



AUDITORS' REPORT

To,

The Members of
JHS SVENDGAARD DENTAL CARE LIMITED

We have audited the accompanying financial statements of **JHS SVENDGAARD DENTAL CARE LIMITED** ("the company"), which comprise the Balance Sheet as at March 31, 2014 and the Statement of Profit & Loss Account and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Report on the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of these financial position, financial performance and cash flows of the company in accordance with the Accounting Standard referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Management's Responsibility for the Financial Statements

Our responsibility is to express an opinion on these financial statements based on our audit. We conduct our audit in accordance with the standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

Auditor's Responsibility

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on 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 assessment, the auditor consider internal control relevant to the Company's preparation and fair presentation of the financial statements 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 the management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act 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, 2014.
- b. In the case of the Profit & Loss Account, of the LOSS for the year ended on that date.
- c. In the case of the cash flow statement, of the cash flow for the year on that date.

Report on Other Legal and Regulatory Requirements

- i. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government in term of sub-section (4A) of Section 227 of the Companies Act, 1956, we annex here to a statement on the matters specified in paragraph 4 and 5 of the said Order.
- ii. As required by the section 227(3) of the Act, we report that:
 - a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of audit.
 - b. 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 those books (and proper returns adequate for the purpose of our audit have been received from branches not visited by us).
 - c. the Balance Sheet, Statement of Profit and Loss dealt with by this report are in agreement with the books of account (and with the returns received from branches not visited by us).
 - d. In our opinion, the Balance Sheet, Statement of Profit and Loss comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
 - e. On the basis of written representations received from the directors as on March 31, 2014 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 - f. Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the company.

For L K KAPOOR & CO.
Chartered Accountants

Place : New Delhi
Date : 23.05.2014


CA L K KAPOOR)
Prop.

Ms. No.: 086942
Firm Regd. No.: 08099N

XVI/1690, 2nd & 3rd Floor, Arya Samaj Road, Karol Bagh, New Delhi - 110005.
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L.K. Kapoor & Co.
Chartered Accountants

ANNEXURE TO THE AUDIROR' REPORT

Referred to in paragraph '3' of the Auditors' Report.

To the Members of JHS SVENDGAARD DENTAL CARE LIMITED on the accounts for the year ended 31st March, 2014.

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
(b) All the assets have been physically verified by the management during the period and there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
(c) During the period, the company has not disposed off any fixed assets.
2. The company has no inventory. The company has neither purchased nor sold any inventory except consumables and disposables for consumption and therefore matters specified in items (a), (b) and (c) of the item (ii) of paragraph 4 of the said order are not applicable to the company.
3. (a) The company has taken loans from its holding company covered in the register maintained under section 301 of the Companies Act, 1956. The amount outstanding as on 31.3.2014 is Rs.4.03 lacs (Previous Year - Rs.2.99 lacs) (maximum amount outstanding during the year is Rs.4.03 lacs and during the Previous Year : Rs.2.50 lacs). The company also taken loan from other parties covered in the register maintained under section 301 of the Companies Act, 1956. Number of such parties are two (Previous Year - two) and amount outstanding is Rs.9.70 lacs (Previous Year - Rs.10.70 lacs (maximum amount outstanding during the year is Rs.10.70 lacs and Previous Year - Rs.10.70 lacs). The company has not granted loans to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
(b) In our opinion, the rate of interest and the other terms and conditions on which loans have been taken from/granted to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956 are, prima facie, not prejudicial to the interest of the company.
(c) The Company is regular in repaying the principal amounts as stipulated and has been regular in the payment of interest, if any. The other parties and firms have repaid the principal amounts as stipulated and have been regular in the payment of interest.
(d) There is no overdue amount of loan taken or granted to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchases of fixed assets and sale thereof. During the course of our audit, we have not observed any continuing failure to connect major weakness in internal controls.



5. (a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.

(b) In our opinion and according to the information and explanations given to us, the transactions made in the pursuance of such contracts or arrangement centered in the register maintained under section 301 of the Companies Act, 1956, and exceeding the value of Rupees five lacs in respect of any party during the period, have been made at prices which are reasonable as compared to the prices of similar items supplied by the other parties or as available with the company.

6. In our opinion and accordance to the information and explanations given to us, the company has not accepted any deposits from the public during the year covered under section 58A and 58AA or any other relevant provision of the Companies Act, 1956.

7. In our opinion, the Company's internal audit system is commensurate with the size and nature of its activities.

8. The company has not commenced any production activities therefore matters specified in the item (viii) of clause (B) of paragraph 4 of the said order towards maintenance of cost records under section 209 (1) (d) of the Companies Act, 1956 are not applicable to the company.

