

# FREDUN PHARMACEUTICALS LIMITED

compassionate healthcare

CIN NO : L24239MH1987PLC043662



30<sup>th</sup> May 2016

The Listing Department,  
The Bombay Stock Exchange  
Dalal Street, Fort,  
Mumbai.

Dear Sir.

**Sub : Audited Financial Results**

Please find herewith Audited financial Results along with the Auditor's Report for the financial year ended 31<sup>st</sup> March 2016 with a declaration duly approved by the Board of Directors of the Company at their meeting held today.

Yours faithfully,

**FOR FREDUN PHARMACEUTICALS LIMITED**

*tonmedhan*

**DIRECTOR**



Enclosed : as above

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## AUDITED FINANCIAL RESULTS FOR THE QUARTER & YEAR ENDED 31.03.2016

Rs. In Lacs

PART - I	Quarter Ended		Year Ended	
	Audited 31.03.2016	Audited 31.03.2015	Audited 31.03.2016	Audited 31.03.2015
<b>PARTICULARS</b>				
1	<b>Income from Operations</b>			
	1582.68	764.66	4232.13	2535.75
a) Net Sales /IncomeFrom Operation (Net of Excise Duty)				
b) Other Operating Income	16.76	12.78	86.18	48.64
Total income from operatoins (net)	1599.44	777.44	4318.31	2584.39
2	<b>Expenses</b>			
a) Cost of Material Consumed	1111.06	354.71	3042.33	1376.99
b) Purchases of stock -in-trade	7.77	48.04	82.84	167.41
progress and stock in trade	(177.20)	35.73	(442.05)	(13.21)
d) Emploeyess benefits expenses	127.62	95.95	382.56	322.28
e) Depreciation and amortisation expenses	39.45	20.69	80.43	54.64
f) Other Expenses	294.94	196.14	776.02	516.71
Total expenses	1403.64	751.26	3922.13	2424.81
3	195.80	26.18	396.18	159.58
costs and exceptional item (1-2)				
4	-	-	-	-
Other income				
5	195.80	26.18	396.18	159.58
and exceptional item (3+4)				
6	83.60	31.98	205.93	104.77
Less : Finance Cost				
7	112.20	(5.80)	190.25	54.81
but before exceptional item (5-6)				
8	(6.75)	-	(6.75)	(2.90)
Exceptional items				
9	105.45	(5.80)	183.50	51.91
Profit/(Loss) from ordinary activities before tax (7-8)				
10	66.55	(5.57)	76.55	26.34
Tax Expenses				
11	38.90	(0.23)	106.95	25.57
Net Profit/(Loss) from ordinary activities after tax (9-10)				
12	-	-	-	0.00
Extraordinary item (net of tax expenses)				
13	38.90	(0.23)	106.95	25.57
Net Profit/(Loss) for the period (11-12)				
14	237.45	237.45	237.45	237.45
Paid up Equity Share Capital (Face Value of Rs-10/- each)				
15	-	-	133.53	45.98
Reserves excluding Revaluation Reserves				
16				
items)				
- Basic/ Diluted Earning Per Share (Rs.)	1.64	0.00	4.55	1.08
<b>PART - II</b>				
A	1) Public Shareholding			
	601290	601290	601290	601290
Number of shares				
	25.56	25.56	25.56	25.56
Percentage of shareholding				
2) Promoters and promotor group shareholding				
a) Pledged/Encumbured				
- Number of shares	-	-	-	-
- Percentage of shares (as a % of total shareholding of Promoters and Prompter Group)	-	-	-	-
- Percentage of shares (as a % of total share capital of the Company)	-	-	-	-
b) Non-encumbered				
- Number of shares	1751110	1751110	1751110	1751110
- Percentage of shares (as a % of total shareholding of Promoters and Prompter Group)	100%	100%	100%	100%
Company)	74.44	74.44	74.44	74.44



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## STATEMENT OF ASSETS AND LIABILITIES

