

Balance Sheet

As at November 30, 2006

	Schedule	Rupees in Millions	As at November 30, 2006 Rupees in Millions	As at November 30, 2005 Rupees in Millions
I. SOURCES OF FUNDS				
(1) SHAREHOLDERS' FUNDS				
(a) Share Capital.....	(1)	152.8		152.8
(b) Reserves and Surplus	(2)	2,305.3		2,011.6
TOTAL SHAREHOLDERS' FUNDS			2,458.1	2,164.4
(2) LOAN FUNDS				
Unsecured Loans.....	(3)		14.1	18.2
(3) DEFERRED TAX LIABILITY (NET)			50.4	53.1
TOTAL.....			2,522.6	2,235.7
II. APPLICATION OF FUNDS				
(1) FIXED ASSETS				
(a) Gross Block.....		705.9		676.2
(b) Less: Depreciation.....		399.6		365.7
(c) Net Block		306.3		310.5
(d) Capital Work-in-Progress		9.0		1.2
TOTAL FIXED ASSETS	(4)		315.3	311.7
(2) INVESTMENTS.....	(5)		2,047.0	1,933.0
(3) CURRENT ASSETS, LOANS AND ADVANCES				
(a) Inventories.....	(6)	547.4		442.1
(b) Sundry Debtors	(7)	235.2		200.1
(c) Cash and Bank Balances	(8)	131.8		93.5
(d) Loans and Advances.....	(9)	128.3		123.3
		1,042.7		859.0
Less :				
CURRENT LIABILITIES AND PROVISIONS	(10)			
(a) Current Liabilities.....		380.1		374.0
(b) Provisions		502.3		494.0
		882.4		868.0
NET CURRENT ASSETS			160.3	(9.0)
TOTAL.....			2,522.6	2,235.7
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS	(16)			

As per our report of even date

For DELOITTE HASKINS & SELLS
Chartered Accountants

K A KATKI
Partner

Mumbai, February 8, 2007

VIVEK MOHAN

R A SHAH

ASHOK DAYAL

KRUPA ANANDPARA

For and on behalf of the Board

Managing Director

Director

Director

Company Secretary

Mumbai, February 8, 2007

Schedules

Annexed to and forming part of the Balance Sheet as at November 30, 2006

	Rupees in Millions	As at November 30, 2006 Rupees in Millions	As at November 30, 2005 Rupees in Millions
1 SHARE CAPITAL			
Authorised :			
16,200,000 (2005 : 16,200,000) Equity Shares of Rs 10 each.....		162.0	162.0
5,800,000 (2005 : 5,800,000) Unclassified Shares of Rs 10 each		58.0	58.0
		<u>220.0</u>	<u>220.0</u>
Issued and Subscribed :			
15,280,100 (2005 : 15,280,100) Equity Shares of Rs 10 each fully paid-up.....		152.8	152.8
PER BALANCE SHEET		<u>152.8</u>	<u>152.8</u>
[9,428,184 (2005 : 9,428,184) Equity Shares are held by Abbott Capital India Ltd, UK the holding company, which is subsidiary of Abbott Laboratories, USA].			
Of the above :			
(a) 99,995 (2005 : 99,995) Equity Shares were allotted as fully paid pursuant to a contract without payment being received in cash.			
(b) 15,099,570 (2005 : 15,099,570) Equity Shares were issued as fully paid Bonus Shares by capitalisation of Share Premium and Revenue Reserve.			
(c) 25,000 (2005 : 25,000) Equity Shares were allotted to the financial institutions on conversion of 5% of Debentures into Equity Shares.			
2. RESERVES AND SURPLUS			
Amalgamation Reserve :			
Balance as per last Balance Sheet.....		3.8	3.8
Capital Reserve :			
Balance as per last Balance Sheet.....		52.3	52.3
Capital Redemption Reserve :			
Balance as per last Balance Sheet.....		9.2	9.2
Revenue Reserve :			
Balance as per last Balance Sheet.....	288.2		229.0
Add : Transferred from Profit and Loss Account	59.9		59.2
		<u>348.1</u>	<u>288.2</u>
Surplus as per Profit and Loss Account.....		1,891.9	1,658.1
PER BALANCE SHEET		<u>2,305.3</u>	<u>2,011.6</u>
3. LOANS			
Unsecured Loans :			
Deferred Sales tax liability under the Maharashtra Government's Package Scheme of Incentives 1988 :			
– Pending Conversion into Long-term interest free Sales tax loan	5.9		5.9
– Converted into Long-term interest free Sales tax loan [Repayable within one year Rs 3.9 Million (2005 : Rs 4.2 Million)].....	8.2		12.3
(Refer Note B 20 – Schedule 16)		<u>14.1</u>	<u>18.2</u>
PER BALANCE SHEET		<u>14.1</u>	<u>18.2</u>

