

**RAAJ MEDISAFE INDIA  
LIMITED**  
**(Formerly MANOJ SURGICAL INDUSTRIES LIMITED)**

**26<sup>TH</sup>  
ANNUAL REPORT  
2010-2011**

## **BOARD OF DIRECTORS**

Shri M. C. Dhandia	Chairman
Shri Manoj Dhandia	Director
Shri R.K. Jain	Director
Shri Himanshu Sharma	Director
Shri Satish Rakyan	Director
Shri Sunil jain	Director
Shri Tara Chand Jain	Director
Shri Manoj Yadav	Director

## **SHARE TRANSFER AGENT**

**M/s. Ankit Consultancy Pvt. Ltd.,  
Plot No. 60, Electronic Complex  
Pardeshipura,  
Indore (M.P.) – 452 010**

## **AUDITORS**

**M/s. N. Parik & Associates  
Chartered Accountants  
Indore**

## **REGISTERED OFFICE**

**106, Sector III,  
Industrial Area,  
Pithampur - 454 774  
Distt. Dhar (M. P.)**

**RAAJ MEDISAFE INDIA LIMITED**  
**NOTICE OF 26<sup>th</sup> ANNUAL GENERAL MEETING**

Notice is hereby given that the 26<sup>th</sup> Annual General Meeting of the Members of **Raaj Medisafe India Limited**, will be held at the Registered Office of the Company at 106, Sector - III, Industrial Area, Pithampur - 454774 on Thursday, the 30<sup>th</sup> September, 2011 at 11:00 A.M. to transact the following business :-

**ORDINARY BUSINESS:**

1. To receive, consider and adopt the Balance Sheet as at 31<sup>st</sup> March 2011 and Profit & Loss Account of the Company for the year ended on that date, and the Reports of Directors and Auditors thereon.
2. To appoint a Director in place of Shri M. C. Dhandia, who retires by rotation and being eligible, offers him self for re-appointment.
3. To appoint a Director in place of Shri Himanshu Sharma who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint Auditors of the Company and to fix their remuneration.

Place : Pithampur  
Date : 1<sup>st</sup> September, 2011

By Order of the Board

Sd/-  
(**Manoj Dhandia**)  
**DIRECTOR**

**NOTES:**

1. **A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER.**
2. The Proxies, in order to be effective, must be deposited at the registered office of the Company not less than 48 hours before the commencement of the Meeting.
3. The Register of Members and Share Transfer Register of the Company will remain closed from Thursday, 29<sup>th</sup> September 2011 to Friday, 30<sup>th</sup> September, 2011 (both days inclusive).
4. Members are requested to bring their copy of the Annual Report with them for Meeting.
5. As per the provisions of Section 109A of the companies Act, 1956, facility for making nomination is now available for members of the Company. Members who wish to avail this facility may obtain the nomination Form-2B from the Company.

## **DIRECTOR'S REPORT**

To,  
The Members

Directors are please to submit their 26<sup>th</sup> Annual Report on the business and operations of the Company along with audited Balance Sheets & Profit and Loss Account for the year ended 31<sup>st</sup> March, 2011.

### **FINANCIAL RESULTS**

Financial results of the company for the year under review along with figures for previous year are as follows:

(Rs. in Lacs)

<b>Particulars</b>	<b>For the year ended 31.03.2011</b>	<b>For the year ended 31.03.2010</b>
Sales and Other Income	3.69	104.97
Operating Profit before Interest, Depreciation and Tax	(22.83)	(31.09)
Less : Interest	0.09	16.43
Profit before Depreciation	(22.92)	(47.52)
Depreciation	21.51	22.42
Profit before tax	(44.43)	(69.94)
Net Profit After Tax	(44.43)	(69.94)
Add. Balance brought forward	(392.04)	(322.10)
Balance carried to Balance Sheet	(436.47)	(392.04)

### **DIVIDEND**

The Board of Directors decided not to recommend any dividend on Equity shares for the year ended 31<sup>st</sup> March 2011.

### **DIRECTORS**

In accordance with Section 256 of the Companies Act, 1956 and the Articles of Association of the Company, Shri M. C. Dhandia and Shri Himanshu Sharma will retire by rotation at the ensuing Annual General Meeting and is eligible for re-appointment.

## **PUBLIC DEPOSITS**

During the year, the Company has not accepted any public deposits within the meaning of Section 58 A of the Companies Act, 1956 and the rules made there under.

## **AUDITOR AND THEIR REPORT**

Comments of the auditors in their report for the period ended 31<sup>st</sup> March, 2011, are self explanatory and need no comments.

M/s N. Parik & Associates Chartered Accountants Indore will retire at the conclusion of ensuing Annual General Meeting. The Board proposed their re-appointment as Statutory Auditor to audit the accounts of the Company for the year 2011-12. You are requested to consider their re-appointment.

## **DECLARATION PURSUANT TO 217(2AA)**

In pursuant to Provision contained in Section 217(2AA) of the Companies act, 1956, Directors of the Company Confirm That:

- I. In the preparation of the annual accounts, applicable accounting standards have been followed.
- II. Accounting Policies selected were applied consistently. Reasonable and Prudent judgments and estimates were made so as to give a true and fair view of the state of affairs of the Company as at 31st March 2011 and profit & loss account of the Company for the year ended on that date.
- III. Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with provisions of Companies act, 1956 for safeguarding the assets of the Company and for preventing and detecting frauds of the Company and other irregularities.
- IV. Annual accounts of the Company have been prepared on Going Concern basis.

## **CORPORATE GOVERNANCE**

Your Company is committed to follow the guidelines of SEBI and Stock exchanges from time to time Your Company implemented all of its major stipulation as applicable to the Company. The Statutory Auditor's certificate in accordance with clause 49 of Listing agreement and report on Corporate Governance is annexed to and forming part of the Directors Report.

## **MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

A Management discussion and Analysis Report have been attached and forms part the Directors Report.

## **PARTICULARS OF EMPLOYEES**

There were no employees during the current year drawing the remuneration more than the limit prescribed under section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975.

## **INSURANCE**

The Buildings, Plant & Machinery, Stocks, Stores and Spares of the Company are adequately insured against various risks including machinery break down.

## **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUT GO**

The details required under section 217 (1) (e) of The Companies Act, 1956 are given in the Annexure and forms part of this report.

## **HUMAN RESOURCES**

Your Directors wish to place on record that their sense of appreciation towards the employees of the company for their devoted services and sustained efforts in keeping the operations going and maintaining the best of efficiency and giving their best for optimum output of production even though the operations been faced various adverse marketing factors and erratic supplies of raw materials due to external factors.

## **ACKNOWLEDGEMENT**

Your Directors wish to place on record their sincere appreciation for the continued co-operation and support given to the Company by its Customers, Shareholders, Bankers, and Central & State Governments including all those associated with the Company.

For & On Behalf of the Board of Directors

Place : Indore  
Date : 01.09.2011

Sd/-  
**M. C. DHANDIA**  
(CHAIRMAN)

## ANNEXURE TO THE DIRECTORS REPORT

Information specified as per Section 217 (1) (e) read with Companies (Disclosure of Particulars in the report of Board of Directors) Rules 1988 and forming part of the Directors Report for the year ended on 31st March 2011.

### 1. CONSERVATION OF ENERGY:

The Company continues to lay due emphasis on conservation of energy and has been taking various measures in controlling of energy consumption.

