

DABUR INTERNATIONAL LTD

ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2010

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DIRECTOR'S REPORT

To the Members of Dabur International Limited,

This report presented by your Directors in respect of Financial year ended on 31.03.2010 has been made out for the limited purpose in terms of section 212 (2) (b) of Indian Companies Act, 1956. Pursuant to section 212(2)(a) and section 212(2) (b) of Indian Companies Act, the Balance Sheet of Dabur International Limited as on 31st March, 2010 and the Profit & loss Account for the year ended on that date dealt with by this report have also been made out in accordance with the requirement of Indian Companies Act 1956, which have been certified by an Indian firm of Chartered Accountants thereby making out the audit report thereof in accordance with the requirements of Indian Companies Act, 1956.

FINANCIAL RESULTS

The Financial results of drawn in accordance with Indian Companies Act are as follows:

(Rs in lacs)

Particulars	2009-10	2008-09
Sales (Incl Other Income)	29602	22,300
Profit Before Tax	5268	3,014
Less: Provision for Tax	12	9
Net Profit After Tax	5871	3005
Balance Brought Forward	7487	4482
Balance Carried over to Balance Sheet	13358	7487

DIVIDEND

In view of future business plans under considerations, your directors do not propose any dividend for the year.

OPERATIONS AND ACTIVITY

The Company carried out the activities of manufacturing, import, export, warehousing and distribution of beauty and health care products. The sales for the year were Rs. 29,602 lacs compared to Rs. 22,300 lacs for the previous year. The net profit for the year was Rs. 5871 lacs as compared to Rs. 3005 lacs for the previous year.

DIRECTORS:

There was no change in Directorship of the Company.

FIXED DEPOSITS

No fixed deposit has been accepted during the year.

DIRECTOR'S RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956, with respect to Directors' Responsibility Statement, the Directors confirm:

- i) That in the preparation of the annual accounts, the applicable accounting standards have been followed and no material departures have been made from the same;
- ii) That they had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period;
- iii) That they had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) That they had prepared the annual accounts on a going concern basis.

SUBSIDIARIES

As required under the provision of section 212 of the companies Act, 1956, the audited accounts together with Directors' Report and Auditors' Report of the subsidiary companies, namely African consumer care Ltd, Asian consumer care Pvt. Ltd, Weikfield International (UAE) Ltd, Dabur UK Ltd, Dabur Nepal Pvt. Ltd, Dabur Egypt Ltd., Asian Consumer Care Pakistan Ltd & Naturalle LLC, made out in accordance with the requirements of the Companies Act, 1956 are appended to and form part of the Annual report.

As required under the provisions of section 212 of the Companies Act, 1956, a statement of the holding company's interest in the subsidiary companies is attached as Annexure 1 and form part of this report.

AUDITORS REPORT

The observations of Auditors in their report read with the relevant notes to accounts in schedule -O are self-explanatory and do not require further explanation.

AUDITORS

A resolution to reappoint M/s Pannell Kerr Forster as Auditor and fix their remuneration will be put to the shareholders at the Annual General Meeting.

PARTICULARS OF EMPLOYEES

Particular of Employees as required under Section 217(2A) of the Indian Companies Act, 1956 read with Companies (Particular of Employees) Rules, 1975 as amended are given in Annexure 2 to the Directors report.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

Total energy consumption and energy consumption per unit of production as per Form A attached herewith as Annexure 3. The Company is not having any details as regards Conservation of Energy & Technology Absorption to be given in Form B.

Total Foreign Exchange used during 2009-10: Rs. 24,333.75 lacs

Total Foreign Exchange earned during 2009-10: Rs. 29,601.55 lacs.

ACKNOWLEDGEMENT

Your Directors would like to express their appreciation for continued support and co-operation received from the Customers, Bankers and Government authorities. They also wish to place on record their appreciation for the dedication and hard work put in by the employees of the Company at all levels.

Industrial relationship continued to be cordial for the whole of the year.