9. (a) The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, income tax, sales tax, wealth tax, custom duty, excise duty, cess and other material statutory dues applicable to it.

(b) According to the information and explanations given to us, there is no undisputed amounts payable in respect of Income Tax, Wealth Tax, Sales Tax, Custom duty and Excise duty and cess were in arrears, as at 31st March, 2014 for a period of more than six months from the date they become payable.

(c) According to the information and explanations given to us, there is no dues of sale tax, income tax, custom duty, wealth tax, excise duty and cess which have not been deposited on account of the dispute.

10. This being the sixth year of operation therefore, clause 4(x) of the order is applicable. The accumulated cash losses at the end of the financial year are more than fifty percent of its net worth. It has incurred cash losses in the current financial year and in the immediately previous year also.

11. Based on or audit procedure 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 and debenture holders.

12. In our opinion, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

13. The Company is not a chit fund, nidhi, mutual benefit fund or a society. Accordingly, clause 4(xiii) of the order is not applicable.

14. According to the information and explanation given to us, the Company is not dealing or trading in shares, securities, debentures and other investments. Accordingly, clause 4(xiv)



of the order is not applicable.

15. According to the information and explanation given to us, the Company has not given any guarantee for loans taken by others from banks and financial institutions during the period.

16. According to the information and explanation given to us, Company has not raised any term loans during the period.

17. According to the information and explanation given to us, Company has not raised any short term loan during the period.

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 Companies Act, 1956.

19. The Company has not issued any debentures during the year.

20. During the period no money has been raised by public issues.

21. According to the information and explanation given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

For L K KAPOOR & CO.
Chartered Accountants


(CA L K KAPOOR)

Prop.

Ms. No. : 086942

Firm Regd. No. : 08099N

Place : New Delhi

Date : 23.05.2014



JHS SVENDGAARD DENTAL CARE LIMITED

BALANCE SHEET AS AT 31st MARCH , 2014

		Amounts in Rupees	
	Note No.	As at 31 March, 2014	As at 31 March, 2013
I. EQUITY AND LIABILITIES			
1. Shareholders' Funds:			
a) Share Capital	1	4,099,050	4,099,050
b) Reserves and Surplus	2	(4,608,545)	(4,513,852)
2. Share application money pending allotment			
Share application money pending allotment		-	-
3. Non-current Liabilities			
(a) Long Term Borrowings	3	-	-
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Long Term Liabilities		-	-
(d) Long Term Provisions		-	-
4. Current Liabilities			
(a) Short Term Borrowings	4	1,373,366	1,368,421
(b) Trade Payables		100,799	130,559
(c) Other Current Liabilities		33,450	119,050
(d) Short Term Provisions		-	-
Total		998,120	1,203,228
II. ASSETS			
1. Non-current Assets			
(a) Fixed Assets	5	-	-
(i) Tangible Assets		913,268	979,142
(ii) Intangible Assets		-	-
(iii) Capital Work-in-Progress		-	-
(iv) Intangible Assets under development		-	-
(b) Non-current Investments		-	-
(c) Deferred Tax Assets (Net)		-	-
(d) Long Term Loans and Advances		-	-
(e) Other Non-current Assets		-	-
2. Current Assets			
(a) Current Investments	6	-	-
(b) Inventories		-	-
(c) Trade Receivables		17,916	148,400
(d) Cash and Bank balances		6,855	7,982
(e) Short Term Loans and Advances		-	-
(f) Other Current Assets		60,081	67,705
Total		998,120	1,203,228

Schedules referred to above form an integral part of the Balance Sheet and Profit and Loss Account.

As per our attached report of even date attached

For L. K. KAPOOR & CO.

Chartered Accountants

FRN No. 08099N

CA. Lalit Kumar Kapoor

Proprietor

Membership No. 086942

Place : New Delhi

Date : 23.05.2014



On behalf of the Board of Directors

JHS Svendgaard Dental Care Limited

Nikhil Nanda

Director

Sushma Nanda

Director

JHS SVENDGAARD DENTAL CARE LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2014

