

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2008

	Schedules	As at 31st March, 2008		As at 31st March, 2007	
		Rs in Million	Rs in Million	Rs in Million	Rs in Million
SOURCES OF FUNDS					
Shareholders' Funds					
Share Capital	1	1,035.6		980.7	
Reserves and Surplus	2	48,879.0	49,914.6	26,747.2	27,727.9
			<u>1,885.7</u>		437.6
Minority Interest					
Loan Funds					
Secured Loans	3	368.1		395.4	
Unsecured Loans	4	1,068.2	1,436.3	10,748.9	11,144.3
			<u>91.6</u>		895.1
Deferred Tax Liability (Net)					
Total			<u><u>53,328.2</u></u>		<u><u>40,204.9</u></u>
APPLICATION OF FUNDS					
Fixed Assets					
Gross Block	6	15,960.4		14,251.8	
Less: Depreciation/Amortisation/Impairment		5,606.8		4,737.5	
		<u>10,353.6</u>		<u>9,514.3</u>	
Capital Work-in-Progress (including advances on capital account)		686.0	11,039.6	607.6	10,121.9
			<u>1,729.3</u>		697.1
Goodwill on Consolidation (Refer Note B.5 of Schedule 20)					
			<u>6,564.8</u>		2,542.9
Investments					
Current Assets, Loans and Advances					
Inventories	8	7,727.7		6,644.7	
Sundry Debtors	9	14,176.7		6,788.8	
Cash and Bank Balances	10	13,382.0		13,802.1	
Other Current Assets	11	319.6		388.8	
Loans and Advances	12	4,761.5		2,264.1	
		<u>40,367.5</u>		<u>29,888.5</u>	
Less: Current Liabilities and Provisions					
Current Liabilities	13	3,722.1		2,965.5	
Provisions		2,650.9		80.0	
		<u>6,373.0</u>		<u>3,045.5</u>	
			<u>33,994.5</u>		26,843.0
Net Current Assets					
Total			<u><u>53,328.2</u></u>		<u><u>40,204.9</u></u>
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE FINANCIAL STATEMENTS					
	20				

Schedules referred to herein form an integral part of the Financial Statements.

As per our report of even date attached

For and on behalf of the Board

For **Deloitte Haskins & Sells**
Chartered Accountants**DILIP S. SHANGHVI**
Chairman & Managing Director**SUDHIR V. VALIA**
Wholetime Director**N. P. SARDA**
Partner**KAMLESH H. SHAH**
Company Secretary**SAILESH T. DESAI**
Wholetime Director

San Jose, U.S.A. 30th May, 2008

Mumbai, 30th May, 2008

CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2008

	Schedules	Year ended 31st March, 2008		Year ended 31st March, 2007	
		Rs in Million	Rs in Million	Rs in Million	Rs in Million
INCOME					
Income from Operations					
Gross Sales		34,605.6		22,372.8	
Less : Excise Duty		1,040.3		1,013.9	
Net Sales		33,565.3		21,358.9	
Other Income	14	1,451.3	35,016.6	2,427.9	23,786.8
EXPENDITURE					
Cost of Materials / Goods	15	7,221.7		5,770.6	
Indirect Taxes	16	656.0		528.4	
Personnel Cost	17	2,331.3		1,989.6	
Operating and Other Expenses	18	5,119.9		3,910.5	
Research and Development Expenditure	19	2,725.2		2,439.7	
Depreciation / Amortisation / Impairment		968.6	19,022.7	813.3	15,452.1
PROFIT BEFORE TAXATION			15,993.9		8,334.7
Provision for Taxation - Current Tax			1,272.6		79.6
- Deferred Tax (Credit)			(803.5)		(157.6)
- Fringe Benefit Tax			15.7		11.2
PROFIT AFTER TAX			15,509.1		8,401.5
Minority Interest			640.1		558.8
PROFIT FOR THE YEAR AFTER TAX AND MINORITY INTEREST			14,869.0		7,842.7
BALANCE OF PROFIT BROUGHT FORWARD			11,251.3		6,892.7
Less : Adjustment on Cancellation of Investment in shares of Sun Pharma Advanced Research Company Ltd Pursuant to Scheme of demerger			—		0.5
AMOUNT AVAILABLE FOR APPROPRIATIONS			26,120.3		14,734.9
APPROPRIATIONS					
Proposed Dividend					
Preference Shares - Paid		0.5		0.8	
Equity Shares-Final (F.Y 2005-06)		—		0.5	
Equity Shares-Final		2,174.7		—	
Equity Shares-Interim - Paid		—		1,299.6	
Corporate Dividend Tax		372.0	2,547.2	182.5	1,483.4
Transfer to General Reserve		3,000.0		2,000.0	
Transfer to Capital Redemption Reserve		13.7	3,013.7	0.2	2,000.2
BALANCE OF PROFIT CARRIED TO BALANCE SHEET			20,559.4		11,251.3
EARNING PER SHARE (Refer Note B.8 (ii) of Schedule 20)					
Basic (Rs.)			74.7		41.7
Diluted (Rs.)			71.8		38.9
Face value per Equity share-Rs.5/-					

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE FINANCIAL STATEMENTS

20

Schedules referred to herein form an integral part of the Financial Statements.

As per our report of even date attached

For and on behalf of the Board

For **Deloitte Haskins & Sells**
Chartered Accountants**N. P. SARDA**
Partner

San Jose, U.S.A. 30th May, 2008

KAMLESH H. SHAH
Company Secretary**DILIP S. SHANGHVI**
Chairman & Managing Director**SUDHIR V. VALIA**
Wholtime Director**SAILESH T. DESAI**
Wholtime Director

Mumbai, 30th May, 2008