For and behalf of the Board

P.D.Narang
Director

Sunil Duggal
Director

Place: New Delhi
Date: 15.04.2010

Annexure 1: STATEMENT PURSUANT TO SECTION 212 OF THE COMPANIES ACT, 1956 RELATING TO SUBSIDIARY COMPANIES

1	Name of the Subsidiary	Weikfield International (UAE) Ltd	Asian Consumer Care Pvt Ltd	African Consumercare Ltd	Dabur Nepal Pvt Ltd	Dabur (UK) Ltd	Dabur Egypt Ltd *	Naturelle LLC	Asian Consumer care Pakistan Pvt Ltd	Dabur Egypt Trading Ltd
2	Holding Company's Interest	615 Equity Shares of AED 1000 Each Fully Paid up	7598175 Equity Shares of taka 10 each fully paid up	39643628 Equity Shares of Naira 1 each fully paid up, 371070000 Preference Shares of Naira 1 each fully paid up	778520 Equity Shares of NRS 100 each fully paid up	50000 Equity Shares of USD 10 each fully paid up	1262 Equity Shares of USD 100 each fully paid up	3600 Equity Shares of AED 1000 each fully paid up	898500 Equity Shares of Pakistani Rupee 10 Each fully Paid up, 6973648 Preference Shares of Pakistani Rupee 10 Each fully Paid up	495 Equity Shares of EGP100 each fully paid up
3	Extent of Holding	38.41%	76.00%	90.00% (Equity Shares) , 100% (Preference Shares)	97.50%	100.00%	24.00%	100.00%	99.98% (Equity Shares) , 99.98% (Preference Shares)	99.00%
4	Subsidiary Financial Year Ended On	31st March 2010	31st March 2010	31st March 2010	31st March 2010	31st March 2010	31st March 2010	31st March 2010	31st March 2010	31st March 2010
5	Net aggregate amount of Subsidiaries Profit(Loss) not dealt within the holding Company' Account									
	(i) For the financial Year of the Subsidiaries	(Rs.77.26 lacs)	(Rs. 13.00 lacs)	Rs. 80.67 lacs	Rs. 943.60 lacs	(Rs. 3.16 lacs)		Rs. 662.82 lacs	(Rs. 333.15 lacs)	NIL
	(ii) For the previous financial year of the Subsidiaries since they Become the holding Company's Subsidiaries	Rs.48.31 lacs	(Rs. 494.61 lacs)	Rs. 213.30 lacs	Rs. 5469.64 lacs	(Rs. 25.81 lacs)		(Rs. 87.24 lacs)	Rs.132.78 lacs	NIL
6	Net aggregate amount of Subsidiaries Profit(Loss) dealt within the holding Company' Account									
	(i) For the financial Year of the Subsidiaries	NIL	NIL	NIL	NIL	NIL		NIL	NIL	NIL
	(ii) For the previous financial year of the Subsidiaries since they Become the holding Company's Subsidiaries	NIL	NIL	NIL	NIL	NIL		NIL	NIL	NIL
	*Subsidiary under Section 4(1)(C)									

Statement of Particulars of employees pursuant to the provisions of section 217(2A) of the Companies Act 1956 read with Companies (Particulars Of Employees) Rules, 1975 and forming part of Directors Report for the year Ended 31st March 2010

Serial No	Name	Designation/Nature of Duties	Qualifications	Exp (Yrs)	Remuneration	Date of Ap- pointment	Age (Yrs)	Particulars of Last Employment
1	MR SIDDHARTH BURMAN *	Chairman	BS-USA	41	3,412,500	15.05.1990	64	Dabur India Limited
2	MR GAURAV BURMAN *	Director	Graduate in Economics & History	15	1,823,600	05.05.2008	37	
3	MR SAKET BURMAN *	Director		10	1,710,000	21.08.2008	32	
4	MR S RAGHUNANDAN *	Chief Executive Officer	BE, PGDM (Mktg), IIM Kolkata	15	3,212,607	01.05.2006	44	Dabur India Limited
5	MR MOHIT BURMAN	Director	MBA-FINANCE, USA	20	4,577,850	07.01.2006	41	Balsara Home Products Limited
6	MR SHAHRUKH KHAN	Head Of Operations	BE	21	5,977,292	13.04.2005	45	Tiffany Foods Limited
7	MR MOHIT MALHOTRA	Business Head	MBA	15	7,172,098	07.01.2003	40	Dabur India Limited
8	MR MANISH MATHUR	Financial Controller	ICWA, CPA	17	4,448,708	06.04.2007	36	Dabur Egypt Limited
9	MR RIZWAN ABIDI	Sales Manager-KSA/Levant	PGDBA	23	3,562,517	19.01.1999	49	General Trading Co, Olayan, Saudi
10	MR SUBBA RAO	Unit Head-RAK	BE-MECH, MDI- Gurgaon	21	3,812,551	05.04.2007	45	GSK
11	MR M.S.N NISHANT	Group Project Manager	MBA- IIM, Ahmedabad	8	3,033,503	03.01.2004	32	Bhatia Brothers
12	MR RAJAT TANEJA	Sales Manager-Lower Gulf/South East Asia	MBA-Fore school of Management	7	2,718,825	15.04.2007	29	Dabur India limited
13	MR SUBRATA SHOME	Senior Product Manager	MBA-IIM, Bangalore	8	2,993,195	21.03.2007	32	Standard chartered Bank
14	MR SALIL DHINGRA	Area Manager	MBA-London school of Commerce	6	3,451,309	25.01.2008	29	UB Group
15	HITESH GANGRADE	Sr.Manager- Packaing development	Diploma in packaging Development- IIP	10	3,280,846	5.02.2004	32	Dabur India Limited
16	SUDHIR SAWARKAR	Regional Quality Manager	M.Sc (Organic Chem) Dipolma in Pharmacy	12	3,198,375	16.02.2007	34	Dabur India Limited
17	MR AVINASH KHAMGAONKAR	General Manager - Sales (USA)	BE, MBA - IIM Kolkata	18	6,458,407	10.1.2005	44	Balsara Home Products Limited
18	MR RAKESH SAREEN *	Marketing Manager- (USA)	B.Com(Hons), PGDM (Part Time)	10	3,157,344	02.05.2008		Dabur India Limited
19	AMIT VIJAY	Senior Product Manager	MBA-SIBM	6	2,795,365	03.03.2008	29	Reckitt Benkiser Ind Limited
20	VIKRAM BALI *	Head of Sales – IBD	MBA,BIT-MESRA	19	2,837,433	01.08.2008	43	Dabur India Limited
21	GANESH MODAK	Sales Manager - CIS/IRAQ & Weikfield	B.COM		2,536,390	01.09.2006	35	Had its own Set Up