Amounts in Rupees

	Note No.	As at 31 March, 2014	As at 31 March, 2013
I. INCOME			
i. Revenue From Operations:	7	-	241,684
ii. Other Income	8	456	230,739
Total Revenue		<u>456</u>	<u>472,423</u>
II. EXPENDITURES			
i. Cost of Materials Consumed	9	-	23,753
ii. Employee Benefits Expense	10	-	239,395
iii. Finance Costs	11	3,275	2,971
iv. Depreciation and Amortization Expense	5	65,873	65,873
v. Other Expenses	12	26,000	263,788
Total Expenses		<u>95,149</u>	<u>595,780</u>
III. Profit before exceptional and extraordinary items and tax (III-IV)		(94,693)	(123,357)
IV. Exceptional items		-	-
V. Profit before extraordinary items and tax (V - VI)		(94,693)	(123,357)
VI. Extraordinary Items		-	-
VII. Profit before tax (VII- VIII)		(94,693)	(123,357)
VIII. Tax Expense:			
(1) Current Tax		-	-
(2) Deferred Tax		-	-
(3) Wealth Tax		-	-
		<u>(94,693)</u>	<u>(123,357)</u>
IX. Prior Period Adjustments	14	-	6,800
Profit (Loss) for the period from continuing operations (VII- VIII)		(94,693)	(130,157)
XI. Profit/(Loss) from discontinuing operations		-	-
XII. Tax Expense of discontinuing operations		-	-
XIII. Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
XIV. Profit (Loss) for the period (XI + XIV)		<u>(94,693)</u>	<u>(130,157)</u>
XV. Earnings per equity share:	13		
(1) Basic earnings per share		(0.23)	(0.30)
(2) Diluted earnings per share		(0.23)	(0.30)

Schedules referred to above form an integral part of the Balance Sheet and Profit and Loss Account..

As per our attached report of even date attached

For L. K. KAPOOR & CO.

Chartered Accountants

FRN No. 08099N

CA Lalit Kumar Kapoor

Proprietor

Membership No. 086942

Place : New Delhi

Date : 23.05.2014



On behalf of the Board of Directors
JHS Svendgaard Dental Care Limited


Nikhil Nanda
Director


Sushma Nanda
Director

JHS Svendgaard Dental Care Limited

(Amount in rupees)

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2014.

	As At 31.3.2014	As At 31.3.2013
A. NET CASH FLOW FROM OPERATING ACTIVITIES:		
Profit before Tax	(94,693)	(123,357)
Adjusted for:		
Prior Period Adjustments	-	(6,800)
Depreciation	65,873	65,873
Interest/Finance Charges	3,275	2,971
	<u>69,149</u>	<u>62,044</u>
Operating Profit before Working Capital Changes	(25,544)	(61,313)
Adjusted for:		
(Increase)/Decrease in Trade and Other Receivables	130,484	(2,803)
(Increase)/Decrease in Inventories	-	-
(Increase)/Decrease in Loans & Advances	7,624	6,921
Increase/(Decrease) in Trade and Other Payables	(29,760)	59,483
Increase/(Decrease) in Provisions	(85,600)	(324,968)
	<u>22,748</u>	<u>(261,367)</u>
Cash Generated from Operations	(2,796)	(322,680)
Income Tax Paid	-	-
Net Cash Flow from Operating Activities	(2,796)	(322,680)
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Fixed Assets	-	-
Sale of Fixed Assets	-	-
Net Cash Flow from Investing Activities	(2,796)	(322,680)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Increase in Short Term Borrowings	4,945	298,500
Repayment of Short Term Borrowings	-	-
Proceeds from Share Capital	-	-
Interest/ Finance Charges Paid	(3,275)	(2,971)
	<u>1,670</u>	<u>295,529</u>
Net Cash Flow from Financing Activities	(1,126)	(27,151)
NET INCREASE/(DECREASE) in Cash and Cash Equivalents		
CASH AND CASH EQUIVALENTS at the beginning of the year	7,982	35,133
CASH AND CASH EQUIVALENTS at the end of the year	6,855	7,982
CASH AND CASH EQUIVALENTS COMPRISE		
Cash	2,194	6,511
Balance with Schedule bank in Current account	4,661	1,470
Total	<u>6,855</u>	<u>7,982</u>

As per our report of even date.
For **L. K. KAPOOR & CO.**
Chartered Accountants

(CA. Lalit Kumar Kapoor)
Prop.

Ms. No.: 086942
FRN : 008099N



For JHS Svendgaard Dental Care Limited

(Nikhil Nanda)
Director

(Sushma Nanda)
Director



Place : New Delhi
Date : 23.05.2014

JHS SVENDGAARD DENTAL CARE LIMITED

Notes on Financial Statements for the Year ended 31st March, 2014.

