to the information and explanation provided by the management, we are of the opinion that there are no contracts or arrangements that need to be entered into the register maintained under section 301 of the Companies Act, 1956.
- vi. The Company has accepted deposits from public and in our opinion company has complied with the provisions of sec 58A and 58AA of The Companies Act, 1956 and the Companies(Acceptance of deposits) Rules,1975.
- vii. To the best of our knowledge and as explained, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956 for the products of the Company.
- ix. According to the records of the Company, the Company is generally regular in depositing undisputed statutory dues including Provident Fund dues, Income Tax and other statutory dues with the appropriate authorities. There are no arrears on this account. We have been informed that The Employees State Insurance Act is not applicable on the company.
- x. The Company has no accumulated losses at the end of the financial year and it has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- xi. Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to Banks and Financial Institutions. We have been informed that the company did not have any outstanding debentures during the year.
- xii. According to the information and explanations given to us and based on the documents and records produced to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii. In our opinion the Company is not a chit fund or a nidhi mutual benefit fund/society. Therefore, the provisions of clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.

ANNEXURE TO THE AUDITOR'S REPORT

- xiv. In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xv. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from Banks or Financial Institutions.
- xvi. According to the information and explanation given to us, the company has not taken any term loan during the year under audit. Accordingly, the provisions of clause 4(xvi) of the Companies (Auditors Report) Order, 2003 are not applicable to the company.
- xvii. We have been informed by the management that the funds raised on short-term basis have not been used for long-term investment. No long-term funds have been used for finance of short-term assets.
- xviii. The Company has not made any preferential allotment of shares to parties or Companies covered in the register maintained under section 301 of the Companies Act, 1956.
- xix. The Company did not have any outstanding debentures during the year.
- xx. The Company has not raised any money through a public issue during the year.
- xxi. Based upon the audit procedures performed by us for expressing our opinion on these financial statements and information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

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

Sd/-

(Vipin Nagar)

F.C.A.

Firm Regn No. 005171C

Membership No. 074041

Place: Meerut

Date: 12.05.2012

Dhanvantri Jeevan Rekha Limited*Audited Financial statements for the year ended March 31, 2012*

All figures in Indian Rupees or Rs.

Balance Sheet as at 31.03.2012

	Particulars	Notes	2011-12	2010-11
I	EQUITY AND LIABILITIES			
1	Shareholders' Funds			
	Share Capital	3	41,536,000	41,536,000
	Reserves & Surplus	4	11,398,790	7,173,064
2	Non-current Liabilities			
	Deferred Tax Liabilities (net)		821,283	821,283
	Other Long Term Liabilities	5	420,000	220,000
3	Current liabilities			
	Short-term Borrowings	6	4,709,660	759,189
	Other Current Liabilities	7	12,668,522	7,903,130
	Short-term Provisions	8	1,526,000	4,062,234
	TOTAL		73,080,255	62,474,900
II	ASSETS			
4	Non-current Assets			
	Fixed Assets			
	Tangible Assets	9	53,072,980	39,788,803
	Other Non-current Assets	10	2,427,361	4,606,400
5	Current Assets			
	Inventories	11	286,480	154,190
	Trade Receivables	12	2,970,873	2,123,255
	Cash and Cash Equivalents	13	866,199	1,812,535
	Short-term Loans and Advances	14	296,300	222
	Other Current Assets	15	13,160,062	13,989,495
	TOTAL		73,080,255	62,474,900

See accompanying notes to the financial statements: 1-25

In terms of our report of even date

For Vipin Nagar & Co.
Chartered AccountantsFor and on behalf of the Board of Directors
Dhanvantri Jeevan Rekha LimitedSd/-
Vipin Nagar
F.C.A.Sd/-
Dr. V.S. Phull
Managing DirectorSd/-
Dr. S.P. Gupta
ChairmanSd/-
Pankaj Gupta
Company SecretaryFirm Regn No. 005171C
Membership No. 074041Place: Meerut
Dated: 12.05.2012

Dhanvantri Jeevan Rekha Limited

Audited Financial statements for the year ended March 31, 2012

All figures in Indian Rupees or Rs.