#### Form - A

#### A) POWER AND FUEL CONSUMPTION:

	<b>Current Year</b>	Previous Year
<b>1. Electricity</b>		
a. Purchased: Units (Nos.)	<b>NIL</b>	286760
Total Amount (Rs.)	<b>NIL</b>	1071337
Rate/Unit (Rs.)	<b>NIL</b>	9.66
b. Own Generation:		
i) Through diesel generator - Units (Nos.)	<b>NIL</b>	11075
Unit per Ltr. Diesel (Nos.)	<b>NIL</b>	3.33
Cost/Unit (Rs.)	<b>NIL</b>	11.07
ii) Through steam turbine/generator	<b>NIL</b>	NIL
<b>2. Coal (Specify quantity and where used) :</b>		
Quantity (Tonnes)	<b>NIL</b>	NIL
Total Cost		
Average Rate		
<b>3. Furnace Oil:</b>		
Quantity (K.Ltrs)	<b>NIL</b>	NIL
Total Amount		
Average rate		
<b>4. Other/Internal generation :</b>		
Quantity	<b>NIL</b>	NIL
Total Cost		
Rate/Unit		

#### B) CONSUMPTION PER UNIT OF PRODUCTION:

Products: Disposable Syringes, Needles and Perfusion Sets

Electricity (Unit/Pcs)	<b>NIL</b>	<b>Rs.0.37</b>
Furnace Oil	<b>NIL</b>	NIL
Coal (Specify Qty.)	<b>NIL</b>	NIL
Others	<b>NIL</b>	NIL

**Form - B**

**RESEARCH AND DEVELOPMENT (R&D)**

- 1) Optimum utilization of resources has resulted in saving of power and fuel cost which in turn has made the product more competitive.
- 2) For streamlining of Men & Material movement, changes have also been carried out in existing layout.
- 3) Some old Machinery are modified & brought in to operation resulting improvement of productivity.

Expenditure on R & D - Charged to respective head of accounts.

**TECHNOLOGY ABSORPTION, ADAPTION AND INNOVATION:**

- i) Efforts in brief made towards technology Absorption, adoption and innovation **N.A.**
- ii) Benefits derived as a result of the above efforts
- iii) Information regarding Technology imported during last five year **N.A.**

**FOREIGN EXCHANGE EARNING AND OUT GO:-**

<b>EARNINGS (FROM EXPORT)</b>	<b>NIL</b>	<b>6575647</b>
<b>EXPENDITURE</b>		
i) Raw Material	<b>NIL</b>	<b>8073817</b>
ii) Components and Spare Parts	<b>NIL</b>	<b>NIL</b>

For & On Behalf of the Board of Directors

Place : Indore  
Date : 01.09.2011

Sd/-  
**M. C. DHANDIA**  
(CHAIRMAN)



## **MANAGEMENT DISCUSSION & ANALYSIS**

### **OVERVIEW**

The depression in the global economic scenario and the reduction in market demand had an adverse effect on manufacturing cycles globally. In such a situation, it was important for manufacturing industries across sectors to look for ways to sustain themselves. Our company took an intelligent and wise decision and forayed into trading activities in order to maintain its market share and continue to stay in competition.

Even during the peak of the Economic meltdown the Indian Economy still withstood the on slot of the depression as compared to the other economies of the world. India has continued to show signs of a growing economy. In the health sector, India continues to focus on health awareness and has increased its attention towards the fight against AIDS and other fatal diseases, Creating awareness about medical disposable products has continued to be the one the primary concerns and thus the Medical Disposable products Industry has registered an increase in the overall demand. It is our constant endeavor to contribute to this awareness drive by making and supplying products according to the need of the market.

### **PERFORMANCE**

The company reported an Operating profit (PBIDT) of Rs. (22.83) Lacs. There has also been renewed focus on quality and customer service to develop long-term relationship with customers. The Company is focusing on Govt. business in line to develop new market in this regard.

### **DEMATERIALISATIONS**

Dematerialization of Company's Shares facility is available with NSDL through our Share Transfer Agent M/s Ankit Consultancy Pvt. Limited.

### **INTERNAL CONTROL**

The Company has an adequate system of Internal Control which enables reliable financial reporting, safeguards assets and encourages adherence to management policies.

The Company also has a system for a speedy compilation of accounts and management information reports to comply with applicable laws and regulations.

The Company has a reasonable budgetary control system. The actual performance is reviewed with reference to budgets monthly by the management.

The Company has a well defined organization structure, authority levels, internal rules and guidelines for conducting business transactions.

## **OUTLOOK**

The company has continued to manufacture and deliver quality products in the market even though the competition from Chinese products has affected the markets at large. Your affiliation with the Company and the strong dealer relationship has played a crucial role in helping the Company face and sustain the negative factors inflicting and affecting the markets.

With the government laying more stress and paying more attention to the quality of health and medical services in the country, it is our responsibility to assist the government in getting maximum results in this sector. Many efforts have been made by the government to tap the full potential and at the same time support the industry by providing financial support and to keep the economy under control by effecting immediate Duty Benefits and changes in the Customs and Import Taxes thus keeping inflation under control.

But despite these efforts the non-availability of stable raw material prices give rise to fluctuating manufacturing costs thus adversely affecting the productivity levels and production cost, particularly in relation to the cheap quality and low-priced products available in the market from China and spurious manufacturers.

## CORPORATE GOVERNANCE REPORT

### 1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Transparency, accountability and full disclosure in compliance with law are governing factors at RAAJ MEDISAFE INDIA LIMITED, which is committed to enhance the shareholders value in the long term as its ultimate objective, while contributing to the welfare of the employees, state revenue and public interest. Given below is the requisite information relating to corporate functioning of your company for the purpose of due transparency on this aspect.

### 2. COMPOSITION OF BOARD

Five Board meetings were held during the year 2010-11. These meetings were held on 26.04.2010, 26.07.2010, 12.08.2010, 25.10.2010 and 24.01.2011.

S. NO.	NAME OF DIRECTOR	CATEGORY OF DIRECTORSHIP	NO. OF B.O.D. MEETINGS HELD	NO. OF B.O.D. MEETINGS ATTENDED	ATTENDED LAST A.G.M.
1.	Shri Mehar Chand Dhandia	Chairman & Director	5	5	Yes
2.	Shri Satish Rakyan	Director	5	0	Yes
3.	Shri Himanshu Sharma	Director	5	5	Yes
4.	Shri Raju Kumar Jain	Director	5	0	No
5.	Shri Manoj Dhandia	Director	5	5	Yes
6.	Shri Sunil Jain	Director	5	5	Yes
7.	Shri Tara Chand Jain	Director	5	5	Yes
8.	Shri Manoj Yadav	Director	5	5	Yes

As required by the Companies Act, 1956 and Clause 49 of listing agreement, none of the director hold directorship in more than 15 public companies, membership of board committees (Audit/remuneration/investors grievance committees) in excess of 10 and chairmanship of board committees as aforesaid in excess of 5.

### **3. COMMITTEES OF THE BOARD OF DIRECTORS**

#### **(a) AUDIT COMMITTEE**

The details of Audit Committee members and meeting held are:

S.NO.	NAME OF DIRECTORS	MEETINGS HELD	MEETINGS ATTENDED
1.	Shri Sunil Jain	4	4
2.	Shri Tara Chand Jain	4	4
3.	Shri Manoj Yadav	4	4

The Audit committee reviews financial reporting system, Internal Control Systems and procedures and ensures compliance with the regulatory guide lines. The committees also monitor the Annual Audit plan and recommends appointment and fix remuneration of external auditors.

#### **(b) COMPENSATION & REMUNERATION COMMITTEE**

The Company does not pay any remuneration to any of the directors other than Managing Director. The Remuneration of Managing Director is fixed with the approval of Board of Directors and with the approval of shareholders of Company in the General Meeting.