Amounts in Rupees

As at 31 March, 2014 As at 31 March, 2013

NOTE '1' : SHARE CAPITAL

Authorised Share Capital:

1,000,000 (31 March, 2013: 1,000,000) Equity Shares of Rs.10 each. 10,000,000 10,000,000

Issued, Subscribed and Paid up Capital :

4,09,905 (31 March, 2013: 409905) Equity Shares of Rs.10 each fully paid up. 4,099,050 4,099,050

a. Reconciliation of shares outstanding at the beginning and at the end of the reporting period

Equity shares

Particulars	As at 31 March 2014		As at 31 March 2013	
	Number	Value (Rs.)	Number	Value (Rs.)
Shares outstanding at the beginning of the year	409,905	4,099,050	50,000	500,000
Shares Issued during the year	-	-	359,905	3,599,050
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	409,905	4,099,050	409,905	4,099,050

b. Terms /rights attached to equity shares

The company has one class of equity shares having a par value of Rs.10 each per share. Each shareholder of equity share is entitled to one vote per share. The company declares and pays dividends in Indian rupees.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c. Disclosures of shareholders holding more than 5% shares in the company

	As at 31 March 2014		As at 31 March 2013	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Equity share of Rs.10 each fully paid				
JHS Svendgaard Laboratories Ltd. , Holding Company	389,901	95.12%	389,901	95.12%
Ashna Kochar	12,500	3.05%	12,500	3.05%
Nikhil Nanda	7,500	1.83%	7,500	1.83%
Others	4	0.00%	4	0.00%
TOTAL	409,905		409,905	

d. Aggregate number of bonus shares issued, share issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date:

Particulars	Aggregate No. of Shares (for last 5 Financial Years)
Equity Shares :	Nil
Fully paid up pursuant to contract(s) without payment being received in cash	-
Fully paid up by way of bonus shares	Nil
Shares bought back	Nil

e. This company has been incorporated as subsidiary company to M/s JHS Svendgaard Laboratories Ltd. on 3rd April, 2008 which holds 95.12% of equity shares of the company as on 31st March, 2014 (Previous Year : 95.12% of equity shares).

NOTE '2' : RESERVE AND SURPLUS

Surplus/(Deficit) in the statement of Profit and Loss

As per last Balance Sheet	(4,513,852)	(4,383,695)
(+/-) Net Profit/(Net Loss) for the current year	(94,693)	(130,157)
(-) Proposed Dividends and tax on proposed dividend	-	-
TOTAL	(4,608,545)	(4,513,852)

NOTE '3' : NON CURRENT LIABILITIES



(a) Long Term Borrowings	-	-
Secured	-	-
Unsecured	-	-
(i) Loan from other parties repayable on demand	-	-
(ii) Loans and advances from related parties (interest free)	-	-
Total	<u>-</u>	<u>-</u>
(b) Deferred Tax Liabilities (net)	-	-
(c) Other Long Term Liabilities	-	-
(i) Trade Payables	-	-
(ii) Others:	-	-
Total	<u>-</u>	<u>-</u>
(d) Long Term Provisions	-	-

NOTE '4' : CURRENT LIABILITIES

(a) Short Term Borrowings		
Secured	-	-
Unsecured	-	-
(i) Loan from other parties repayable on demand	-	-
(ii) Loans and advances from related parties (interest free)	1,373,366	1,368,421
Total	<u>1,373,366</u>	<u>1,368,421</u>
(b) Trade Payables		
Micro, Small and Medium Enterprises	-	-
Others	100,799	130,559
Total	<u>100,799</u>	<u>130,559</u>
(c) Other Current Liabilities		
(i) Current maturities of long-term debt	-	-
(ii) Current maturities of finance lease obligations	-	-
(iii) Interest accrued but not due on borrowings	-	-
(iv) Interest accrued and due on borrowings	-	-
(v) Unpaid dividends	-	-
(vi) Other payables:		
- Expenses Payables	30,950	90,050
- Others Liabilities	2,500	25,700
- TDS Payables	-	3,300
Total	<u>33,450</u>	<u>119,050</u>

4.1. Trade Payables are payable within twelve months after the reporting date.

4.2. In accordance with Micro, Small and Medium Enterprises Development Act, 2006 which came into force with effect from October 2, 2006, the Company is required to identify the Micro, Small and Medium suppliers and pay them interest on overdue amount beyond the specified period irrespective of the terms agreed with the suppliers. The company is in process of identification of Macro, Small & Medium Enterprises suppliers and service providers, at this point of time, if any. However, in absence of adequate records of vendors, the liability of interest, if any, cannot be reliably estimated. Management is of opinion that there will be no liability in view of supplier profile of the Company.

4.3. The provision for all liabilities is adequate and not in excess of the amounts considered reasonably necessary.

NOTE '5' : NON CURRENT ASSETS

(a) Fixed Assets		
(i) Tangible assets	913,268	979,142
(ii) Intangible assets	-	-
(iii) Capital work-in-progress	-	-
(iv) Intangible assets under development	-	-

5.a.1. Tangible Assets: The detail of tangible assets of the company as on 31st March, 2014 are provided in separate Note No. 5.a.1.