FORM - A

(See Rule 2)

Form of Disclosure of particulars with respect to Conservation of Energy**A. Power and Fuel Consumption**

	2009-10	2008-09
1. Electricity		
a) Purchased		
Units	558,306	932,018
Total amount (Rs)	2,303,013	2,851,975
Rate per unit	4.12	3.06
b) Own Generation:		
i) Through diesel generator	Nil	Nil
Units		
Unit per litre of diesel oil	Ni	Nil
Cost per unit	Ni	Nil
Total cost (Rs.)	Nil	Nil
ii) Through Steam Turbine/Generator		
Units Nil	Nil	
Unit per litre of Fuel Oil		
Cost/Unit (Rs.)		
2. GAS		
Quantity (Ltr)	24000	36000
Total cost	581250	993000
Average rate per Ltr (Rs)	21.23	27.58
3. Furnace Oil		
Quantity (tonnes)	NIL	NIL
Total cost	NIL	NIL
Average rate per tonne (Rs)	NIL	NIL
4. Others/internal generation		
H S D		
Quantity (Kilo ltr)	NIL	NIL
Total cost	NIL	NIL
Average rate per Kilo ltr (Rs)		
L D O		
Quantity (Kilo ltr)	NIL	NIL
Total cost	NIL	NIL
Average rate per Kilo ltr (Rs)		

B. Consumption per unit of production

The Company is engaged in production of variety of products; hence the figures of consumption per unit of production are not ascertainable.

AUDITORS' REPORT

We have verified the attached Balance Sheet of Dabur International Limited, incorporated at Isle of Man as at 31st March, 2010 and its Profit & Loss Account and the Cash Flow Statement for the year ended on that date, all being made out in accordance with the requirement of Indian Companies Act, 1956, from the audited accounts of the body corporate under the statute of the company of its incorporation and additional certified returns which have been relied upon by us (refer note no. B(1), Schedule O of Notes to Accounts). 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.

We conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and 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 and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as, evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

- i. As required by the Companies (Auditors' Report) Order 2003 issued by the Central Government in terms of section 227 (4A) of the Companies Act, 1956, we enclose herewith in the annexure a statement of the matter specified therein.
- ii. We hereby report that
 - a) Proper returns necessary for making out the accounts in accordance with the requirement of Indian Companies Act, 1956, were received by us.
 - b) We have obtained the information and explanations which to the best of our knowledge and belief were necessary for the purpose of audit.
 - c) Proper books of accounts, have been kept by the body corporate.
 - d) The Balance Sheet and Profit & Loss Account dealt with by this report have been made out from the figures which are in agreement with the books of accounts.
 - e) Subject to Note No. 15 of Notes to Accounts, Balance Sheet and Profit & Loss Account have been prepared in due compliances of accounting standards referred to in sub-section (3C) of section 211 of Companies Act 1956.
 - f) In our opinion and according to the information and explanations given to us, the accounts as made out herein read with other notes appearing in Schedule "O" give the information required by the Companies Act 1956, in the manner so required to the extent possible and practicable and give a true and fair view in conformity with the accounting principles generally accepted in India ;
 - (i) In the case of Balance Sheet, of the State of Affairs of the body corporate as at 31st March 2010 and
 - (ii) In case of Profit & Loss Account of the profit of the body corporate for the year ended on that date; and
 - (iii) In the case of Cash Flow statement, of the cash flows of the body corporate for the year ended on that date.

For G Basu & Co
Chartered Accountants
R. No. 301174E
(Manoj Kumar Das)
PARTNER
(M. No. 013783)

ANNEXURE TO THE AUDITORS' REPORT AS REFERRED TO IN PARA I OF THE SAID REPORT OF EVEN DATE.