#### **(c) SHARE TRANSFER & INVESTORS GRIEVANCE COMMITTEE**

- a) The committee was constituted to specifically look into the transfer / transmission of shares, issue of duplicate share, all other matters related to shares and redressal shareholders and investor complaint like transfer of shares, non-receipt of dividend, non-receipt of Annual report etc. The Share Transfer & Shareholders Investors Grievance Committee consists of:

S.NO.	NAME OF DIRECTORS	MEETINGS HELD	MEETINGS ATTENDED
1.	Shri M. C. Dhandia - Chairman	3	3
2.	Shri M. Dhandia	3	3
3.	Shri S. Rakyan	3	3

b) Mr. P. D. Agrawal is the Compliance Officer.

c) All the complaints received during the year were resolved to the satisfaction of shareholders.

#### 4. GENERAL BODY MEETINGS

The last three Annual General Meetings of the Company were held as under:

Year	Location	Date	Time
2007-2008	Registered Office	30-09-2008	11.00 a.m.
2008-2009	Registered Office	30-09-2009	11.00 a.m.
2009-2010	Registered Office	30-09-2010	11.00 a.m.

#### 5. DISCLOSURES

A list of transactions with related parties as per Accounting Standard AS 18 is mentioned in Schedule 10 to the Audited Accounts.

#### 6. MEANS OF COMMUNICATION

(a) The Company communicates with its shareholders through its annual reports, quarterly results and by filing of various returns with statutory bodies like Stock Exchanges and the Registrar of Companies.

#### 7. SHAREHOLDERS INFORMATION

(a). Annual General Meeting :

Date & Time : 30-09-2011 at 11.00 A.M.  
Venue : 106, Sector III, Industrial Area, Pithampur.

(b). Financial Calendar 2011-12 (Tentative)

Result for the quarter ending 30th June, 2011 : Last week of July 2011.  
Result for the quarter ending 30th September, 2011 : Last week of October 2011.  
Result for the quarter ending 31st December, 2011 : Last week of January 2012.  
Result for the quarter ending 31st March, 2012 : Last week of April 2012.

(c) Book Closure Date : 29<sup>th</sup> September 2011 to 30<sup>th</sup> September, 2011

(d) Registered Office: RAAJ MEDISAFE INDIA LIMITED  
106, Sector III, Industrial Area,  
Pithampur - 454 774  
District Dhar, M.P.

(e) Equity Shares Listed : The Stock Exchange, Mumbai  
M.P. Stock Exchange, Indore  
(Application for delisting of securities of the company with M. P. Stock Exchange Indore is still pending).

(f) ISIN of NSDL : INE 458H01015

(g) Stock Code : BSE 524502

(h) SHARE TRANSFER

All the share transfer deed are processed quickly and share certificates are posted within 30 days from the date of receipt. Incomplete Shares deeds are returned to the transferees with a request to return the same after rectifying the deficiencies pointed out.

(i) DISTRIBUTION OF SHAREHOLDING AS ON 31-03-2011

S.No.	No. of Equity Shares Held Nos.	Shareholders		Amount in Rs.	%
		Nos.	%		
1.	up to 1000	4,136	47.73	4136000	8.21
2.	1001 - 2000	2396	27.65	4789600	9.50
3.	2001 - 3000	450	5.19	1348800	2.68
4.	3001 - 4000	248	2.86	992000	1.97
5.	4001 -5000	702	8.10	3509800	6.96
6.	5001 - 10000	442	5.10	3647200	7.24
7.	10001 - 20000	184	2.12	2715800	5.39
8.	20001 - 30000	34	0.39	875000	1.74
8.	30001 - 40000	12	0.14	426000	0.85
9.	40001 - 50000	12	0.14	563000	1.12
10.	50001 - 100000	13	0.15	1012000	2.01
11.	100000 Above	36	0.42	26384800	52.35
	Total	8665	100.00	50400000	100.00

(j) SHAREHOLDING PATTERN AS ON 31-03-2011

	Category	No. of shares	%
(a)	Director & Their Relative	1675980	33.25
(b)	Resident Body Corporate	7,03,900	13.97
(c)	N.R.I.	83,900	1.66
(d)	Resident Individuals	2576220	51.12
	Total	50,40,000	100.00

**COMPLIANCE CERTIFICATE FROM THE AUDITORS OF COMPANY:**

To,

The Members of

**Raaj Medisafe India Ltd.,**

We have examined the compliance of conditions of Corporate Governance by Raaj Medisafe India Ltd., for the year ended March 31, 2011 as stipulated in clause 49 of the Listing agreement of the said Company with Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance as stipulated in the said clause. It is neither an audit nor an expression of opinion on financial statements of the company.

In our opinion and to the best of our information and according to the explanations given to us and based on the representation made by the directors and management, we certify that the company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

We state that no investor grievance is pending for period exceeding one month against the company as per the records maintained by the Shareholders/Investors Grievance Committee.

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

**For N. Parik & Associates.  
Chartered Accountants**

**Sd/-  
( Nitin Parik )  
(Partner)  
FRN.322877E**

Place : Pithampur  
Date : 1<sup>st</sup> September, 2011

## AUDITORS CERTIFICATE ON CORPORATE GOVERNANCE

To  
The Members of  
Raaj Medisafe India Limited

We have examined the compliance of corporate governance by Raaj Medisafe India Limited, Mumbai for the year ended on 31<sup>st</sup> March 2011, as stipulated in clause 49 of the Listing agreement of the said company with stock exchanges.

The compliance of conditions of corporate governance is responsibility of the management. Our examination was limited to the procedure and implementation thereof, adopted by Raaj Medisafe India Limited for ensuring the compliance of the conditions of the corporate governance. It is neither an audit nor an expression of opinion on the financial statements of Raaj Medisafe India Limited.

On the basis of our review and according to the information and explanation given to us and representation made to us by the management, we state that to the best of our knowledge and belief, the Company has complied in all material respects with the conditions of Corporate Governance stipulated in Clause 49 of the Listing Agreement of the Stock Exchanges.

**For N. Parik & Associates.  
Chartered Accountants**

Place : Indore  
Date :01.09.2011

**Sd/-  
(Nitin Parik)  
(Partner)  
FRN.322877E**





# N. PARIK & ASSOCIATES

Chartered Accountants

"CRYSTAL" 3<sup>rd</sup> Floor,  
19/6, New Palasia, Near Curewell Hospital  
Indore-452001 (MP)  
Tel. : 0731-4071193  
E-mail : nltin@nparik.com  
www. nparik.com

Anup N. Pathak F.C.A.  
Membership No. 073907

Nitin Parik F.C.A., C.W.A.  
Membership No. 057305

Arjun S. Panwar F.C.A.  
Membership No. 402004

Mahesh Kr. Sharma A.C.A., DISA (ICA)  
Membership No. 405396

## AUDITORS REPORT

To,  
*The Shareholders,*  
*M/S RAAJ MEDISAFE INDIA LIMITED*

- [1] We have audited the attached Balance Sheet of *M/S RAAJ MEDISAFE INDIA LIMITED* as at **31<sup>st</sup> March 2011** and the Profit & Loss Account 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 have conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan & perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts & disclosures in the financial statements. An audit also includes assessing the accounting principles used & significant estimates made by management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.
- [3] The Statement on the Companies (Auditors Report) Order 2003, issued by the Central Government of India, in terms of sub-section (4A) of section 227 of the Companies Act, 1956. we enclose in the annexure a statement on the matters specified in paragraph 4 and 5 of the said order
- We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - 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 such books;
  - The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of accounts;
  - In our opinion, the Balance-sheet and Profit & Loss Account dealt with by this report comply with the accounting standards referred to in subsection (3C) of section 211 of the Companies Act, 1956 to the extent applicable;
  - On the basis of written representation received from the directors, we report that none of the directors are disqualified as on 31<sup>st</sup> March 2011 from being appointed as a director in terms of clause (g) of sub section (1) of section 274 of the Companies Act, 1956;