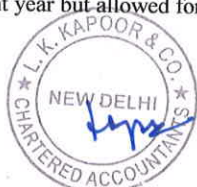
5.a.2. Tangible Assets of the Company are in possession of the franchise with whom agreement were terminated and pending settlement of these claims.

(b) Non Current Investments	-	-
(c) Deferred Tax Assets (Net)	-	-
Deferred Tax Liability		
Fixed assets : Impact of difference between tax depreciation and depreciation/amortisation charged for the financial reporting period	-	-
Others	-	-
Gross Deferred Tax Liability	<u>-</u>	<u>-</u>

Deferred Tax Assets

Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purposes on payment basis.

Others



Gross Deferred Tax Assets

-

Net Deferred Tax Assets

-

5.c.1. As specified in Accounting Standard 22 on "Accounting for Taxes on Income" issued by ICAI, deferred tax assets arising out of Timing Differences is amounting to Rs.1427585/- for the year ending on 31st March, 2013 (Previous Year - Rs.1382334.00. Management is of the opinion that deferred tax assets of Rs.1427585/- as on 31.03.2013 should not be recognized and carried because there is no reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Consequently, deferred tax assets is not recognized.

(d) **Long Term Loans and Advances**

Unsecured and considered good

(i) Capital Advances	-	-
(ii) Security Deposits	-	-
(iii) Loans and Advances to related parties	-	-
(iv) Other Loans and Advances	-	-

Total

(e) **Other Non-Current Assets**

(i) Long Term Receivables (unsecured and considered good)	-	-
(i) Debts due by related parties (unsecured and considered good)	-	-
(ii) Others	-	-
Total	-	-

NOTE '6' : CURRENT ASSETS

(a) **Current Investments**

-

(b) **Inventories**

-

(c) **Trade Receivables**

(i) Trade receivable outstanding for a period less than six months from due date		
- Unsecured, considered good	-	-
(ii) Trade receivable outstanding for a period exceeding six months from the due date		
- Unsecured, considered good	17,916	148,400
- Unsecured, considered doubtful	-	-
- Less: Provision for doubtful debts	-	-
Total	17,916	148,400

(d) **Cash and Bank balances**

Cash and Cash equivalents

Balances with Banks		
- On Current Accounts	4,661	6,511
Cash on hand	2,194	1,470
Total	6,855	7,982

(e) **Short Term Loans and Advances**

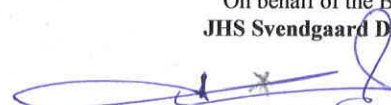
(i) Loans and Advances to related parties		
- Unsecured, considered good	-	-
- Unsecured, considered doubtful	-	-
- Less: Provision for doubtful loan and advances	-	-
(ii) Other Loans and Advances		
- Unsecured, considered good	-	-
- Advances to Suppliers	-	-
- Unsecured, considered doubtful	-	-
- Less: Provision for doubtful loan and advances	-	-
Total	-	-


(f) **Other Current Assets**

(i) Non-current bank balances (fixed deposits with more than 12 months)	-	-
(ii) Others		
- Prepaid Expenses	-	-
- TDS Receivable	60,081	67,705
- Interest accrued on fixed deposits	-	-
Total	60,081	67,705

6.1. In the opinion of the Board, the current assets, loans and advances appearing in the Company's Balance Sheet as at year end would have realizable value at least equal to the respective amounts at which they are stated in the balance sheet.
6.2. The balances of the accounts comprised in trade receivables, trade payables, borrowings and advances are subject to confirmations / reconciliation and consequential adjustments.

On behalf of the Board of Directors
JHS Svendgaard Dental Care Ltd.


Nikhil Nanda
Director


Sushma Nanda
Director

Place : New Delhi
Date : 23.05.2014



JHS SVENDGAARD DENTAL CARE LIMITED

Notes on Financial Statements for the Year ended 31st March, 2014.