Statement of Profit & Loss Account for the year ending 31.03.2012

	Particulars	Notes	2011-12	2010-11
I	Revenue from Operations	16	45,666,605	40,556,974
II	Other Income	17	1,490,578	1,114,007
III	Total Revenue (I+II)		47,157,183	41,670,981
IV	Expenses			
	Employee Benefit expenses	18	11,937,727	10,814,185
	Finance costs	19	113,533	90,000
	Depreciation and Amortization expenses		5,286,514	5,101,349
	Other Expenses	20	24,205,245	20,939,431
	Total Expenses		41,543,019	36,944,965
V	Profit before Exceptional Extraordinary Items and tax (III-IV)		5,614,164	4,726,016
VI	Exceptional Items			
VII	Profit before Extraordinary Items and Tax (V-VI)		5,614,164	4,726,016
VIII	Extraordinary Items		-	-
IX	Profit Before Taxation (VII-VIII)		5,614,164	4,726,016
X	Tax Expenses			
	Current Tax		(137,563)	-
	Tax Provision		1,526,000	2,255,000
	Deferred Tax		-	114,811
	Profit (Loss) for the period from Continuing Operations		4,225,727	2,356,205
XI	Proposed Dividend		-	(1,639,360)
XII	Corporate Dividend Tax		-	(265,945)
XIII	Profit (Loss) from Discontinuing Operations		-	-
XIV	Tax Expenses of Discontinuing Operations		-	-
XV	Profit (Loss) from Discontinuing Operations (After Tax)		-	-
XVI	Profit (Loss) for the Period (XI-XII-XIII+XVI)		4,225,727	450,900
XVII	Earnings Per Equity share			
XVIII	Basic & Diluted		1.03	0.57

See accompanying notes to the financial statements: 1-25

In terms of our report of even date

For Vipin Nagar & Co.
Chartered AccountantsFor and on behalf of the Board of Directors
Dhanvantri Jeevan Rekha LimitedSd/-
Vipin Nagar
F.C.A.Sd/-
Dr. V.S. Phull
Managing DirectorSd/-
Dr. S.P. Gupta
ChairmanSd/-
Pankaj Gupta
Company SecretaryFirm Regn No. 005171C
Membership No. 074041
Place: Meerut
Dated: 12.05.2012

Dhanvantri Jeevan Rekha Limited

Audited Financial statements for the year ended March 31, 2012

All figures in Indian Rupees or Rs.

CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2012

(Fig in Lacs)

	2012	2011
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before tax	56.14	47.26
Adjustments for :		
Depreciation	52.87	51.01
Interest	1.14	0.90
Income Tax	1.38	-
Provision for Taxation	(15.26)	(22.55)
Provision for Deferred Tax	-	(1.15)
Proposed Dividend	-	(16.39)
Corporate Dividend Tax on Proposed Dividend	-	(2.66)
Operating profits before working capital changes	96.27	56.42
Adjustments for :		
Inventories	(1.32)	1.02
Loans & Advances	0.65	(27.54)
Current Liabilities & Provisions	24.29	51.25
Cash generated from operations	119.88	81.15
Less: Interest Paid	1.14	0.90
Net cash from operating activities (A)	118.74	80.25
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Fixed Assets Purchased	(185.71)	(7.11)
Net cash used in investing activities (B)	(185.71)	(7.11)
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Increase/ (Repayment) of Loan	10.96	-
Net cash flow from financing activities (C)	10.96	-
Net Increase/(Decrease) in cash and cash equivalents (A+B+C)	(56.01)	73.14
Cash and cash equivalents at the beginning of the year	147.80	74.65
Cash and cash equivalents at the end of the year	91.78	147.80

See accompanying notes to the financial statements: 1-19

In terms of our report of even date

For Vipin Nagar & Co.
Chartered AccountantsFor and on behalf of the Board of Directors
Dhanvantri Jeevan Rekha LimitedSd/-
Vipin NagarSd/-
Dr. V.S. Phull
Managing DirectorSd/-
Dr. S.P. Gupta
ChairmanSd/-
Pankaj Gupta
Company SecretaryFirm Regn No. 005171C
Membership No. 074041Place: Meerut
Dated: 12.05.2012

Dhanvantri Jeevan Rekha Limited

Audited Financial statements for the year ended March 31, 2012

All figures in Indian Rupees or Rs.

