

Sl. No.	Particulars	UNAUDITED		UNAUDITED		AUDITED
		3 Months ended 30.06.2011	3 Months ended 30.06.2010	6 Months ended 30.06.2011	6 Months ended 30.06.2010	12 Months ended 31.12.2010
1	(a) Net Sales / Income from Operations	(1)	(2)	(3)	(4)	(5)
	(b) Other Operating Income	19,756.71	11,861.90	32,486.31	25,000.68	50,463.77
	Total Income	323.94	110.50	398.59	225.65	2,480.61
2	Expenditure	20,092.65	11,972.40	32,886.90	25,226.53	52,944.36
	(a) (Increase) / decrease in stock in trade and work in progress	100.47	(184.24)	756.24	(155.81)	(785.38)
	(b) Consumption of materials	7,619.85	4,982.90	12,087.14	10,605.02	23,693.57
	(c) Purchase of finished goods	4,153.89	1,807.27	6,191.35	3,002.64	6,440.56
	(d) Employee cost	1,750.54	1,180.34	3,082.41	2,608.81	5,255.12
	(e) Depreciation	404.43	347.66	790.01	690.11	1,508.21
	(f) Other Expenditure	2,350.08	2,180.03	4,733.78	4,161.03	8,846.32
3	Total Expenditure	16,579.26	10,316.76	27,640.93	20,741.80	44,978.40
4	Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	3,613.39	1,655.44	5,245.97	4,284.73	7,955.98
5	Other Income	-	-	-	62.04	-
6	Profit before Interest & Exceptional Items (3+4)	3,613.39	1,655.44	5,245.97	4,346.77	7,955.98
7	Interest (net)	2,097.24	2,014.49	3,928.24	3,700.87	4,207.72
8	Profit after Interest but before Exceptional Items (5-6)	1,421.15	(359.05)	1,317.73	645.90	3,758.26
9	Exceptional Items:					
	- Exchange Fluctuation (loss) / gain (Net)	87.54	(1,486.04)	504.54	366.54	2,573.42
	- Exchange (loss) / gain on settlement of Hedged Investments	-	459.65	-	(24.61)	-
	- Profit on sale of Investment	452.09	26.61	1,757.82	(1,088.12)	944.02
	- Changes in fair value of Options embedded in FCBIs	-	-	-	-	(156.29)
	- Provision for diminution in value of Investment reversed	1,960.78	(1,358.82)	3,580.09	(160.29)	1,838.75
10	Profit / (Loss) from Ordinary Activities before tax (7+8)	500.00	-	845.00	252.08	8,908.17
11	Tax Expense / (credit)	1,468.78	(1,358.82)	2,735.09	(352.37)	1,552.09
12	Net Profit / (Loss) from Ordinary activities after tax (9-10)	1,468.78	(1,358.82)	2,735.09	(352.37)	7,356.08
13	Extraordinary Item	-	-	-	-	-
14	Net Profit / (Loss) for the period / year (11-12)	1,468.78	(1,358.82)	2,735.09	(352.37)	7,356.08
15	Provision for Equity Share Capital (Face value of Rs.10/- each)	5,802.42	4,353.91	5,802.42	4,353.91	5,774.47
16	Reserves excluding provision reserves	-	-	-	-	134,627.49
17	Earnings per Share (EPS):					
	Basic & Diluted EPS after Extraordinary items for the year (Rs. per share)					
	(a) Basic EPS	2.62	(3.32)	4.73	(1.34)	15.69
	(b) Diluted EPS	2.06	(3.32)	2.51	(1.34)	11.96
18	Aggregate of Public Shareholding:					
	(a) Number of shares	41,885,148	30,445,765	41,885,148	30,445,765	41,401,298
	(b) Percentage of Shareholding	71.84%	69.97%	71.84%	69.97%	71.70%
	Promoter and Promoter group shareholding:					
	(a) Pledged / Encumbered	10,328,285	8,196,000	10,328,285	8,196,000	8,000,000
	- Number of shares	63.21%	62.67%	63.21%	62.67%	48.65%
	- Percentage of shareholding (as a % of the total share capital of the Company)	17.80%	18.87%	17.80%	18.87%	13.65%
	(b) Non Pledged / Non Encumbered	6,010,738	4,877,373	6,010,738	4,877,373	8,343,373
	- Number of shares	36.79%	37.31%	36.79%	37.31%	51.05%
	- Percentage of shareholding (as a % of the total share holding of promoter and promoter group)	10.36%	11.21%	10.36%	11.21%	14.45%