BHOPAL : 137,2nd Floor ZONE II , Opp. Vikramaditya College, MP Nagar, Bhopal  
Tel: 0755-3299867. Fax: 0755-4270612. Cell No 98264-10260 . E.mail: arjun@nparik.com

NEW DELHI : 111, B Block, Shiv Vihar Apartment, Rohtak Road, Near Piragadi, NEW DELHI-110087  
Tel: 011-45074747. Cell No.09310101751.E-Mail : mahesh@nparik.com

(f) In our opinion and to the best of our information and according to explanations given to us, the said accounts read together with the significant accounting policies and other notes thereon give the information required by the Companies Act, 1956 and in the manner so required subject to the notes on account provided in Schedule "18" of the annual accounts give a true and fair view in conformity with the accounting principles generally accepted in India :

[i] In the case of the Balance sheet, of the State of Affairs of the Company as at 31<sup>st</sup> March 2011; and

[ii] In the case of Profit & Loss Account, of the profit for the year ended on that date.

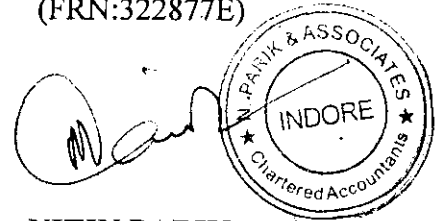
[iii] In the case of Cash Flow statement, of the Cash Flow for the year ended on that date.

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Place: - **INDORE**

Dated: - 01/09/2011

**For, N.PARIK & ASSOCIATES.**  
**(Chartered Accountants)**  
(FRN:322877E)



**NITIN PARIK**  
**(Partner)**

## **ANNEXURE TO THE AUDITORS' REPORT**

(Referred to in paragraph (3) of our report of even date)

1. In respect of its fixed assets:

- a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b) As explained to us, all the fixed assets have been physically verified by the management during the year based on a phased programme of verifying all the assets over a period of three years, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
- c) As evident from the books of Accounts of the company, the company has disposed off all Vehicles. Book Value of all Vehicles is Rs. 4,57,266.00 .

2. In respect of its inventories:

- a) The inventories have been physically verified by the management at reasonable intervals during the year and partially at the close of the year.
- b) The procedures of physical verification of inventories followed by the management as explained to us are, in our opinion, reasonable and adequate in relation to the size of the company and the nature of business.
- c) The Company is maintaining proper records of Inventory and no. material discrepancies were noticed on physical verification.

3. In respect of loans, secured or unsecured, granted or taken by the Company to/from Companies, firm or other parties covered under section 301 of the Companies Act, 1956:

- a) Company has taken unsecured loan from Director's of the Company , details about no. of such transactions and the maximum amount outstanding are as follows:

S.No.	Names of Directors	Maximum Outstanding
1.	Manoj Kumar Dhandia	90,55,505.00
2.	M.C. Dhandia	75,14,607.00
3.	Himanshu Sharma	12,42,930.00
4.	Satish Rakyan	1,43,472.40

Terms and conditions are not prima facie prejudicial to the interests of the company as concluded from the representations by management and as per our examinations of the books and accounts of the company.

- b) The Company has not granted any unsecured loans to parties covered under section 301 of the companies Act,1956, however the company has repaid some of the loans taken earlier from those parties.

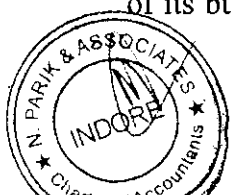
4. In our opinion and according to the information and explanation given to us, there is an adequate internal control procedure commensurate with the size of the Company and the nature of its business with regard to purchase of inventory and fixed assets and for the sale of goods.

For Raaj Medisafe India Limited,

For Raaj Medisafe India Limited,

Director.

Director.



During the course of our audit, no major weakness has been noticed in the internal control in respect of these areas.

5.(i) According to the information and explanation given to us, there are no such transactions that need to be entered into the register maintained under section 301.

(ii) In our opinion and according to the information and explanation given to us, the transaction with parties with whom transaction exceeding the value of Rupees Five Lakhs have been entered in to during the financial year, are at prices which are reasonable, having regard to the prevailing market prices at the relevant time.

6. The company during the year has not accepted any deposits from the public.

7. In our opinion, The Company has internal audit system commensurate with the size and nature of its business.

8. We have broadly reviewed the books of account maintained by the company pursuant to the rules made by the Central Government for the maintenance of cost records u/s 209(1)(d) of the companies Act ,1956 and we are of the opinion that prima facie the prescribed accounts have been properly maintained.

9. (i) Undisputed statutory dues including Provident Fund, Income Tax, Sales Tax, Excise Duty, cess have deposited with the appropriate authorities though there has been a delay in payments and some of them are still remaining to be paid to the appropriate authorities.

(ii) According to the information and explanation given to us, following undisputed amounts are payable in respect of Sales Tax, Entry Tax, Professional Tax and VAT which were outstanding at the year end for a period of more than six months from the date they became payable.

Particulars	Amount
Central Sale Tax Act	3,30,305.87
Entry Tax	45,675.00
Professional Tax	51,480.00
VAT	28,714.10

(iii) According to the records of the Company, the dues outstanding of Sales Tax , Income Tax, Custom Duty, Wealth Tax, Excise Duty , and Cess on account of any dispute are as follows:

Nature of Status	Nature of Dues	Amount	Forum where dispute is pending
Local & Central Sales Tax/Entry Tax	In connection with pending declaration and one prominent issue regarding exemption of needles, Hon'ble High Court has held the issue in Company favour.		
Year 2000-01	Sales Tax	5,07,490.00	After Assessment
Year 2005-06	Sales Tax	2,46,047.00	After Assessment
Year 2007-10	Professional Tax	51,480.00	After Assessment
Year 2008-09	CST , VAT , Entry Tax , Professional Tax	3,72,474.00	
Year 2009-10	CST , Professional , Entry Tax	61,883.00	
<b>TOTAL</b>		<b>12,39,374.00</b>	

10. The accumulated losses of the company has exceeded 50% of the net worth of the company. Also, the company has incurred cash losses in the current Financial year .



For Raaj Medisafe India Limited,

For Raaj Medisafe India Limited,

Director.