	As at 31 March, 2014	Amounts in Rupees As at 31 March, 2013
NOTE '7' : REVENUE FROM OPERATION		
Other Operating Revenues		
- Income from Clinics	-	241,684
Total	-	241,684
NOTE '8' : OTHER INCOME		
Other non-operating Income		
- Misc. Parties Balance Written off	-	15,150
- Excess Provision Written back	-	215,589
Interest Income	456	-
Total	456	230,739
8.1. The other non-operative income includes Rs.215589/- of excess provision of expenses made during previous years being not payable, written back during the year.		
NOTE '9' : COST OF MATERIAL CONSUMED		
Other Materials - Consumables		
Opening Stock	-	-
Add: Purchases - Consumables	-	23,753
	-	23,753
Less: Closing Stock	-	-
Total Cost of Material Consumed	-	23,753
NOTE '10' : EMPLOYEE BENEFITS EXPENSE		
Salaries, wages, bonus and allowances*	-	238,550
Workmen and staff welfare expenses	-	845
Total	-	239,395
10.1. As per Accounting Standard 15 " Employee Benefits " the disclosures as defined in the accounting standard are not applicable to the Company, therefore, not provided for.		
10.2. There is no employees drawing salary in excess of provision made under section 217(2A) of the Companies Act, 1956, during the year.		
NOTE '11' : FINANCE COST		
Bank Charges	3,230	2,921
Interest on TDS	45	50
Total	3,275	2,971
NOTE '12' : OTHER EXPENSES		
Establishment Expenses:		
Lease Rent*	-	180,000
Power and Fuel	-	3,349
Clinic Upkeep & Maintaince	-	5,993
Postage, Telephone	-	15,255
Auditor's Remuneration*	19,000	41,750
Miscellaneous Expenses	7,000	17,441
Total	26,000	263,788
12.1. PAYMENT TO AUDITORS AS:		
Auditors*		
- Statutory Audit fees	6,500	15,000
- Income Tax	5,000	3,500
- Limited Review	7,500	23,250
- Certification fees	-	-
Total	19,000	41,750
*Including service tax, where applicable.		
12.2. Earnings/Expenditure/Remittances in Foreign Currency	Nil	Nil
12.3. In absence of any taxable profit no provision for Income Tax has been made for the year as per the provisions of the Income Tax Act, 1961.		
NOTE '13' : EARNING PER SHARE (EPS):		
Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders.	(94,693)	(123,357)
Weighted Average number of equity shares used as denominator for calculating EPS	409,905	409,905
Basic Earning per share	(0.23)	(0.30)
Diluted Earning per share	(0.23)	(0.30)
Face Value per equity share	10.00	10.00
NOTE '14' : PRIOR PERIOD ITEMS:		



Prior Period Expenses.	-	6,800
Total	-	6,800

NOTE '15' : CONTINGENT LIABILITIES AND COMMITMENTS:

(I) Contingent Liabilities		
(a) Claims against the company/ disputed liabilities not acknowledged as debts	-	-
- For and against Franchise (Agreement Terminated)	Amount not ascertained.	Amount not ascertained.
(b) Guarantees	-	-
(c) Other Money for which the company is contingently liable.	-	-
(II) Commitments		
(a) Estimated amount of contracts remaining to be executed on capital account and not provided for	-	-
(b) Uncalled Liability on Shares and Other investments partly paid.	-	-
(c) Other Commitments.	-	-

NOTE '16' : Related Party

The Disclosures as required by the Accounting Standard -18 (Related Party Disclosure) are as under:

a. Name of related parties and description of relationship

S. No.	Relationships	Name of Related Party
i.	Reporting Enterprise under control of the Ultimate Holding Enterprise.	a) JHS Svendgaard Laboratories Limited (India)
ii.	Key Management Personnel	a) Mr. Nikhil Nanda, Director b) Mr. H.C. Nanda, Director c) Mrs. Sushma Nanda, Director
iii.	Relatives of Key Managerial Personnel	-
iv.	Enterprises over which significant influence can be exercised by persons mentioned in (i) & (ii) above or enterprise that have a member of key management in common with the reporting enterprise.	a) Number One Real Estate Pvt. Ltd.

b. Transaction with related parties taken place during the year:

S. No.	Transactions	Key Management Personnel & Relatives of Key Management Personnel	Enterprises over which Key Management Personnel & their Relatives exercise significant influence.	Holding Company
A. UNSECURED LOAN:				
(i)	Loan Taken	-	-	402840 (549050)
(ii)	Loan Repaid	0 (100000)	-	297895 (250550)
A. UNSECURED LOAN:				
(i)	Loan Taken	-	-	402840 (549050)
a)	JHS Svendgaard Laboratories Ltd.			
Total		0 (0)	0 (0)	402840 (549050)
(ii)	Loan Repaid	-	-	297895 (250550)
a)	JHS Svendgaard Laboratories Ltd.			
b)	Nikhil Nanda	100000 (0)	-	-
Total		0 (100000)	- -	297895 (250550)
Balances with Related Parties.				
A. Unsecured Loan				
Total		122064 (222064)	847857 (847857)	403445 (298500)
Material Balances with Related Parties.				
A. Unsecured Loan				
a)	Mr. Nikhil Nanda	122064 (222064)	-	-
b)	Number One Real Estate Pvt. Ltd.	-	847857 (847857)	-
c)	JHS Svendgaard Laboratories Ltd.	-	-	403445 (298500)
Total		122064 (222064)	847857 (847857)	403445 (298500)

* Figures in brackets pertain to previous year

On behalf of the Board of Directors
JHS Svendgaard Dental Care Ltd.