	Particulars	As at 31.03.2016	As at 31.03.2015
<b>A</b>	<b>EQUITY &amp; LIABILITIES</b>		
	<b>1 Shareholders' Funds</b>		
	a) Share Capital	262.45	262.45
	b) Reserves and surplus	133.53	72.32
	<b>Sub-total - Shareholders' Funds</b>	395.98	334.77
	2 Share application money pending allotment	-	-
	<b>3 Non Current Liabilities</b>		
	a) Long Term Borrowings	619.30	256.48
	b) Deferred Tax Liabilities (Net)	68.96	47.20
	c) Other long term liabilities	-	-
	d) Long term provisions	43.18	21.47
	<b>Sub-total - Non Current Liabilities</b>	731.44	325.15
	<b>4 Current Liabilities</b>		
	a) Short Term Borrowings	685.34	547.90
	b) Trade Payables	1627.36	775.84
	c) Other Current Liabilities	717.99	270.65
	d) Short term provisions	161.85	30.44
	<b>Sub-total - Current Liabilities</b>	3192.54	1624.83
	<b>TOTAL EQUITY AND LIABILITIES</b>	4319.96	2284.75
<b>B</b>	<b>ASSETS</b>		
	<b>1) Non-current assets</b>		
	(a) Fixed assets	1450.56	935.17
	(b) Non-current investments	0.03	0.03
	(c) Long-term loans and advances	31.18	48.45
	(d) Other non-current assets	10.67	0.00
	<b>Sub-total - Non-current assets</b>	1492.44	983.65
	<b>2) Current assets</b>		
	(a) Current investments	-	-
	(b) Inventories	1027.05	428.60
	(c) Trade receivables	1140.16	522.68
	(d) Cash and cash equivalents	140.15	60.77
	(e) Short-term loans and advances	30.10	34.75
	(f) Other current assets	490.06	254.30
	<b>Sub-total - Current assets</b>	2827.52	1301.10
	<b>TOTAL - ASSETS</b>	4319.96	2284.75

### NOTES :-

- 1) The above financial results taken on record by the Board of Directors at the meeting held on 30.05.2016
- 2) Previous year's figures have been regrouped/rearranged wherever necessary.
- 3) There are no investor's complaints pending & no investor's complaints were received by the company.
- 4) Figures for the year ending 31.03.2016 are Audited. The figures for March 2016 are balancing figures.

PLACE : MUMBAI

DATE : 30.05.2016



FOR FREDUN PHARMACEUTICALS LIMITED

*to medhan*

JOINT MANAGING DIRECTOR

Office: 26, Manoj Industrial Premises, G. D. Ambekar Marg, Wadala, Mumbai - 400 031. INDIA.

Phone : 91-22-40318111 Fax : 91-22-40318133 E-mail : business@fredungroup.com Web : www.fredungroup.com



# Savla & Associates

CHARTERED ACCOUNTANTS

8/196, Guru Sevak Kutir, Station Road

Wadala (W) MUMBAI - 400 031.

PHONE : 24102526, 24112526 FAX : 24132121

## Independent Auditors' Report

TO THE MEMBERS OF,

FREDUN PHARMACEUTICALS LIMITED

### Report on the Financial Statements

- 1) We have audited the accompanying financial statements of Fredun Pharmaceuticals Limited, which comprise the Balance Sheet as at 31<sup>st</sup> March 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended on that date, and a summary of significant accounting policies and other explanatory information, which we have signed under reference to this report

### Management's Responsibility for the Financial Statements

- 2) The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cashflow of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

- 3) Our responsibility is to express an opinion on these standalone financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.
- 4) We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



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- 5) An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.
- 6) We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

## Opinion

- 7) In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manners 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 March 31, 2016;
  - b) In the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
  - c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

## Emphasis of Matter

- 8) In our opinion & to the best of our information & according to the explanations given to us, attention is drawn to the following, in respect of these financial statements
  - a) Cost Audit is not applicable to the company, as per provisions of section 148(1) of the Act.
  - b) In accordance with the requirements for disclosure of amounts due to SSI units, as per "Micro, Small and Medium Enterprises Development Act, 2006" the company has not complied the list of its sundry creditors who satisfy this criterion. Our opinion is not qualified in respect of these matters.

## Report on other Legal and Regulatory Requirements

- 9) As required by the companies (Auditor's Report) Order, 2003, as amended by 'the Companies (Auditor's Report) (Amendment) Order 2004, Issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act (hereinafter referred to as the "Order"), and on the basis of such checks of books of accounts and the record of the company as we considered appropriate and according to the information and explanation given to us, we give in Annexure a statement of the matters specified in the paragraphs 4 and 5 of the Order.



### Annexure to the Independent Auditor's Report

(Referred to in paragraph 8 of the Our Report under "Report on Other Legal & Regulatory Requirements" section of our report of even date, year ended 31<sup>st</sup> March 2016.)

(I) In respect of Fixed Assets :

- (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
- (b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals no material discrepancies were noticed on such verification.
- (c) Some of the immovable properties are mortgaged with banks against which secured loans are availed. The details of the same are attached herewith. Rest of the properties are held in the name of the company.

(II) In respect of its Inventory :

- (a) As explained to us inventories of finished goods, work in process, and raw materials have been physically verified during the year by the management at reasonable intervals.
- (b) In our opinion and on the basis of our examination of the records of inventory, the company is generally maintaining proper records of its inventories. The discrepancies noticed on physical verification of stock by the managements as compared to book records were not material.