Note: 1

Background of the Company

Dhanvantri Jeevan Rekha Ltd. is a company listed with U.P. Stock Exchange, Mumbai Stock Exchange and Delhi Stock Exchange providing diagnostic and therapeutic services in the field of Urology, Gastroenterology, Cardiology, Neurology, Internal Medicine and Radiology including Magnetic Resonance Imaging (MRI). It has extended its scope of diagnostic and hospital services by providing a fully operational Cath Lab, catering to higher end needs of the cardiac patients including Angiography, Angioplasty, Pacemaker Implantation, Valvuloplasty etc. In these financial statements, current year figures are from April 1, 2011 to March 31, 2012 (**2011-2012**). Previous year figures are from April 1, 2010 to March 31, 2011 (2010-2011). The functional and reporting currency of the Company is Indian Rupees.

Note: 2

ACCOUNTING POLICIES:

2.1 General

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

2.2 Valuation of Inventories

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

2.3 Recognition of Income & Expenses

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

Borrowing Cost

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

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

Revenue Recognition

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

Provisions

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

Retirement Benefits

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

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

Dhanvantri Jeevan Rekha Limited*Audited Financial statements for the year ended March 31, 2012*

All figures in Indian Rupees or Rs.

Note : 3**Share Capital**

	2011-12	2010-11
Equity Share Capital		
Authorised share capital (50,00,000 Equity Shares of Rs.10/- each)	50,000,000	50,000,000
Issued, Subscribed and fully paid share capital (42,08,800 Equity Shares of Rs. 10/- each)	42,088,000	42,088,000
A) Reconciliation of number of Equity Shares outstanding		
At the Beginning of the year	42,088,000	42,088,000
Add: Increase during the year	-	-
At the end of the year	42,088,000	42,088,000
Called & Paid up Share Capital (40,98,400 Equity Shares of Rs.10/- each)	40,984,000	40,984,000
A) Reconciliation of number of Equity Shares outstanding		
At the Beginning of the year	40,984,000	40,984,000
Add: Increase during the year	-	-
At the end of the year	40,984,000	40,984,000
Add: Share Forfeiture (Rs. 5/- per share on 1,10,400 Equity Shares)	552,000	552,000
Total	41,536,000	41,536,000

3.1 The Equity Shares of the Company, having par value of Rs. 10/- per share, rank parri passu in all respect including voting rights and entitlement of Dividends

Note :4**Reserves and Surplus**

	2011-12	2010-11
Profit and Loss		
Opening balance as at 01.04.2011	7,173,064	6,722,164
Add: Profit/ (Loss) for the year	4,225,727	450,900
Closing balance as at 31.03.2012	11,398,790	7,173,064

Dhanvantri Jeevan Rekha Limited*Audited Financial statements for the year ended March 31, 2012*

All figures in Indian Rupees or Rs.

Note: 5**Other Long-term Liabilities**

	2011-12	2010-11
Security Deposits	420,000	220,000
Total	420,000	220,000

Note: 6**Short-term Borrowings**

	2011-12	2010-11
Secured:		
1. Overdraft Account of Rs. 10 Lac from Punjab National Bank, repayable on demand secured against the FDRs	954,690	-
2. Overdraft Account of Rs. 50 Lac from Punjab National Bank, repayable on demand secured against the FDRs	2,854,970	-
Unsecured:		
From Public	9,00,000	7,59,189
Total	4,709,660	759,189

6.1 The Company has taken secured overdraft facility from Punjab National Bank aggregating to Rs. 60 Lac repayable on demand and secured against its FDRs at 1% over and above the contracted rate of its FDR.