Schedules

Annexed to and forming part of the Balance Sheet as at November 30, 2006

4. FIXED ASSETS

	GROSS BLOCK AT COST				DEPRECIATION				NET BLOCK	
	As at November 30, 2005	Additions during the year	Disposals during the year	As at November 30, 2006	As at November 30, 2005	For the year	On Disposals during the year	As at November 30, 2006	As at November 30, 2006	As at November 30, 2005
	Rupees in Millions	Rupees in Millions	Rupees in Millions	Rupees in Millions	Rupees in Millions	Rupees in Millions	Rupees in Millions	Rupees in Millions	Rupees in Millions	Rupees in Millions
Leasehold Land.....	4.8	–	–	4.8	0.7	*	–	0.7	4.1	4.1
Buildings.....	327.1	*	0.6	326.5	146.5	10.7	0.1	157.1	169.4	180.6
Machinery and Equipments	225.5	34.9	11.7	248.7	137.9	17.6	5.0	150.5	98.2	87.6
Furniture, Fittings and Office Equipments.....	104.4	12.6	4.6	112.4	74.3	13.9	4.6	83.6	28.8	30.1
Vehicles.....	14.4	0.5	1.4	13.5	6.3	2.2	0.8	7.7	5.8	8.1
	676.2	48.0	18.3	705.9	365.7	44.4	10.5	399.6	306.3	310.5
Previous year.....	642.5	35.8	2.1	676.2	327.5	39.9	1.7	365.7	9.0	1.2
Capital Work-in-Progress and Advances thereagainst, at cost									315.3	311.7
										PER BALANCE SHEET.....

Notes : 1. Included in buildings is an amount of Rs 2,540 (2005 : Rs 2,540) representing value of shares in co-operative housing societies, of which share certificates of Rs 1,540 (2005 : Rs 1,540) are yet to be received.

2. Additions to the Gross Block Machinery and Equipments includes an amount of Rs 5.5 Million being restoration in the value of Machinery and Equipments which was impaired in the year 2004.

* – Less than Rs 0.1 Million.

5. INVESTMENTS (Refer Note A 7 – Schedule 16)

IN FULLY PAID SHARES – NON TRADE – UNQUOTED :

1,900 (2005 : 1,900) Equity Shares of Zest Pharmaceuticals Pvt Ltd of Rs 10 each fully paid-up

CURRENT INVESTMENTS

IN UNITS OF MUTUAL FUND – NON TRADE – QUOTED :

Mutual Fund	No. of Units in Millions	Face Value Rs	Repurchase Price Rs in Millions	Rupees in Millions	As at November 30, 2006 Rupees in Millions	As at November 30, 2005 Rupees in Millions
Birla Cash Plus Institutional Premium Reinvestment (WD).....	34.8	10.00	349.1	348.9	*	*
	(38.9)	(10.00)	(389.7)			
DSPML Liquidity Fund Institutional Plan Reinvestment Option (WD) (Refer Note 1 below).....	0.3	1,000.00	317.4	317.2		–
	(–)	(–)	(–)			
DWS Insta Cash Plus Fund Institutional Plan (WD)	38.5	10.00	389.7	388.7		–
	(–)	(–)	(–)			
Grindlays Cash Fund Super Inst. Plan C Reinvestment (MD).....	–	–	–	–		308.4
	(30.8)	(10.00)	(308.4)			
HDFC Liquid Fund Premium Plus Plan Reinvestment (WD)	28.3	10.00	351.1	343.7		440.7
	(36.4)	(10.00)	(445.3)			
HSBC Cash Fund Institutional Plus Reinvestment (MD)	37.5	10.00	375.5	375.5		321.0
	(32.1)	(10.00)	(321.0)			
HSBC Cash Fund Institutional Plus Reinvestment (WD)	–	–	–	–		38.4
	(3.8)	(10.00)	(38.4)			
Prudential ICICI Liquid Plan Institutional Plus Reinvestment (MD).....	16.2	10.00	192.8	192.8		434.9
	(36.5)	(10.00)	(434.9)			
Pru ICICI Institutional Liquid Plan Super Institutional Reinvestment (WD)	8.0	10.00	80.2	80.2		–
	(–)	(–)	(–)			
					2,047.0	1,933.0
					2,047.0	1,933.0
					*	*
					2,047.0	1,933.0
					2,055.8	1,937.7
						PER BALANCE SHEET.....