(III) Reporting on repayment of loans granted by the Company

During the year the company has obtained any loans from companies, firms or other parties covered under register maintained under section 189 of the companies Act, 2013. Accordingly a resolution is passed in a general meeting and the conditions as prescribed in the rules are duly complied with.

(IV) Internal Control System

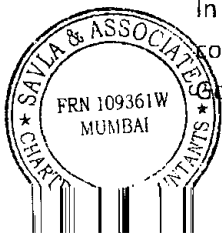
In our opinion and according to the information and explanations given to us, there is generally an adequate internal control procedure commensurate with the size of the company and the nature of its business for purchase of inventories & fixed assets and payment for expenses & for sale of goods during the course of our audit no major instance of continuing failure to correct any weaknesses in the internal controls has been noticed.

(V) Acceptance of Deposits

In our opinion and according to the information and explanations given to us, the company has not accepted any public deposits, and hence the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under, are not applicable to the company.

(VI) Cost Records

In our opinion and according to the information and explanations given to us, the company is not covered under cost audit. However, the company has maintained cost records as specified by central Government under sub-section (I) of section 148 of the Companies Act.



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(VII) Payment of Applicable Taxes

- (a) According to the records of the company, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income –tax, Sales –tax, Custom Duty, Excise Duty, cess to the extent applicable and any other statutory dues have generally been regularly deposited with the appropriate authorities.
- (b) According to the Information and explanations given to us there were no outstanding statutory dues as on 31<sup>st</sup> of March 2015, for a period of more than six months from the date they became payable.
- (c) According to the information and explanations given to us there is no amounts payable in respect of income tax, wealth tax, Service tax, Sales tax, customs duty and excise duty which have not been deposited on account of any disputes.

(VIII) Accumulated Losses:

The Company does not have any accumulated losses at the end of the financial year and has not incurred any cash losses during the financial year covered by audit and the immediately preceding financial year.

(IX) Default in Re-payment of Dues :

Based on our audit Procedures and on the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.

(X) Guarantee for Loan Taken

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

(XI) Applicability of Term Loan

In our opinion and according to the information and explanations given to us, the term loans borrowed by the company were applied for the purpose for which the loans were obtained. Further we would also like to report that the company has ended the loan availed at high rate and instead availed a loan from another bank at low rate. Accordingly company has paid pre closure charges of about Rs. 6.33Lakhs

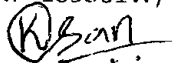
(XII) Reporting of Fraud

Based on the audit Procedures performed and the information and explanations given to us, we report that no fraud on or by the company has been noticed or reported during the year, nor have we been informed of such case by the management.

**FOR SAVLA & ASSOCIATES**

Chartered Accountants

(FRN. - 109361W)



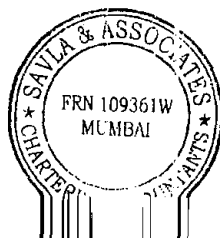
**Kinjal Rishabh Sawla**

Partner

Membership No. -134603

Place :-Mumbai

Date :-29/05/2016



# Savla & Associates

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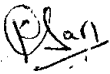
**Auditors report on Annual Financial Results Pursuant to the Regulations 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015.**

The Board of Directors  
Fredun Pharmaceutical Ltd.  
26, Manoj Industrial Estate,  
Wadala, Mumbai -400 031.

1. We have audited the accompanying financial results of Fredun Pharmaceutical Ltd. (" the Company") for the year ended March 31, 2016, attached herewith , being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015. These financial results have been prepared on the basis of the financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such financial statements, which have been prepared in accordance with Accounting Standard notified under section 133 of the Companies Act, 2013 read Rule 7 of the Companies (Accounts) Rules, 2014 and other Accounting principles generally accepted in India.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. In our opinion and to the best of our information and according to the explanations given to us these financial results:
  - i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
  - ii. give a true and fair view of the net profit and other financial information for the quarter as well as year ended March 31, 2016

**FOR SAVLA & ASSOCIATES**

Chartered Accountants  
(Firm Reg.No.109361W)



**Kinjal Rishabh Sawla**

**Partner**

Membership No.134603

Place :- Mumbai

Date :- 29/05/2016







30<sup>th</sup> May 2016

**TO WHOM SO EVER IT MAY CONCERN**

Considering the Circular No. CIR/CFD/CMD/56/2016 dated 27<sup>th</sup> May 2016 issued by SEBI, we hereby state and declare that there are no qualifications in the Audit Report issued by the Statutory Auditors, i.e. M/S. Savla & Associates of the Company for the Financial Year ended 31<sup>st</sup> March 2016.

FOR FREDUN PHARMACEUTICALS LIMITED

FREDUN N. MEDHORA  
MANAGING DIRECTOR



Place : Mumbai

Date : 30<sup>th</sup> May 2016.