- 1 a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b. The fixed assets have been physically verified by the Management at reasonable intervals. No material discrepancies between book records and the physical inventories have been noticed on such verification.
- c. Fixed assets disposed of during the year are not material enough to affect the going concern identity of the company.
- 2 a. The inventories have been physically verified at reasonable intervals by the management.
- b. The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- c. On the basis of our examination of the records of inventory, we are of the opinion that the company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and book records were not material and have been properly dealt with in the books of accounts.
3. According to information and explanations given to us, the body corporate has not granted any unsecured loan. However, an amount of Rs. 5316 lacs, (previous year Rs. 1996 lacs) loans granted to its subsidiary, repayable on demand, sharing a director in common with the body corporate remains outstanding at the end of financial year. Borrowers are regular in payment of interest. As repayments have still not been demanded, the question of payment of principal due does not arise. Term of loans do not prima facie appear prejudicial to the interest of the body corporate. It has not given any loan, secured or unsecured, to any directors, firms, other parties in which directors are interested.
4. According to the information and explanations given to us, the body corporate has not taken any unsecured loan during the year within the meaning of section 301 of the Indian Companies Act, 1956.
5. In our opinion and according to the information and explanations given to us there is adequate internal control system commensurate with the size of the company and the nature of its business for purchase of inventory and fixed assets and on the sale of goods. During the course of our audit no major weakness has been noticed in the internal controls. We have not observed any failure on the part of the company to correct major weakness in internal control system.
6. According to information and explanations given to us, the transactions of purchase and sale of goods/services made in pursuance of such contracts or arrangements have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
7. The body corporate has not accepted deposit from any sources within the meaning of "Acceptance of Deposit Rule" under Indian Companies Act, 1956.
8. The body corporate has an internal audit system commensurate with its size and nature of its business.
9. Section 209 (i) (d) of the Companies Act, 1956, is not applicable to the body corporate.
- 10a) According to information and explanations given to us, the company is depositing with appropriate authorities undisputed statutory dues to the extent applicable to it.
- b) We have been informed that there is no undisputed statutory dues as at the year end which is outstanding for a period of six months from the date the same became payable.
- c) According to information and explanations given to us, there has been no undisputed statutory dues which has not been deposited.
11. The body corporate has no accumulated loss, neither it has sustained any loss in current year nor in previous year.
12. Based on the audit procedures and on the information and explanations available to us, the body corporate has not availed any facility from any financial institutions or debenture holder. Regarding bank loan availed, the body corporate has not committed any default concerning repayment of said loan.
13. The company has not granted any loan or advance secured by pledge of share, debenture or other security.
14. Based on our examination of the records and evaluations of the related internal controls and information given to us, we are of the opinion that the body corporate is not commercially dealing in securities, debentures and other investments. It has made investment of Rs. 6154 lacs in fellow subsidiaries on strategic ground which are held in its own name.
15. The body corporate has not given guarantees for loans taken by others from banks or financial institutions.
16. The term loan has been availed by the body corporate are in the nature of short term fixed loan without stipulation on usage of the fund. As such the question is not relevant here.
17. No fund raised on short term basis has been used by the company for long term investment.
18. The body corporate has not issued any secured debenture during the year.
19. The body corporate has not raised any fund through public issue during the year.
20. Based upon the audit procedures performed and information and explanations given by the management, we report that no fraud on or by the body corporate has been noticed or reported during the course of our audit.
21. Other clauses of the order are not applicable to the body corporate.

For G Basu & Co
Chartered Accountants
R. No. 301174E
(Manoj Kumar Das)
PARTNER
(M. No. 013783)

BALANCE SHEET AS AT 31ST MARCH 2010

(Rs. in lacs)

		As At 31st March 2010	As At 31st March 2009
SOURCES OF FUNDS :			
Shareholders' Funds:			
(A) Share Capital	A	1,217	1,217
(B) Reserves And Surplus	B	15,480	10,224
		16,697	11,441
Loan Funds:			
(A) Secured Loans	C	0	66
Total		16,697	11,507
APPLICATION OF FUNDS :			
Fixed Assets :			
(A) Gross Block	E	1,448	1,296
(B) Less : Depreciation		527	507
(C) Net Block		921	789
Long Term Investments In Subsidiaries	F	6,154	5,849
Current Assets, Loans And Advances:			
(A) Inventories	G	725	920
(B) Sundry Debtors		4,754	3,513
(C) Cash & Bank Balances		2,118	304
(D) Loans & Advances		6,027	2,196
		13,624	6,933
Less: Current Liabilities And Provisions			
(A) Liabilities	H	3,783	1,828
(B) Provisions		219	236
		4,002	2,064
Net Current Assets		9,622	4,869
Notes To Accounts	O		
Total		16,697	11,507

As per our report of even date attached
for G. BASU & CO
CHARTERED ACCOUNTANTS
R. No. 301174E
(Manoj Kumar Das)
PARTNER
(M. No. 013783)

for Dabur International Ltd.