STATEMENT OF ASSETS AND LIABILITIES AS AT -			
Particulars	Rs. in Lakhs		
	June 30, 2011 Unaudited (A)	June 30, 2010 Unaudited (B)	December 31, 2010 Audited (C)
SOURCES OF FUNDS			
A. Shareholder's Fund	5,802.42	9,289.97	5,774.47
B. Money pending allotment	-	734.16	-
C. Employee stock options outstanding account	304.17	251.20	208.57
D. Reserve and surplus	134,124.06	81,193.57	134,627.49
E. Loan funds	142,142.84	146,775.75	124,185.60
Total	282,373.49	238,224.65	264,786.13
APPLICATION OF FUNDS			
A. Fixed assets (net)	34,227.20	33,994.32	34,904.35
B. Investments	219,430.55	147,948.79	182,004.69
C. Current assets			
- Inventories	12,831.34	11,782.63	12,930.76
- Sundry Debtors	21,478.14	16,714.25	15,973.02
- Unbilled Revenue	3,570.28	1,161.00	1,452.75
- Cash and bank balances	4,613.72	2,570.18	8,102.93
D. Loans and advances	30,099.33	58,370.50	46,547.61
E. Current liabilities & Provisions	(29,341.82)	(19,469.78)	(22,213.80)
- Current liabilities	(14,532.75)	(14,845.24)	(14,908.18)
- Provisions	(14,809.07)	(4,624.54)	(7,305.62)
Net Current Assets	26,715.24	56,380.54	47,885.09
Total	282,373.49	238,224.65	264,786.13

Notes:

- 1 The above unaudited results of the Company has been reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on July 27, 2011.
- 2 Consequent to the approval of Scheme of Arrangement during the year ending December 31, 2009 by the Honble High Courts of Judicature, the Company has utilized the Reserve for Business Restructure (RRB) as under:

Particulars	Rs. in Lakhs				
	Quarter Ended 30.06.2011	Quarter Ended 30.06.2010	Half Year Ended 30.06.2011	Half Year Ended 30.06.2010	Year Ended 31.12.2010
Utilisation of RRB :					
- Depreciation and Amortisation	423.96	417.31	843.26	834.62	1,696.24
- Employee compensation	38.53	1.76	266.41	455.41	387.08
- Other expenses	355.47	-	466.38	36.34	911.23
Revaluation of assets written off earlier	-	(354.64)	(4.64)	(460.16)	(2,525.06)
Impact if the Company followed the Accounting Standards instead of the accounting treatment provided in the Scheme :-					
On Net Profit for the quarter - Decrease	818.36	64.43	1,571.41	846.21	469.49
Earnings / (Loss) per share (EPS) (Face value of Rs.10/-each) (Rs.)					
Basic	1.11	(3.47)	2.01	(3.28)	14.69
Diluted	0.81	(3.47)	0.11	(3.28)	11.18

- 3 During the period, 54,500, 75,000 & 1,50,000 equity shares were allotted by the Company on exercising equal number of options under Shree Arcofab ESOP 2008, ESOP 2006 (Director) & 2005 Schemes respectively. Further, 9,000 options were granted to eligible employees of the Company under 2008 ESOP Scheme.
- 4 The Company had early adopted Accounting Standard (AS) 30 'Financial Instruments, Recognition and Measurement' and in the split of full adoption, the Company had also adopted the limited revision to other notified AS, in accordance with those provisions, certain investments which were designated in a fair value hedge relationship were restated at the period end date. Pursuant to the notification dated February 11, 2011 issued by the Institute of Chartered Accountants of India, which clarified that the provisions of AS 30 would need to be applied only to the extent they do not contravene the other mandatory accounting standards. During the quarter ended December 31, 2010, the Company reversed such restatements done in prior quarters. The statement of assets and liabilities as at June 30, 2011 and the results for the quarter and half year ended June 30, 2010 included in those results are extracted from the results published for the quarter and half year then ended and do not incorporate the impact of the reversal of restatements referred above. The exchange gain / (loss) recognised in the quarter and half year ended June 30, 2010 on account of such restatement was Rs. 459.66 lakhs and (Rs. 24.61 Lakhs) respectively.
- 5 Exchange fluctuation gain/loss (net) included under Exceptional Items comprises the unrealised gains/losses arising out of the restatement of FCDBs, External Commercial Borrowing, inter group loans given, gains/losses on forward exchange option contracts and certain foreign currency denominated monetary items.
- 6 The Company's operations fall within a single business segment viz. "Pharmaceutical Products" and as such there is no reportable segment information as per Accounting Standard 17 issued under the relevant provision of the Companies Act, 1956.
- 7 During the quarter, the Group completed the Scheme of Implementation to acquire a majority of the minority shares of Aconit Pharmaceuticals Limited (APH), As of June 30, 2011, the Group has an interest of 94.03% in APH.
- 8 Investor grievances received and disposed off during the quarter ended June 30, 2011 :
a) Pending complaints at the beginning of the quarter - Nil b) No. of Complaints received - 25
c) Complaints disposed - 25 d) Complaints unresolved - Nil
- 9 The previous periods figures have been regrouped/reclassified wherever necessary to conform to current periods classification.

Bengaluru, July, 27, 2011

For and on behalf of the Board

Arun Kumar
Vice Chairman & Managing Director