Nikhil Nanda
Director

Sushma Nanda
Director

Place : New Delhi
Date : 23.05.2014



JHS SVENDGAARD DENTAL CARE LIMITED

Schedules annexed to and forming part of the Financial Statements for the year ended March 31, 2014

I. Background

JHS Svendgaard Laboratories Limited is a subsidiary of a listed public limited company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The company is engaged in business of providing dental care services.

II. Significant Accounting Policies

1. Basis of preparation of Financial Statements

The Financial Statements have been prepared to comply in all material respects with the Accounting Standards notified by Companies (Accounting Standards) Rules, 2006, (as amended) and the relevant provision of the Companies Act, 1956. The Financial Statements have been prepared on an accrual basis and under the under the historical cost convention. The accounting policies have been constantly applied by the company.

The financial statements are prepared in accordance with Generally Accepted Accounting Principles in India under the historical cost convention on the accrual basis of accounting and comply with the mandatory accounting standards and statements issued by Institute of Chartered Accountants of India (ICAI) and the provisions of the Companies Act, 1956.

2. Use of Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities on the date of the financial statements, revenue and expenses during the reporting period. Although such estimates and assumptions are made on reasonable and prudent basis taking into account all available information, actual results could differ from these estimates and assumptions and such differences are recognized in the period in which the results are crystallized.

3. Fixed Assets and Depreciation

- a) Fixed Assets are stated at cost of acquisition, which is inclusive of taxes, freight, installation and allocated incidental expenditure during construction/ acquisition and exclusive of CENVAT Credit is available to the Company.
- b) Advances paid towards the acquisition of fixed assets outstanding at balance sheet date and the cost of fixed assets not put to use before such date are disclosed under the head Capital Work-in-Progress.
- c) Depreciation on fixed assets, except intangibles is provided at minimum rates prescribed in Schedule XIV of the Companies Act, 1956 on straight line basis on pro rata basis from the respective number of days after addition/ before discard or sale of fixed assets
- d) Individual assets costing Rs. 5,000 or less are fully depreciated in the year of purchase.
- e) Intangible assets comprise of Computer Software and are amortized over a period of five years. All costs relating to up gradation /enhancements are generally charged off as revenue expenditure unless they bring significant additional benefits of enduring nature.

4. Impairment of Assets

An asset is treated as impaired when carrying cost of assets exceeds its recoverable amount. An impairment loss is charged to the profit and loss account when asset is identified as impaired. Reversal of impairment loss recognized in prior periods is recorded when there is an indication that impairment loss recognized for the assets no longer exists or has decreased. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined net of depreciation or amortized, if no impairment loss has been recognized Post impairment, depreciation is provided on the revised carrying value of the asset over



JHS SVENDGAARD DENTAL CARE LIMITED

Schedules annexed to and forming part of the Financial Statements for the year ended March 31, 2014.

its remaining useful life. The Company periodically assesses using external and internal resources whether there is an indication that an asset may be impaired.

5. Inventories

Consumables are carried at cost and charged to consumption in the year of its purchase. Cost includes purchase price.

6. Revenue recognition

a) Revenue from rendering of services is recognized on accrual basis as per accounting standards applicable to India. Revenue is net of applicable discounts and allowances.

b) Interest income from deposits is recognized on accrual basis.

7. Borrowing Cost

Borrowing costs that are directly attributable to the acquisition or construction or production of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are recognized as an expense in the period in which they are incurred and charged to revenue.

8. Investments

Investments are valued as per AS – 13 “Accounting for Investments”. Investments that are readily realisable and are intended to be held for not more than One year are classified as current investments. All other investments are classified as long-term investments, even though they may be readily marketable. The cost of an investment includes acquisition charges such as brokerage, fees and duties.

Current investments are carried at lower of cost and fair value determined on an individual investment basis.

Long-term investments including investments in subsidiaries are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

9. Employee Benefits

a) Short term employee benefits:

All employee benefits payable wholly within twelve months of rendering the service are classified as Short term employee benefits. Benefits such as salaries, wages, short term compensated absence and bonus etc are recognized in the Profit and Loss Account in the period in which the employee renders the related service.

b) Post employment benefits:

I. **Defined contribution plans:**

No provision towards Provident Fund Contribution and Employee State Insurance Contribution has been made in the accounts, as the provisions of the Act are not applicable to the Company.

II. **Defined Benefit Plans:**



JHS SVENDGAARD DENTAL CARE LIMITED

Schedules annexed to and forming part of the Financial Statements for the year ended March 31, 2014.