P.D. Narang Director
Sunil Duggal Director

Date : 15-04-2010
Place : New Delhi

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2010

(Rs. in lacs)

	Schedule	For the year ended 31st March 2010	For the year ended 31st March 2009
INCOME :	I		
Sales Less Returns		29,242	21,728
Other Income		360	572
Total Income		29,602	22,300
EXPENDITURE :			
Cost Of Materials	J	11,755	12,239
Manufacturing Expenses	K	145	332
Payments To And Provisions For Employees	L	2,445	1,904
Selling And Administrative Expenses	M	9,820	4,635
Financial Expenses	N	82	102
Depreciation		87	74
Total Expenditure		24,334	19,286
Balance Being Net Operating Profit Before Tax		5,268	3,014
Provision For Taxation Current		12	9
Net Profit After Taxation		5,256	3,005
Add/(Less) Prior Period Adjustment Exchange Fluctuation Charge		615	-
Net Profit After Tax And Extraordinary Item		5,871	3,005
Balance Brought Forward		7,487	4,482
Balance Carried Over To Balance Sheet		13,358	7,487

As per our report of even date attached
for G. BASU & CO
CHARTERED ACCOUNTANTS
R. No. 301174E
(Manoj Kumar Das)
PARTNER
(M. No. 013783)

for Dabur International Ltd.

P.D. Narang Director
Sunil Duggal Director

Date : 15-04-2010
Place : New Delhi

STATEMENT OF CASH FLOW

(Rs. in lacs)

Particulars	For The Year Ended 31st March 2010		For The Year Ended 31st March 2009	
A. Cash flow from operating activities				
Net Profit Before Tax And Extraordinary Items		5,268		3,014
Add:				
Depreciation	87		74	
Loss On Sale Of Fixed Assets	32		2	
Interest	82		102	
		201		180
Operating Profit Before Working Capital Changes		5,469		3,194
Working Capital Changes				
Increase/(Decrease) In Inventories	(195)		(422)	
Increase/(Decrease) In Debtors	1,241		1,288	
Decrease/(Increase) In Trade Payables	(1,938)		148	
Increase/(Decrease) In Working Capital		(892)		1,014
Cash Generated From Operating Activities		6,361		2,180
Interest Paid	82		102	
Tax Paid	13		9	
		95		111
Cash Used(-)/(+)Generated For Operating Activities (A)		6,266		2,069
B. Cash Flow From Investing Activities				
Purchase Of Fixed Assets		(349)		(52)
Sale Of Fixed Assets		98		118
Purchases Of Investment Including Investment In Subsidiaries		(305)		(2,035)
Cash Used(-)/(+)Generated For Investing Activities (B)		(556)		(1,969)
C. Cash Flow From Financing Activities				
Repayment(-)/Proceeds(+) From Short Term Loans		(66)		(373)
Payment Of Other Advances		(3,831)		(324)
Exchange Fluctuation Reserve		0		845
Cash Used(-)/(+)Generated In Financing Activities (C)		(3,897)		148
Net Increase(+)/Decrease (-) In Cash And Cash Equivalents (A+B+C)		1,813		248
Cash And Cash Equivalents Opening Balance		305		57
Cash And Cash Equivalents Closing Balance		2,118		305

As per our report of even date attached
for G. BASU & CO
CHARTERED ACCOUNTANTS
R. No. 301174E
(Manoj Kumar Das)
PARTNER
(M. No. 013783)

for Dabur International Ltd.

P.D. Narang Director
Sunil Duggal Director

Date : 15-04-2010
Place : New Delhi

SCHEDULES - Annexed to and forming part of the Balance Sheet as at 31st March 2010

(Rs. in lacs)

Particulars	As At 31st March 2010	As At 31st March 2009
SCHEDULE-A : SHARE CAPITAL		
Authorised		
4,000,000 Equity Shares Of Pound Sterling.1 Each (Previous Year 4000000 Equity Shares Of Pound Sterling 1 Each)	2,998	2,998
	2,998	2,998
Issued, Subscribed: & Paid Up		
1,000,000 Equity Shares Of Pound Sterling 1 Each Fully Paid Up In Cash) Entirely Held By Dabur India Limited, Holding Company And Its Nominees (Previous Year- 1000000 Equity Shares Of Pound Sterling 1 Each)	1,217	1,217
	1,217	1,217
SCHEDULE-B : RESERVES AND SURPLUS		
Share Premium Account	1,711	1,711
General Reserve :	411	411
Exchange Fluculation Reserve For The Year	0	615
Profit And Loss Account	13,358	7,487
Total	15,480	10,224
SCHEDULE-C : SECURED LOANS		
Short Term Loans - From Banks : Secured By Way Of Pledge Of Inventories And Book Debts, Assignment Of Leasehold Property/Security, Terst In Goods Purchased, Personal Guarantee Of Board Of Director And Corporate Guarantee Bond Of Holding Company	0	66
	0	66
SCHEDULE-H : CURRENT LIABILITIES AND PROVISIONS		
A. Current Liabilities :		
Creditors For Goods	68	80
Creditors For Expenses And Other Liabilities	3,521	1,652
Advances From Customers	194	96
Interest Accrued But Not Due On Loans	0	0
	3,783	1,828
B. Provisions :		
For Leave Salary	72	97
For Gratuity	144	130
	216	227
For Taxation	3	9
	219	236
	4,002	2,064

SCHEDULES - Annexed to and forming part of the Balance Sheet as at 31st March 2010