6.2 Unsecured Loan has been taken from public @12% p.a., repayable in three years

Note:7**Other Current Liabilities**

	2011-12	2010-11
Expenses Payable	4,879,416	2,079,104
Cheque issued but not presented for payment	2,639,831	3,344,841
Bonus Payable	194,066	201,987
Service Tax Payable	-	15,217
Unclaimed Dividend	637,956	356,676
Proposed Dividend	-	1,639,360
Corporate Dividend Tax Payable	-	265,945
Creditors for Capital Goods	4,317,253	-
Total	12,668,522	7,903,130

Dhanvantri Jeevan Rekha Limited

Audited Financial statements for the year ended March 31, 2012

All figures in Indian Rupees or Rs.

Note: 8

Short-term Provisions

	2011-12	2010-11
Current Year Income Tax Provision	1,526,000	4,062,234
Total	1,526,000	4,062,234

8.1 Taxes on Income

Provision for current tax is made on the basis of estimated taxable income for current accounting year in accordance with the Income Tax Act, 1961, taking into account the regular tax liability of MAT. The tax liability is based on claims made in earlier years and expert opinion received.

The deferred tax for timing differences between book profit and tax profits is accounted for, using the tax rates and laws that have been substantively enacted as of the balances sheet date.

Deferred tax assets arising from timing differences are recognized to the extent there is reasonable certainty that these would be realized in future.

Deferred tax assets are recognized on unabsorbed losses only if there is virtual certainty that such deferred tax assets can be realized against future taxable profits.

Note: 9

Fixed Assets

Particulars	As at 31 March 2011	Adjustments		Gross Block at 31.03.2012	Depreciation			Net Book Value	
		Additions	Deletions		Rate (%)	Upto 31.03.2011	During the Year	Upto 31.03.2012	Upto 31.03.2011
Land	19,382,474	-	-	19,382,474	-	-	-	19,382,474	19,382,474
Building	10,047,981	-	-	10,047,981	1.63%	1,782,654	163,782	8,101,545	8,265,327
Medical Equipment	65,977,833	17,441,205	-	83,419,038	7.07%	56,673,632	4,837,274	21,908,132	9,304,201
Furniture & Fixture	2,035,861	82,952	-	2,118,813	6.33%	1,188,928	130,057	799,828	846,933
Air Conditioners	1,379,820	161,180	-	1,541,000	4.75%	466,924	69,443	1,004,633	912,896
Generator Set	919,690	686,700	-	1,606,390	4.75%	171,263	48,193	1,386,934	748,427
Ambulance	260,563	-	-	260,563	9.50%	32,010	24,753	203,800	228,553
Computer	257,495	24,050	-	281,545	16.21%	257,494	3,547	20,504	1
Refrigerator	23,490	9,190	-	32,680	4.75%	7,080	1,337	24,263	16,410
Office Equipment	90,892	165,414	-	256,306	6.33%	7,311	8,128	240,867	83,581
Total	100,376,099	18,570,691	-	118,946,790		60,587,296	5,286,514	53,072,980	39,788,803

9.1 Fixed Assets

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

9.2 Depreciation

(a) Depreciation on assets is provided on straight line basis at the rates and in the manner as specified in Schedule XIV to the Companies Act, 1956

(b) Depreciation on Fixed Assets added/disposed/off/ discarded during the year has been provided on a pro-rata basis.

Dhanvantri Jeevan Rekha Limited*Audited Financial statements for the year ended March 31, 2012*

All figures in Indian Rupees or Rs.