No provision towards present liabilities, for the future payment of gratuity to employees under the Payment of Gratuity Act, 1972 has been made in the accounts, as the provisions of the Act are not applicable to the Company.

10. Accounting for taxes on income

- a) Tax expenses comprises of Current Tax, Deferred Tax and Wealth Tax. Current Income Tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961.
- b) Deferred Income Tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred Tax is measured based on the tax rates and the tax law enacted or substantially enacted at the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that sufficient future taxable income will be available against which these assets can be realized in future where as in cases of existence of carry forward of losses or unabsorbed depreciation, deferred tax assets are recognized only if there is virtual certainty of realization backed by convincing evidence. Deferred tax assets are reviewed at each balance sheet date.
- c) **Minimum Alternative Tax (MAT)** payable under the provisions of the Income-tax Act, 1961 is recognized as an assets in the year in which credit become eligible and is set off to the extent allowed in the year in which the entity becomes liable to pay income tax at the enacted tax rates.

11. Provisions, Contingent Liabilities and Contingent Assets

Contingent liabilities are not recognized but are disclosed in the notes to accounts. Payment in respect of such Contingent liabilities, if any, is shown as balance with Statutory Authorities under head loans and advances, till the final outcome of the matter.

Contingent Assets are neither recognized nor disclosed in the financial statements.

Provisions are recognized when the company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle obligation(s), in respect of which estimate can be made for the amount of obligation. Provisions are not discounted to its present value. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

12. Earnings per share

Basic Earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders after tax (and including post tax effect of any extra-ordinary item) by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the period, are adjusted for events of bonus issue to existing shareholders.

For the purpose of calculating diluted earnings per share, the net profit or loss attributable to equity shareholders and the weighted average number of shares outstanding are adjusted for the effects of all dilutive potential equity shares, if any, except when the results would be anti- dilutive.

13. Leases

a) Operating lease

As Lessee

Lease arrangements, where the risks and rewards incidental to ownership of an asset substantially vest with the lessor, are recognized as an operating lease. Lease payments under operating lease are recognized as an expense in the Profit and Loss Account on a straight-line basis over the lease period.



JHS SVENDGAARD DENTAL CARE LIMITED

Schedules annexed to and forming part of the Financial Statements for the year ended March 31, 2014.

As Lessor

The assets given under operating lease are shown in the Balance Sheet under fixed assets and depreciated on a basis consistent with the depreciation policy of the Company. The lease income is recognized in the Profit and Loss Account on a straight-line basis over the lease period.

b) Finance lease

Assets taken on finance lease are capitalized at an amount equal to the fair value of the leased assets or the present value of minimum lease payments at the inception of the lease, whichever is lower. Such leased assets are depreciated over the lease tenure or the useful life, whichever is shorter. The lease payment is apportioned between the finance charges and reduction of outstanding liability. The finance charge is allocated to the periods over the lease tenure to produce a constant periodic rate of interest on the remaining liability.

14. Cash Flow Statement

Cash flows are reported using the indirect method, whereby net profits before tax is adjusted for the effect of transaction of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, investing and financing activities are segregated.

15. Events Occurring after Balance Sheet Date:

Events occurring after balance sheet date have been considered in the preparation of financial Statements.

Place :New Delhi

Date :23.05.2014

For and on behalf of Board



(Nikhil Nanda) (Sushma Nanda)
Director Director



JHS SVENDGAARD DENTAL CARE LTD.

Notes on Financial Statements for the Year ended 31st March, 2014.

NOTE '5.a.1.' : Depreciation Chart

Amount in Rupees

Discription	GROSS BLOCK			ACCUMULATED DEPRECIATION			NET BLOCK		
	As at April 1, 2013	Addition during the year	Disposals during the year	As at March 31, 2014	As at April 1, 2014	Depreciation charge for the year	On disposals	As at March 31, 2014	As at March 31, 2013
Tangible Assets (Not Under Lease)									
Plant & Equipments	923,379	-	-	923,379	137,471	43,860	-	742,047	785,907
Furniture & Fixtures	125,921	-	-	125,921	17,079	7,971	-	100,871	108,842
Office Equipments	63,234	-	-	63,234	12,551	3,004	-	47,680	50,683
Computers	68,097	-	-	68,097	34,388	11,039	-	22,671	33,709
Total	1,180,631	-	-	1,180,631	201,489	65,873	-	913,268	979,142
Previous Year	1,180,631	-	-	1,180,631	135,616	65,873	-	979,142	1,045,016

On behalf of the Board of Directors
JHS Svendgaard Dental Care Ltd.

Place : New Delhi
 Date : 23.05.2014


 Nikhil Nanda
 Director


 Sushma Nanda
 Director