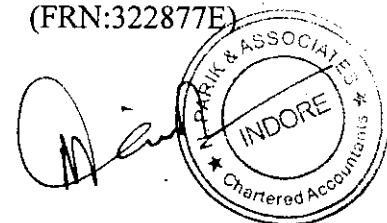
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- 11 According to the explanation and information given to us, we are of the opinion that the company has not defaulted in repayment of dues to financial institutions, banks.
12. In our opinion and according to the explanations given to us and based on the information available, no loans and advances have been granted by the company on the basis of security by way of pledge of Shares, Debentures or Securities.
13. In our opinion the Company is not a chit fund /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 of paragraph 4 of the order are not applicable to the Company.
14. The company is not trading in Shares, securities, debentures and other investments regularly. The company has not purchased any securities during the Financial Year.
15. According to the information & explanation given to us, the Company has not given guarantee for loan taken by others from bank or financial institution.
16. No term Loan has been taken by the company during the Financial Year under review hence the question of its proper applicability does not arise.
17. According to the information & explanation given to us and on all overall examination of the Balance Sheet and Cash Flow statement of the Company, we report that no funds raised on short-term basis have been used for long-term investments and no long-term funds have been used to finance short-term assets.
18. The Company has not made any preferential allotment of shares to parties or companies covered in the register maintained under Section 301 of the Company Act, 1956
19. The Company did neither had any outstanding debenture during the year nor had it issued the same during the year.
20. The Company has not raised any money through public issue during the year.
21. Based upon the audit procedure performed for the purpose of reporting true and fair view of the financial statements and as per the information and explanation by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

Place: - **INDORE**

Date: - 01/09/2011

**For, N.PARIK & ASSOCIATES**  
**Chartered Accountants**  
(FRN:322877E)



**NITIN PARIK**  
**( Partner )**

**RAAJ MEDISAFE INDIA LIMITED ( Previously Known as Manoj Surgical Industries Ltd.)**  
**106, Sector III Industrial Area Pithampur**  
**AUDITED BALANCE SHEET AS AT 31 st March 2011**

	Sche- dule	As at 31-03-2011	As at 31-03-2010
<b>I. SOURCE OF FUNDS</b>			
1 Shareholder's Funds			
a) Share Capital	1	49,995,500.00	49,995,500.00
b) Reserve and Surplus	2	6,730,746.00	6,730,746.00
2 Loan Funds	3		
a) Secured Loans		-	9,815,887.59
b) Unsecured Loans		18,632,622.40	11,219,355.66
Total		<u>75,358,868.40</u>	<u>77,761,489.25</u>
<b>II APPLICATION OF FUNDS</b>			
1 Fixed Assets	4		
a) Gross Block		96,279,543.02	96,736,809.26
b) Less:-Depreciation		<u>77,398,083.54</u>	<u>75,400,978.07</u>
c) Net Block		18,881,459.48	21,335,831.19
2 Investments	5	3,000.00	3,000.00
2 Current Assets,Loans & Advances	6	16,906,349.83	34,182,973.12
Less:-Current Liabilities and Provisions	7	<u>4,079,190.20</u>	<u>16,964,659.76</u>
3 Net Current Assets		<u>12,827,159.63</u>	<u>17,218,313.36</u>
Profit & Loss Account		43,647,249.29	39,204,344.70
Total		<u>75,358,868.40</u>	<u>77,761,489.25</u>
Notes on Accounts	18		
<b>In terms of our attached report of even date</b>			
N.PARIK & ASSOCIATES (Chartered Accountant) FRN : 322877E			
Sd/- (NITIN PARIK) Partner		Sd/- (HIMANSHU SHARMA) DIRECTOR	Sd/- (MANOJ DHANDIA) DIRECTOR
Place: Indore			
Date: 01/09/2011			

**RAAJ MEDISAFE INDIA LIMITED ( Previously Known as Manoj Surgical Industries Ltd.)****PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED ON 31ST MARCH,2011**

	Sche- dule	As at 31.3.2011	As at 31.3.2010
<b>I. INCOME</b>			
Sales and Other Income	8	368,839.00	10,497,866.29
Increase (Decrease) in Stocks	9	-	(2,710,310.00)
Total		<u>368,839.00</u>	<u>7,787,556.29</u>
<b>II EXPENDITURE</b>			
<b>Purchase</b>	10	-	91,500.00
Raw material Consumed	11	-	3,936,004.51
Payments & Provisions to Employees	12	384,733.00	2,044,495.00
Manufacturing Expenses	13	-	2,290,006.10
Duties and Taxes	14	-	22,283.00
Office & Administrative Exp.	15	995,587.76	2,032,137.56
Selling & Distribution Exp.	16	3,390.00	299,669.17
Finance Expenses	17	9,807.58	1,643,109.95
Foreign Exchange Rate Difference		29,525.40	140,583.00
Auditor Remuneration		40,000.00	40,000.00
Sundry Balances Written off		1,198,078.14	
Total		<u>2,661,121.88</u>	<u>12,539,788.29</u>
Profit (Loss) before Depreciation		(2,292,282.88)	(4,752,232.00)
Depreciation		<u>2,150,621.71</u>	<u>2,242,363.86</u>
Profit (Loss) after Depreciation & before Tax		(4,442,904.59)	(6,994,595.86)
Current Tax (MAT)		-	-
Fringe Benefit Tax		-	-
Profit (Loss) after Current Tax		<u>(4,442,904.59)</u>	<u>(6,994,595.86)</u>
Profit (Loss) carried Forward from earlier years		(39,204,344.70)	(32,209,748.84)
Balance carried forward to Balance Sheet		<u>(43,647,249.29)</u>	<u>(39,204,344.70)</u>
Notes on Accounts	18		

**In terms of our attached report of even date**

N.PARIK &amp; ASSOCIATES

(Chartered Accountant)

FRN : 322877E

Sd/-  
(NITIN PARIK)  
PartnerSd/-  
(HIMANSHU SHARMA)  
DIRECTORSd/-  
(MANOJ DHANDIA)  
DIRECTOR

Place: Indore

Date: 01/09/2011

**CASH FLOW STATEMENT  
FOR THE YEAR ENDED ON 31ST MARCH, 2011**

	2010-2011	2009-2010
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit Before Tax	(4,442,904.59)	(6,994,595.86)
Adjustment for:		
Depreciation	2,150,621.71	2,242,363.86
Foreign Exchange Difference	60,511.16	
Sundry Balance Written off	550,482.14	
Non cash Expenses & Income related to previous Year	387,410.00	
Bank Charges on Foreign Exchange Trade	4,184.00	
Interest Income	(16,574.00)	(9,192.00)
Dividend from non trade investment	-	(33,600.00)
Profit on Sale of Fixed Assets	(3,750.00)	
Interest Expenses	9,807.58	1,643,109.95
Long Term Capital Gain	-	(1,207,221.00)
<b>Operating Profit before working capital changes</b>	<b>(1,300,212.00)</b>	<b>(4,359,135.05)</b>
Movement in working capital		
Decrease(Increase) in inventories	-	5,568,167.00
Decrease(Increase) in sundry debtors	15,224,109.39	14,718,180.10
Decrease(Increase) in other current assets	-	257,824.00
Decrease(Increase) in loans & advances	(1,391,145.24)	1,820,298.10
Increase (Decrease) in current liabilities and provisions	(10,763,088.74)	(13,239,550.43)
Cash generated from operations	1,769,663.41	4,765,783.72
<b>B Cash flow from/(used in ) investing activity</b>		
Purchase of Fixed Assets	-	(5,600.00)
Proceeds from sale of fixed assets	307,500.00	-
Sale of investment	-	1,358,421.00
Dividends received	-	33,600.00
Interest received	16,574.00	9,192.00
<b>Net cash used in investing activities</b>	<b>324,074.00</b>	<b>1,395,613.00</b>
<b>C Cash flow from/(used in ) financing activities</b>		
Increase in share capital	-	-
Proceeds from long-term borrowing	-	-
Repayment of long-term borrowing	(39,616.42)	(145,365.05)
Proceeds from short-term borrowing	(9,500,000.00)	364,021.25
Repayment of short-term borrowing	7,527,266.74	(4,866,848.00)
Interest paid	(9,807.58)	(1,643,109.95)
<b>Net cash used in financing activities</b>	<b>(2,022,157.26)</b>	<b>(6,291,301.75)</b>
Net Increase in Cash and Cash Equivalents	71,580.15	(129,905.03)
Cash and Cash Equivalents at the beginning of the year	205,740.97	335,646.00
Cash and Cash Equivalents at the closing of the year	277,321.12	205,740.97
Component of cash & cash equivalents	277,321.12	205,740.97
Cash on hand	205,917.54	151,879.39
On current account	71,403.58	53,861.58