(Rs. in lacs)

SCHEDULE-E : FIXED ASSETS

	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As At 01.04.2009	Addi- tions 09-10	Transfer/ Adjustment 09-10	As At 31.03.10	Up To 01.04.09	For the Period 09-10	Adj. 09-10	Up To 31.03.10	As At 31.03.10	As At 31.03.09
Building, Roads & Culverts*	556	97	0	653	233	20	0	253	400	323
Plant & Machinery	355	187	140	402	146	35	45	136	266	209
Furniture Fixtures	385	65	57	393	128	32	22	138	255	257
Total	1,296	349	197	1,448	507	87	67	527	921	789
Previous Year	1,489	52	245	1,296	557	74	124	507	789	

The factory land is leasehold under 15 years contract since inception with option of renewal. The rental lease rights is charged in the Profit & Loss account separately, as Lease Rent on Land.

Particulars	As at 31st March 2010	As at 31st March 2009
SCHEDULE-F : LONG TERM INVESTMENTS		
I) Unquoted Equity Shares - Trade Investments In Subsidiary Companies		
1 Dabur Egypt Ltd	58	58
2 Weikfield International (UAE) LLC	366	366
3 Asian Consumer Care Pvt Ltd	526	227
4 African Consumercare Ltd	1,649	132
5 Dabur Nepal Pvt Ltd	2,082	2,082
6 Dabur Uk Limited	470	470
7 Asian Consumer Care Pakistan Ltd	589	69
8 Naturelle LLC	410	410
9 Dabur Egypt Trading Ltd.	4	0
II) Share Application Money Pending Allotment	0	2,035
Total	6,154	5,849

SCHEDULES - Annexed to and forming part of the Balance Sheet as at 31st March 2010

(Rs. in lacs)

Particulars	As at 31st March 2010	As at 31st March 2009
SCHEDULE-G : CURRENT ASSETS, LOANS AND ADVANCES		
A. Current Assets :		
Inventories		
- Raw Materials	42	67
Goods In Transit		
- Packing Materials, Stores And Spares	109	194
- Stock In Process	69	173
- Finished Goods	505	486
	725	920
Sundry Debtors (Unsecured & Cosidered Good)	4,754	3,513
Cash And Bank Balances :		
Cash In Hand	3	10
- Remittance-In-Transit & Cheques-In-Hand	0	106
- Balance With Non Scheduled Banks		
In Current Accounts	(156)	95
In Fixed Deposit Accounts	2,271	93
	2,118	304
	7,597	4,737
B. Loans And Advances (Unsecured, Considered Good)		
Loans & Advances To Subsidiaries	5,316	1,996
Security Deposit With Various Authorities(Including Deposit With Govt. Authorities Rs. 8 (Previous Year Rs.8)	62	45
Advances To Suppliers	521	84
Advances To Employees	68	32
Other Advances Recoverable in Cash or In kind or for Value to be Received	60	39
	6,027	2,196
Total (A+B)	13,624	6,933

SCHEDULES -Annexed to and forming part of the Profit and Loss account for the year ended 31st March 2010

(Rs. in lacs)

Particulars	For The Year Ended 31st March 2010	For The Year Ended 31st March 2009
SCHEDULE-I : SALES AND OTHER INCOME		
A. Sales	29,242	21,728
	29,242	21,728
B. Other Income :		
Sale Of Scrap	5	6
Royalty	99	0
Miscellaneous Receipts	256	566
	360	572
SCHEDULE-J : COST OF MATERIALS		
I) Opening Stock	67	274
ii) Add : Purchases	111	169
	178	443
iii) Less : Closing Stock	42	67
	136	376
Packing Materials Consumed :		
I) Opening Stock	194	273
ii) Add : Purchases	339	462
	533	735
iii) Less : Closing Stock	109	194
	424	541
Purchase Of Finished Products	11,110	11,185
Adjustment Of Stocks In Process And Finished Goods		
Opening Stock :		
Stock In Process	173	134
Finished Products	486	662
	659	796
Closing Stock :		
Stock-In-ProcesS	69	173
Finished Products	505	486
	574	659
Increase(-)/Decrease In Stock In Process And Finished Goods	85	137
	11,755	12,239
SCHEDULE-K : MANUFACTURING AND OPERATING EXPENSES		
Power And Fuel	40	44
Stores & Spares Consumed	15	41
Repairs & Maintenance		
— Building	9	0
— Plant & Machinery	13	12
— Others	53	19
Processing Charges	15	216
	145	332

SCHEDULES -Annexed to and forming part of the Profit and Loss account for the year ended 31st March 2010

(Rs. in lacs)