Aggregate Book Value of Unquoted Investments

Aggregate Book Value of Quoted Investments.....

Aggregate Market Value of Quoted Investments.....

Notes : (1) In order to meet the requirements of Share Buy Back, a lien is created on DSPML Liquidity Fund Institutional Plan Reinvestment Option (WD) to the tune of Rs 170.0 Million (Refer Note B 2 – Schedule 16).

(2) Figures for the previous year are in bracket.

(3) * – Less than Rs 0.1 Million.

Schedules

Annexed to and forming part of the Balance Sheet as at November 30, 2006

	Rupees in Millions	As at November 30, 2006 Rupees in Millions	As at November 30, 2005 Rupees in Millions
6. INVENTORIES			
Stock-in-Trade :			
Raw Materials.....		9.2	8.2
Packing Materials.....		6.1	1.6
Work-in-Progress.....		4.4	4.3
Finished Goods [Refer Note B 15(b) – Schedule 16]		527.7	428.0
PER BALANCE SHEET		<u>547.4</u>	<u>442.1</u>
7. SUNDRY DEBTORS – UNSECURED			
Debts outstanding for a period exceeding six months :			
Considered Good.....	10.3		–
Considered Doubtful.....	9.2		8.8
	<u>19.5</u>		<u>8.8</u>
Less: Provision for Doubtful Debts.....	9.2		8.8
		<u>10.3</u>	–
Other Debts :			
Considered Good	224.9		200.1
Considered Doubtful.....	–		0.7
	<u>224.9</u>		<u>200.8</u>
Less: Provision for Doubtful Debts.....	–		0.7
		<u>224.9</u>	<u>200.1</u>
PER BALANCE SHEET		<u>235.2</u>	<u>200.1</u>
8. CASH AND BANK BALANCES			
Cash, Cheques and Stamps on hand		0.1	0.1
With Scheduled Banks :			
On Current Account		126.5	93.4
On Escrow Account (Refer Note B 2 – Schedule 16).....		5.2	–
PER BALANCE SHEET		<u>131.8</u>	<u>93.5</u>
9. LOANS AND ADVANCES			
(Unsecured, Considered Good unless otherwise stated)			
Advances recoverable in cash or in kind or for value to be received		99.1	91.6
(Refer Note B 3 – Schedule 16)			
Sundry Deposits		28.2	31.7
Balances with Customs and Excise on Current Account.....		1.0	*
PER BALANCE SHEET		<u>128.3</u>	<u>123.3</u>
10. CURRENT LIABILITIES AND PROVISIONS			
Current Liabilities :			
Sundry Creditors			0.9
Due to Small Scale Industrial Undertakings (Refer Note B 25 – Schedule 16) ...	36.7		
Others	249.9		277.2
Unclaimed Dividends (Refer Note B 26 – Schedule 16).....	22.1		21.2
Other Liabilities.....	71.4		74.7
		<u>380.1</u>	<u>374.0</u>
Provisions :			
For Taxation :			
Current Income Tax less payments of Rs 259.5 Million (2005 – Rs 301.9 Million).....	169.5		161.7
Fringe Benefit Tax less payments of Rs 8.6 Million (2005 – Rs 7.5 Million)	8.1		5.5
For Proposed Dividend	267.4		267.4
For Corporate Dividend Tax.....	37.5		37.5
For Gratuity/Pension.....	7.0		8.0
For Leave Encashment	12.8		13.9
		<u>502.3</u>	<u>494.0</u>
PER BALANCE SHEET		<u>882.4</u>	<u>868.0</u>

* – Less than Rs 0.1 Million.