Note :- Figures in brackets indicates negative figure

Place: Indore  
Date: 01/09/2011

Sd/-  
(HIMANSHU SHARMA)  
DIRECTOR

Sd/-  
(MANOJ DHANDIA)  
DIRECTOR

We have verified the Cash Flow Statement of Raaj Medisafe India Limited (Manoj Surgical Industries Limited) for the year ended on 31st March 2011 and confirm that this has been drawn up based on the Accounts of the Company the year ended on 31st March 2011 audited by us

Sd/-  
N.PARIK & ASSOCIATES  
Chartered Accountant  
FRN : 322877E

Place: Indore  
Date: 01.09.2011

Sd/-  
(NITIN PARIK)  
Partner



**RAAJ MEDISAFE INDIA LIMITED ( Previously Known as Manoj Surgical Industries Ltd.)****SCHEDULE FORMING PART OF BALANCE SHEET AS AT 31ST MARCH,2011**

	As at 31.03.2011	As at 31.03.2010
<b>SCHEDULE:1 SHARE CAPITAL</b>		
AUTHORIZED		
6000000 Equity Shares of Rs.10 each. (Previous year 6000000 Equity Shares of Rs.10 each)	<u>60,000,000.00</u>	<u>60,000,000.00</u>
ISSUED,SUBSCRIBED AND PAID UP		
5040000 Equity Shares of Rs.10 each. (Previous year 5040000 Equity Shares of Rs.10 each)	50,400,000.00	50,400,000.00
	<u>50,400,000.00</u>	<u>50,400,000.00</u>
LESS:-Calls in Arrear	404,500.00	404,500.00
	<u>49,995,500.00</u>	<u>49,995,500.00</u>
<b>SCHEDULE:2. RESERVE AND SURPLUS</b>		
Capital Reserve	2,500,000.00	2,500,000.00
Investment Allowance Reserve	4,230,746.00	4,230,746.00
Total	<u>6,730,746.00</u>	<u>6,730,746.00</u>
<b>SCHEDULE 3: LOAN FUNDS:</b>		
A. Secured Loans:		
a) Loans and Advances from Bank		
Cash Credit Loans:	-	9,776,271.17
b) Other Loans and Advances	-	39,616.42
Total	<u>-</u>	<u>9,815,887.59</u>
B. Unsecured Loans:		
i) From Directors	17,956,514.40	9,049,487.66
ii) From Members	676,108.00	2,169,868.00
iii) From Branch	-	-
Total	<u>18,632,622.40</u>	<u>11,219,355.66</u>

**SCHEDULE: 4: FIXED ASSETS:**

FIXED ASSETS	:GROSS BLOCK:				:DEPRECIATION:				:NET BLOCK:	
	As on 31-03-2010	Additions During the Year	Deductions During the Year	Total as on 31-03-2011	Up to 31-03-2010	For the Year	Dep Written back	As on 31-03-2011	As on 31-03-2011	As on 31-03-2010
1 LEASEHOLD LAND	638943			638943	-	-	-	0	638943	638943
2 FACTORY BUILDING	18,152,167			18152167	7,998,441	606282	-	8604723	9547443	10153726
3 PLANT & MACHINERY	53020803			53020803	43,433,246	1371462	-	44804708	8216095	9587557
4 INJECTION MOULDS	23430975			23430975	23,216,189	105284	-	23321473	109502	214786
5 FURNITURE AND FIXTU	267523			267522.50	256,916	10607	-	267523	0.00	10607
6 OFFICE EQUIPMENTS	769133			769133	363,389	36268	-	399657	369476	405744
7 VEHICLES	457266		457,266	-	132,797	20719	153,516	-	-	324469
Total	96736809	-	457,266	96279543	75,400,978	2150622	153516	77398084	18881460	21335831
Previous Year	96731209	5600	-	96736809	73,158,614	224364	-	75400978	21335832	23572595

**RAAJ MEDISAFE INDIA LIMITED ( Previously Known as Manoj Surgical Industries Ltd.)**

	As at 31.03.2011	As at 31.03.2010
<b>SCHEDULE : 5. INVESTMENTS:</b>		
Shares in State Bank of Bikaner & Jaipur (Equity Share of Rs.100 each,Fully paid up) N.S.C	- <u>3,000.00</u> <u>3,000.00</u>	- <u>3,000.00</u> <u>3,000.00</u>
<b>SCHEDULE : 6. CURRENT ASSETS, LOANS &amp; ADVANCES:</b>		
A. Current Assets:		
I. Inventories (As taken, valued & certified by management)	15,038,064.00	15,038,064.00
II. Sundry Debtors: (Unsecured considered good) Debts outstanding for a period exceeding six months.	604,612.10	13,772,140.93
Others	<u>-</u>	<u>3,015,242.97</u>
	604,612.10	16,787,383.90
III. Cash & Bank Balances:		
a) Cash in Hand:	205,917.54	151,879.39
b) Balances with Scheduled Bank:		
i) Current Accounts:	71,403.58	53,861.58
ii) Fixed Deposits: (Pledged as Margin\Security)	156,303.00	156,303.00
B. Loans and Advances: (Unsecured, considered good)		
I Loans	358,450.00	358,450.00
II Advances recoverable in cash or in kind or for value to be received.	(Breakup I) (7,121.19)	1,158,310.45
III Security Deposits:	478,720.80	478,720.80
Grand Total	<u>16,906,349.83</u>	<u>34,182,973.12</u>
	As at 31.03.2011	As at 31.03.2010
<b>SCHEDULE : 7: CURRENT LIABILITIES &amp; PROVISIONS:</b>		
A. Current Liabilities:		
a) Sundry Creditors (For Goods and Services)	2,370,865.23	14,315,077.79
b) Others (Breakup I)	<u>1,708,324.97</u>	<u>2,649,581.97</u>
Total	<u>4,079,190.20</u>	<u>16,964,659.76</u>

**RAAJ MEDISAFE INDIA LIMITED ( Previously Known as Manoj Surgical Industries Ltd.)****SCHEDULE : 8: SALES AND OTHER INCOME:**

Sales	-	7,967,462.29
Sales of Scrap	348,515.00	-
Interest	16,574.00	9,192.00
Dividend	-	33,600.00
Others	3,750.00	459,336.00
Long term capital gain on sale of shares	-	1,207,221.00
Foreign Exchange Rate	-	821,055.00
<b>Total</b>	<b>368,839.00</b>	<b>10,497,866.29</b>

**SCHEDULE : 9: INCREASE (DECREASE) IN STOCKS:**

Closing Stock		
Stock of precious Stone	-	-
Finished Goods	153,982.00	153,982.00
Stock in Process	3,988,321.00	3,988,321.00
	<b>4,142,303.00</b>	<b>4,142,303.00</b>
LESS: Opening Stock		
Stock of precious Stone	-	2,278,681.00
Finished Goods	153,982.00	185,450.00
Stock in Process	3,988,321.00	4,388,482.00
	<b>4,142,303.00</b>	<b>6,852,613.00</b>
Increase (Decrease)	-	(2,710,310.00)