Particulars	For The Year Ended 31st March 2010	For The Year Ended 31st March 2009
SCHEDULE-L : PAYMENTS TO AND PROVISIONS FOR EMPLOYEES		
Salaries, Wages And Bonus	2,162	1,590
Contribution To Provident And Other Funds	99	80
Workmen And Staff Welfare	102	70
Directors' Remuneration	82	164
	2,445	1,904
SCHEDULE-M : SELLING AND ADMINSTRATIVE EXPENSES		
Rent	118	115
Rates And Taxes	18	11
Insurance	35	33
Freight And Forwarding Charges	685	597
Commission, Discount And Rebate	53	15
Advertising And Publicity	6,564	2,918
Travel & Conveyance	270	218
Legal & Professional	290	227
Telephone , Fax Expenses	86	88
Security Expenses	31	16
General Expenses	646	356
Auditors' Remuneration: Audit Fees	33	36
Provsion For Doubtful Debts	0	3
Loss On Sale Of Fixed Assets	32	2
Exchange Fluctuation	959	0
	9,820	4,635
SCHEDULE-N : FINANCIAL EXPENSES		
Interest Paid	0	0
Others	0	54
Bank Charges	82	48
	82	102

B. NOTES TO ACCOUNTS

1. Accounts of the body corporate (a wholly owned subsidiary of Dabur India Ltd., a company incorporated in India), incorporated in the Isle of Man, having its principal place of business in Jebel Ali, Dubai, UAE, originally audited by overseas auditors pursuant to law of the country of its incorporation, have been made out as per requirement of Indian Companies Act in due adherences of sub section 2(a) and 2(b) of section 212 of Companies Act, 1956. This entailed drawing up the balance sheet, profit & loss account (including auditor's report thereon) of the subsidiary in a manner so as to make it appear conforming to requirements of Indian Companies Act, 1956, for the purpose of annexing the particulars of the body corporate with its holding company under section 212 (1) of the Companies Act, 1956.
Modification of accounts warranted under the exercise predominantly related to
 - a) Translation of treatment of various heads of accounts in terms of accounting standards referred to in section 211(3c) of the Companies Act, 1956.
 - b) Presentation of accounts in terms of schedule VI of Companies Act, 1956, including disclosure of necessary information as laid down under section 211(1) and 211(2) of Companies Act 1956.
2. a. Further to para A(c) Schedule O, the body corporate has assessed value in use of fixed assets based on cash generating unit (C G U) concept and the outcome of the exercise revealed value-in-use of the C.G.U far above corresponding carrying amount of assets in accounts thereby confirming absence of provisioning exigency therefor on account of impairment.
 - b. The plant in Dubai, U.A.E, represents the lone CGU.
 - c. Discount factor considered for determination of as on date value of future cash flows remains @ 7 % per annum which is based on average outside borrowing cost plus risk factor at a rate of 5% and 2% respectively.
 - d. This also ruled out the cause of ascertainment of net selling price of C.G.U's.
3. **Income and Expenditure in Foreign Currency**
This being a body corporate incorporated in Isle of Man, information relating to import, export, expenditure in foreign currency & CIF value of import are superfluous herein.
4. **Managerial Remuneration (paid or payable during the year, to the Directors):**
Payments made to the Directors amount to Rs. 82.22 (previous year Rs. 164.22) on account of salary.
5. **Segment Report.**
The primary segment identified for body corporate being lone FMCG segment, all the products fall in within its purview, no segment report has been provided herein.
6. **Contingent Liabilities:**
In respect of capital commitments Rs. 94 (Previous year Rs . Nil)
In respect of Bank Guarantees Rs. 77 (Previous year Rs. 73)

7 . CIF value of Imports	31-03-2010	31-03-2009
Raw Material	347	771
Packing Material	143	198
Traded Goods	353	314
	-----	-----
	843	1283
	-----	-----

8. Value of Raw Materials, Stores & Spares consumed

	Raw Material				Packing Material & Stores & Spares			
	31.03.2010		31.03.2009		31.03.2010		31.03.2009	
	Value	%	Value	%	Value	%	Value	%
Imported	63	46.25	376	100.00	9	1.97	512	87.97
Indigenous	73	53.75	0	0.00	430	98.03	70	12.03
Total	136	100.00	376	100.00	439	100.00	582	100.00

9. Particulars of Consumption of Important raw materials:

Class of Goods	Unit	Quantity	Value
OAT Flakes	Kg	35,580 (238,669)	12 (90)
Perfume	Kg	54,263 (2,406)	20 (45)
Others			104 (241)
Total			136 (376)

10. Particulars of Goods Manufactured

Class of Material	Unit	Licenced Capacity	Installed Capacity	Production Qty	Opening Stock		Closing Stock		Sale	
					Qty	Value	Qty	Value	Qty	Value
Cosmetics	Cases	NA	NA	1,045,846	397,554	414	154,600	83	1,288,800	625
				(1,044,748)	(403,337)	(595)	(397,554)	(414)	(1,050,531)	(20,298)
Foods	Cases			146,833			9,611	19	137,222	61
Others						0		0		14,342
Total						414 (595)		102 (414)		15,027 (20,298)