Note: 10**Other Non-current Assets**

	2011-12	2010-11
Advance Tax	-	319,953
Advance Tax (A.Y. 2010-11)	-	1,554,568
Advance Tax (A.Y. 2011-12)	-	2,123,879
Advance Tax (A.Y. 2012-13)	1,350,000	-
Income Tax Receivable (A.Y. 2009-10)	73,730	-
Tax Deducted at Source (A.Y. 2012-13)	395,631	-
Other Non-current Assets	608,000	608,000
Total	2,427,361	4,606,400

Note: 11**Inventories**

	2011-12	2010-11
Consumables Stores	173,440	99,674
Stock Of Stationery	41,890	13,330
Linen & Draperies	71,150	41,186
Total	286,480	154,190

Note: 12**Trade Receivables**

	2011-12	2010-11
Outstanding for a period exceeding six months from the date they are due for payment		
Secured, considered good	-	-
Unsecured, considered good	1,401,683	728,961
Doubtful	-	-
Others		
Secured, considered good	-	-
Unsecured, considered good	1,569,190	1,394,294
Doubtful	-	-
Total	2,970,873	2,123,255

Dhanvantri Jeevan Rekha Limited*Audited Financial statements for the year ended March 31, 2012*

All figures in Indian Rupees or Rs.

Note : 13**Cash and Cash Equivalents**

	2011-12	2010-11
Balances with Bank		
Current Accounts	27,409	1,255,261
Earmarked Balances	637,605	356,325
Cash in Hand	201,185	200,949
Total	866,199	1,812,535

Note :14

	2011-12	2010-11
Outstanding for a period exceeding six months from the date they are due for payment		
Secured, considered good	-	-
Unsecured, considered good	-	-
Doubtful	-	-
Others		
Secured, considered good	-	-
Unsecured, considered good	296,300.00	222.00
Doubtful	-	-
	296,300.00	222.00

Note :15**Other Current Assets**

	2011-12	2010-11
Fixed Deposits with Scheduled Bank	11,167,157	12,967,158
Accrued Interest on Deposits	1,434,495	769,292
Others		
Unsecured considered good	558,410	253,045
Doubtful	-	-
Total	13,160,062	13,989,495

Dhanvantri Jeevan Rekha Limited*Audited Financial statements for the year ended March 31, 2012*

All figures in Indian Rupees or Rs.

Note: 16**Revenue From Operations**

	2011-12	2010-11
Operational Receipts	45,666,605	40,556,974
Total	45,666,605	40,556,974

Note: 17**Other Income**

	2011-12	2010-11
Interest income	1,064,526	674,815
Rent Received	163,000	150,500
Misc. Income	263,052	288,692
Total	1,490,578	1,114,007

Note: 18**Employee Benefits Expenses**

	2011-12	2010-11
Salary & Retainership	11,191,039	10,389,318
Contribution to Provident Fund	198,099	195,876
Ex-Gratia	48,250	-
Leave Encashment Expenses	258,817	-
Staff Welfare Expenses	241,522	228,991
Total	11,937,727	10,814,185

Note: 19**Finance Costs**

	2011-12	2010-11
Interest Paid to Banks	23,201	-
Interest Paid on Unsecured Loans	85,977	90,000
Interest Paid to Others	4,355	-
Total	113,533	90,000

Dhanvantri Jeevan Rekha Limited*Audited Financial statements for the year ended March 31, 2012*

All figures in Indian Rupees or Rs.

Note:20**Other Expenses**

	2011-12	2010-11
Electricity Expenses	1,675,616	1,420,956
Medical Consultancy Expenses	11,607,004	10,158,187
Consumables Stores Expenses	3,942,341	2,988,110
Equipment Hire Expenses	16,113	26,810
Generator Expenses	571,976	1,013,550
Advertisement Expenses	113,370	88,335
Audit Fees	71,695	55,000
Insurance	14,194	16,252
Legal & Professional Charges	396,153	239,180
Newspaper & Periodicals	7,440	7,182
Postage	36,090	17,351
Printing & Stationery	201,954	169,434
Rates & Taxes	64,022	64,022
Telephone Expenses	106,445	123,295
Travelling & Conveyance	15,514	27,190
Management & Committee Fees	8,99,000	878,000
Ambulance Running & Maintenance	41,518	45,596
Bank Charges	11,412	40,710
Commission & Brokerage	8,666	15,000
Environment Expenses	35,089	7,430
Fees & Subscription	55,443	12,000
Festival Expenses	48,140	86,684
Hospital Waste Management	53,460	49,815
Linen & Draperies	248,227	168,111
Meeting & Conference Expenses	22,580	53,546
Rent Expenses	120,000	120,000
Repair & Maintenance Expenses	3,821,782	3,047,685
Total	24,205,245	20,939,431

Dhanvantri Jeevan Rekha Limited*Audited Financial statements for the year ended March 31, 2012*

All figures in Indian Rupees or Rs.