**SCHEDULE : 10 : PURCHASES**

Trading Purchase	-	91,500.00
	<b>-</b>	<b>91,500.00</b>

**SCHEDULE : 11: RAW MATERIAL CONSUMED:**

Purchases	-	1,888,658.51
ADD Opening Stock	10,658,446.00	12,705,792.00
LESS Closing Stock	10,658,446.00	10,658,446.00
<b>Total</b>	<b>-</b>	<b>3,936,004.51</b>

**SCHEDULE : 12: Payments and Provisions to Employees:**

Salaries, Wages & Allowances	367,675.00	1,972,743.00
Staff and Labour Welfare Expenses	7,267.00	-
P.F.	-	52,871.00
E.S.I.	-	18,881.00
Leave Encashment	9,791.00	-
<b>Total</b>	<b>384,733.00</b>	<b>2,044,495.00</b>

As at  
31.03.2011As at  
31.03.2010**SCHEDULE: 13: Manufacturing Expenses:**

Stores and Spares Consumed	-	216,474.22
Packing Materials & Other Expenses	-	941,304.88
Power, Fuel & water	-	1,071,337.00
Repair & Maintenance	-	38,699.00
DG Set Running & Maint. Exp.	-	22,191.00
<b>Total</b>	<b>-</b>	<b>2,290,006.10</b>

**SCHEDULE: 14: Duties and Taxes:**

Taxes	-	22,283.00
	<b>-</b>	<b>22,283.00</b>

**RAAJ MEDISAFE INDIA LIMITED ( Previously Known as Manoj Surgical Industries Ltd.)****SCHEDULE : 15: Office and Administrative Expenses:**

Vehicle Running & Maintenance	89,850.00	112,226.20
Directors' Salary & allowances	-	257,400.00
Telephone and Telex Expenses	33,465.00	102,916.00
Insurance	22,071.00	73,136.00
Traveling	3,750.00	28,141.00
Printing and Stationery	2,093.00	9,128.00
Rent (Including Lease Rent)	208,796.00	94,756.00
legal,Licence and Fees	176,270.00	215,200.00
Security Expenses	295,590.00	281,280.00
Postage and Telegram Exp.	3,496.00	9,457.36
PF Penalty	-	478,619.00
Electrical & Water Charges	119,491.00	123,144.00
Business Promotion	-	9,341.00
Field Exp. Marketing	-	141,598.00
Computer & other Repair & maintainance	9,730.00	-
Forex differece Related to Previous Year	30,985.76	-
Others	-	95,795.00
Total	<u>995,587.76</u>	<u>2,032,137.56</u>

**SCHEDULE : 16: Selling and Distribution Expenses:**

Discount	-	53,876.17
Commission and brokerage	-	139,424.00
Freight & Forwarding Charges	2,200.00	100,869.00
Others	1,190.00	5,500.00
Total	<u>3,390.00</u>	<u>299,669.17</u>

**SCHEDULE : 17: INTEREST AND FINANCE EXPENSES:**

Interest to Bank	928.58	-
Bank Charges	5,810.00	1,578,160.95
Others	-	64,949.00
Bank Charges Realated to Previous Year	3,069.00	-
Total	<u>9,807.58</u>	<u>1,643,109.95</u>

## **SCHEDULE:18.Notes on Accounts**

- 1 The Accounts of the company are drawn for the period of 1st April 2010 to 31st March 2011.
- 2 The applicable standards as per Section 211(3C) of The Companies Act,1956 has been duly followed while preparation of the Financial Statements.
- 3 Sundry Debtors and Creditors are subject to confirmation and reconciliation.
- 4 Cash-in-hand has been taken as certified by the management.

### **Significant accounting policies**

- 1 The Accounts of the company are prepared under the historical cost convention and in accordance with applicable accounting standards, except where otherwise stated. Income and expenses are recognized on accrual basis.
- 2 Fixed Assets are stated at cost less depreciation.The company capitalises all cost relating to acquisition and installation of fixed assets.
- 3 Depreciation on Fixed Assets is provided on the basis of straight line method at the rates and in the manner prescribed in Schedule XIV to the Companies Act.1956.
- 4 Valuation of Inventories
  - a) Raw Materials are valued at cost or market value whichever is lower.
  - b) Store, Spares and Packing materials are valued at cost.
  - c) Work in Process is valued at cost.
  - d) Finished goods are valued at the lower of cost or market price.
- 5 On account of Loss in Current Year & accumulated carried forward losses of previous years under the Income Tax Act,1961 and rules made thereunder, no provision for Current Taxation is made for the year.
- 6 Additional information pursuant to Provisions of Part II of Schedule VI to the Companies Act 1956, to the extent relevant.

I Particulars of Capacity	<u>Current Year</u>		<u>Previous Year</u>	
a) Licensed Capacity	152.00	Million	152.00	Million
b) Installed Capacity (as certified by the Management)	152.00	Million	152.00	Million
c) Actual Production	0.00	Million	2.89	Million

### II Particulars in respect of Production, Trading,Sales and Stock of Finished Goods:(Segment wise)

Class of Goods	Opening Stock		Production		Sales		Closing Stock	
	Quantity Pcs	Value Rs.	Quantity Pcs	Quantity Pcs	Value Rs.	Quantity Pcs	Value Rs.	
Disposable Surgical Products & Trading Pharma Goods								
Current Year	143850	153982	-	0	-	143850	153982	
Previous Year	161350	185450	2,890,755.00	2908255	5,610,977.00	143850	153982	
Trading Goods Stones (Cts)								
Current Year	0	0	-	0	-	0	0	
Previous Year	494830	2278681	-	494830	2,356,485.00	0	0	

### III Raw Material Consumption

	Current Year		Previous Year	
	Amount	Percentage	Amount	Percentage
1. Imported	0	0.00%	119,750.00	3.04%
2. Indigenous	0	0.00%	3,816,255.00	96.96%
Grand Total	0	0.00%	3,936,005.00	100.00%

- 7 The Company has recorded foreign Currency by applying an exchange rate between Indian Currency and foreign Currency at the date of transaction.,differences has been charged to Profit & Loss A/c. as per AS-11

**SCHEDULE:18.Notes on Accounts**

- 1 The Accounts of the company are drawn for the period of 1st April 2010 to 31st March 2011.
- 2 The applicable standards as per Section 211(3C) of The Companies Act,1956 has been duly followed while preparation of the Financial Statements.
- 3 Sundry Debtors and Creditors are subject to confirmation and reconciliation.
- 4 Cash-in-hand has been taken as certified by the management.

**Significant accounting policies**

- 1 The Accounts of the company are prepared under the historical cost convention and in accordance with applicable accounting standards, except where otherwise stated. Income and expenses are recognized on accrual basis.
- 2 Fixed Assets are stated at cost less depreciation.The company capitalises all cost relating to acquisition and installation of fixed assets.
- 3 Depreciation on Fixed Assets is provided on the basis of straight line method at the rates and in the manner prescribed in Schedule XIV to the Companies Act.1956.
- 4 Valuation of Inventories
  - a) Raw Materials are valued at cost or market value whichever is lower.
  - b) Store, Spares and Packing materials are valued at cost.
  - c) Work in Process is valued at cost.
  - d) Finished goods are valued at the lower of cost or market price.
- 5 On account of Loss in Current Year & accumulated carried forward losses of previous years under the Income Tax Act,1961 and rules made thereunder, no provision for Current Taxation is made for the year.
- 6 Additional information pursuant to Provisions of Part II of Schedule VI to the Companies Act 1956, to the extent relevant.

