



DIRECTORS' REPORT

Dear Members,

Your Directors have great pleasure in presenting the Thirty Second Annual Report together with the audited statement of accounts for the year ended 31.03.2005 & report as under.

Financial Results

The financial results of the company for the year under review are as under.

PARTICULARS	Year Ended 31.03.2005* (Rs. In millions)	Year Ended 31.03.2004 (Rs. In Millions)
Net Profit for the year before providing for depreciation & Taxation	883.71	665.08
Less: Depreciation	137.82	23.02
Net Profit before Taxation	745.89	642.06
Add: Balance brought forward in Profit & Loss Account	1903.44	1302.74
Add: Balance transferred from amalgamated entities	364.94	0
APPROPRIATIONS:		
i. Transfer to General Reserve	150.00	0
ii. Provision for Taxation	80.15	46.00
iii. Income tax of earlier years	(0.49)	6.46
iv. Deferred Tax Provision	27.47	1.83
v. Proposed Dividend	114.94	0.00
vi. Balance carried to Balance Sheet	2642.20	1903.43

* The current year results include the figures of erstwhile, Brown & Burk Pharmaceutical Ltd, Micro Nova Pharmaceutical Ltd, Eros Pharma Ltd, Surana Pharmaceuticals Pvt Ltd and Inpharma Pvt. Ltd which have merged with the Company with effect from 01-04-2004.