Note: 21

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

		Current Year	Previous Year
Numerator	Profit /(Loss) after tax	42,25,727	23,56,205
Denominator	Weighted average number of equity shares outstanding during the year	40,98,400	40,98,400
Basic & Diluted EPS		1.03	0.57

Note: 22

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

(i) Directors & Their Relatives

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

(ii) Associate Concerns

M/s Dhanvantri Path & Scan Centre Pvt. Ltd.

M/s P.S.K. Consultants Pvt. Ltd.

M/s Kashyap & Co.

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

	Current Year	Previous Year
(i) Sitting Fees	2,99,000	1,92,000
(ii) Consultancy Charges	8,13,108	9,76,781
(iii) Committee Fees	6,00,000	6,86,000
(iv) Interest Paid	3,000	12,000

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

	Current Year	Previous Year
(i) Receipts towards rent of the Pathology Lab	2,42,102	2,15,947
(ii) Payment towards equipment hire charges	16113	26,810
(iii) Professional Charges	24,036	9,590

Dhanvantri Jeevan Rekha Limited

Audited Financial statements for the year ended March 31, 2012

All figures in Indian Rupees or Rs.

Note: 23

Those in the opinion of the Board of Directors, the current assets, loans and advances have a value on realisation in ordinary course of business at least equal to the amount at which they are stated. The provision for all known liabilities is adequate and not in excess of amount reasonably necessary.

Note: 24

That as informed to us and in accordance to the details available with the company, it does not owe a sum exceeding Rs.1,00,000/- which is outstanding over a period of 30 days to the Small Scale Industrial Undertakings as defined under clause (j) of Section 3 of Industrial (Development & Regulation) Act, 1951

Note: 25

Previous Year figures have been regrouped / reclassified, wherever applicable, to confirm to the current year's presentation.

Refer to our report of even date.

For Vipin Nagar & Co.
Chartered Accountants

For and on behalf of the Board of Directors
Dhanvantri Jeevan Rekha India Limited

Sd/-
Vipin Nagar
F.C.A.

Sd/-
Dr. V.S. Phull
Managing Director

Sd/-
Dr. S.P. Gupta
Chairman

Sd/-
Pankaj Gupta
Company Secretary

Firm Regn No. 005171C
Membership No. 074041

Place: Meerut
Dated: 12.05.2012

DHANVANTRI JEEVAN REKHA LIMITED

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

BOOK POST

Entrance Pass

To be presented at the entrance
Annual General Meeting
Western U.P. Chamber of Commerce & Industry
Bombay Bazar, Meerut Cantt.
11:00 A.M. Thursday, the 27th September 2012

Folio No.....No. of shares held.....

Signature.....

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

DHANVANTRI JEEVAN REKHA LIMITED

PROXY FORM

Regd. Folio No.....

DP No./Client ID No.....

No. of Shares held.....

I/We..... of be
member/members of Dhanvantri Jeevan Rekha Limited, hereby appoint.....
of.....or failing him/her.....of.....as
my/our proxy to attend vote for me/us on my/us/our behalf at the Annual General Meeting of the
Company to be held on 27th day of September 2012 and at any adjournment thereof.
As witness my/our hand (s) this.....day of2012

by the said.....

Affix Rs. 5/- Revenue Stamp

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

BOOK POST

If undelivered please return to :
DHANVANTRI JEEVAN REKHA LIMITED
Number One, Saket, Meerut (U.P.)
Tel. : 0121-2648151, 2648152