I Particulars of Capacity	<u>Current Year</u>		<u>Previous Year</u>	
a) Licensed Capacity	152.00	Million	152.00	Million
b) Installed Capacity (as certified by the Management)	152.00	Million	152.00	Million
c) Actual Production	0.00	Million	2.89	Million

**II Particulars in respect of Production, Trading,Sales and Stock of Finished Goods:(Segment wise)**

Class of Goods	Opening Stock		Production	Sales	
	Quantity Pcs	Value Rs.	Quantity Pcs	Quantity Pcs	Value Rs.
<b>Disposable Surgical Products &amp; Trading Pharma Goods</b>					
Current Year	143850	153982	-	0	-
Previous Year	161350	185450	2,890,755.00	2908255	5,610,977.00
<b>Trading Goods Stones (Cts)</b>					
Current Year	0	0	-	0	-
Previous Year	494830	2278681	-	494830	2,356,485.00

**III Raw Material Consumption**

	Current Year		Previous Year	
	Amount	Percentage	Amount	Percentage
1. Imported	0	0.00%	119,750.00	3.04%
2. Indigenous	0	0.00%	3,816,255.00	96.96%
<b>Grand Total</b>	<b>0</b>	<b>0.00%</b>	<b>3,936,005.00</b>	<b>100.00%</b>

- 7 The Company has recorded foreign Currency by applying an exchange rate between Indian Currency and foreign Currency at the date of transaction.,differences has been charged to Profit & Loss A/c. as per AS-11
- 8 In accordance with Accounting Standard (AS)-22 on Accounting for Taxes on Income issued by the Institute of Chartered Accountants of India ( ICAI), The Company has deferred Tax

Assets. The Company has been reporting a negative income over the last few years. Considering the past trend and in the absence of reasonable certainty that sufficient future taxable income would be available against which deferred Tax Assets would be realized, The Company has decided not to account for deferred Tax Assets. The same is also in accordance with AS-22 issued by ICAI.

9 Payment To Auditor  
Audit Fees 40,000.00

10 Related Party Disclosures in accordance with AS-18, issued by ICAI,  
Transaction with related parties

Name of related party and nature of Relationship

Name of related Party	Nature of Relationship
Shri Himanshu Sharma	Director
Smt Neera Sharma	Relative of Director
Shri Manoj Kumar Dhandia	Director
Shri M.C. Dhandia	Director

11 Transaction during the year

Related Party	Nature of Transaction	Amount in Rs.
Mr. Himanshu Sharma	Loan Taken	1,000,000.00
Shri Manoj Kumar Dha	Loan Taken	4,790,000.00
Shri M.C. Dhandia	Loan taken & partly repaid	3,169,000.00

12 The provision for Gratuity has been made on accrual basis and the provision for Bonus has been made as per provisions of Payment of Bonus Act.1965.

13 There is no subsidiary company of the company, neither the company has obtained any economic benefits from its activities with the associate, nor did the company entered into any Joint venture with any entity Hence, the provisions of AS 21,23 and 27 issued by ICAI are not applicable to the company.

14 The Company does not have separate segments that are subject to separate risks and returns. Hence, Segment wise reporting pursuant to clause 41 of the listing agreement and AS-17 issued by the ICAI is not applicable to the company.

15 During the year some balances of the parties were written off.

16 Previous years figures are regrouped and reconsidered wherever necessary.

**In terms of our attached report of even date**

N. PARIK & ASSOCIATES

Sd/-  
(NITIN PARIK)  
Partner

Sd/-  
(HIMANSHU SHARMA)  
DIRECTOR

Sd/-  
(MANOJ DHANDIA)  
DIRECTOR

Place: Indore  
Date: 01.09.2011



## BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL PROFILE

<b>I</b>	<b>Registration NO</b>	3,039.00	3,039.00
	State Code	10.00	10.00
	Balance Sheet Date	31.3.2011	31.3.2010
<b>II</b>	<b>Capital raised during the year</b>		
	Public Issue	Nil	Nil
	Right Issue	Nil	Nil
	Bonus Issue	Nil	Nil
	Private Placement	Nil	Nil
<b>III</b>	<b>Position of Mobilisation and Deployment of Funds</b>		
	Total Liabilities	75,358,868.40	77,761,489.25
	Total Assets	75,358,868.40	77,761,489.25
	<b>Sources of Funds</b>		
	Paid up Capital	49,995,500.00	49,995,500.00
	Reserve and Surplus	6,730,746.00	6,730,746.00
	Secured Loans	-	9,815,887.59
	Unsecured Loans	18,632,622.40	11,219,355.66
		- - - - -	- - - - -
		75,358,868.40	77,761,489.25
		= = = = =	= = = = =
	<b>Application of Funds</b>		
	Net Fixed Assets	18,881,459.48	21,335,831.19
	Investment	3,000.00	3,000.00
	Net Current Assets	12,827,159.63	17,218,313.36
	Mis.Expenditure	-	-
	Accumulated Loss	43,647,249.29	39,204,344.70
		- - - - -	- - - - -
		75,358,868.40	77,761,489.25
<b>IV</b>	<b>Performance of Company</b>	- - - - -	- - - - -
	Turnover	368,839.00	10,497,866.29
	Total Expenditure	4,811,743.59	17,492,462.15
	Profit/Loss before tax	(4,442,904.59)	(6,994,595.86)
	Profit/Loss after tax	(4,442,904.59)	(6,994,595.86)

**V General Names of Three Principal Products/Services of Company  
( As per monetary terms)**

Item Code No      PRODUCT

901831              SYRINGES, NEEDLES AND PERFUSION SETS

**In terms of our attached report of even date**

N. PARIK & ASSOCIATES

Chartered Accountant

FRN : 322877E

Sd/-  
(NITIN PARIK)  
Partner

Sd/-  
(M.C.DHANDIA)  
CHAIRMAN

Sd/-  
(MANOJ DHANDIA)  
DIRECTOR

Place:              Indore  
Date:                01.09.2011

## RAAJ MEDISSAFE INDIA LIMITED

Regd. Office : 106, Sector III, Industrial Area, PITHAMPUR - 454 774

### ATTENDANCE SLIP

I hereby record my presence at 26th Annual General Meeting on 30th September, 2011 at 11.00 a.m. at 106, Sector III, Industrial Area, Pithampur, Dist. - Dhar (M. P.)

Full Name of the Share

Holder \_\_\_\_\_

(in Block Letters)

Folio No. \_\_\_\_\_ No. of Shares Held \_\_\_\_\_

Name of

Proxy \_\_\_\_\_

(If the Proxy attends, instead of the shareholder)

Signature of the

Shareholder

1. Member attending the Meeting must fill in this Attendance Slip and hand it over at the entrance of the Meeting Hall.

2. Members are requested to bring their copy of the Annual Report at the Meeting.

## RAAJ MEDISAFE INDIA LIMITED

Regd. Office : 106, Sector III, Industrial Area, PITHAMPUR - 454 774

### PROXY FORM

Folio No. \_\_\_\_\_ No. of Shares Held \_\_\_\_\_

I/We \_\_\_\_\_

of \_\_\_\_\_

being a member/members of RAAJ MEDISAFE INDIA LIMITED hereby appoint \_\_\_\_\_

\_\_\_\_\_ of \_\_\_\_\_

or failing him \_\_\_\_\_ --of \_\_\_\_\_

as my/our proxy to vote for me/us on my/our behalf at the Annual General Meeting of the Company to

be held on 30th September, 2011 at 11.00 a.m. and at any adjournment thereof.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2011.

Affix Rs. 1  
Revenue  
Stamp

Signature \_\_\_\_\_

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 time fixed for holding the aforesaid meeting.