11. Particulars of Traded Goods

Class of Material	Unit	Purchases		Opening Stock		Closing Stock		Sales	
		Qty	Value	Qty	Value	Qty	Value	Qty	Value
Cosmetics	Cases	509,892 (134,890)	(11,185)	145,680 (113,680)	72 (67)	336,000 (145,680)	175 (72)	319,572 (102,890)	47 (1,430)
Foods	Cases	715,953		0	0	174,733	76	541,220	531
Others					0		151		13,637
Total					72 (67)		403 (72)		14,215 (1,430)

12. Particulars of Balances with non scheduled bank

	Bal. as on 31/03/2010	Max. bal during 09-10	Bal. as on 31/03/2009	Max. bal during 08-09
In Current account with Commerce Bank	0	95	95	95
In Deposit Account with ABN Amro Bank	0	93	93	199
In Current account with Standard Chartered Bank	18	18	0	0
In Current account with United Arab Bank	1	1	0	0
In Current account with TD Bank	21	21	0	0

13. Related party disclosure

The body corporate enters into transaction with the companies that fall within the definition of a related party as contained in AS 18 issued by ICAI. The management considers such transactions to be in normal course of business. Related parties comprise the Directors, The Parent Company, fellow subsidiaries, subsidiaries and associates.

Transaction with related parties for the year ended 31st March 2010.

	Parent Company (DIL)	Subsidiaries	Key Management Personnel	Total	Total Outstanding as on 31.03.2010
Sales	4 (0)	1229 (1721)		1233 (1721)	0 (2598)
Purchases	668 (303)	11286 (9984)		11954 (10288)	0 (367)
Royalty received (Dabur Nepal P Ltd)		99 (137)		99 (137)	
Remuneration & Expenses			82 (164)	82 (164)	
Long term loan (Naturelle LLC)		5316 (0)		5316 (0)	5316 (0)
Investments		2339		2339	6151

(Previous year figures in brackets)

Note :

- Sale to subsidiaries includes Rs.64, Rs.133, Rs. 40, Rs. 154 and Rs.838 to Weikfield International LLC, Dabur Egypt Ltd, African Consumercare Ltd, Naturelle LLC and Asian Consumer Care Pakistan Ltd respectively.
- Purchase from subsidiaries includes Rs.530, Rs. 1, Rs.10755 from Weikfield International LLC, African Consumercare Ltd and Naturelle LLC respectively.
- Investment in subsidiaries includes preferential allotment of Rs.299, Rs.1518, Rs. 518 and Rs 4 in Asian Consumer Care P Ltd, African Consumercare Ltd, Asian Consumer Care Pakistan Ltd and Dabur Egypt Trading Ltd respectively.
- Detail of remuneration to KMP

Salary & Allowances	Rs. .01
Perquisites	Rs.81.99

 KMP includes Mr. Siddarth Burman, Mr. Mohit Burman, Mr. Gaurav Burman & Mr. Saket Burman.
- Foreign Exchange fluctuation on account of various non-monetary items includes equity capital, fixed assets, inventory and other monetary items including debtors, creditors, cash and bank balances Rs. 959 are recognized in the Profit and Loss Account in terms of requirement of AS-11 of ICAI during the year. Exchange gain of earlier years Rs. 615 lacs has also been adjusted in current year as prior adjustment in terms of AS-15 of ICAI.
Foreign exchange fluctuation in gain/ loss being reversible, implication on deferred tax on it has been ignored.
- In view of the impracticability of ascertainment of various acquisition dates of fixed assets during the year the same has been determined on the basis of average rate of the current year.
- All the figures have been expressed in Rs. Lacs unless stated otherwise.
- The classification regarding small scale industries as defined under Micro, Small and Medium Development Board, 2006 is not applicable to this company and the company has not classified its creditors on the basis of the definition of Micro, Small & Medium Development Board '2006.

18. Additional Information as required under Part IV of Schedule VI of the Companies Act.

1. Registration details

Registration No. Not Available
Balance Sheet Date 31/03/2010.

2. Capital Raised during the year (Rs. '000)

Public issue nil
Bonus issue nil
Right issue nil
Other Issue nil

3. Position of Mobilization & deployment of fund (Rs. '000)

Total Liabilities 1669654
Total Assets 1669654

Sources of Funds :

Paid up capital 121680
Reserves & Surplus 1547974

Application of funds

Net Fixed Assets 92137
Net Current Assets 962154
Investments 615363

4. Performance of the Company (Rs. '000)

Turnover 2960155
Profit before tax 526799
Profit After tax 525551

5. Generic Name of three principal products/ services of the company

Dabur Amla Hair Oil
Dabur Vatika Hair Oil
Dabur vatika Hair Cream
(Items code not available)

Signatures to the Schedules "A" to "O" Annexed to and forming part of the Accounts.

As per our report of even date attached
for G. BASU & CO
CHARTERED ACCOUNTANTS
R. No. 301174E
(Manoj Kumar Das)
PARTNER
(M. No. 013783)

for Dabur International Ltd.

P.D. Narang Director
Sunil Duggal Director

Date : 15-04-2010
Place : New Delhi