



# Gennex Laboratories Limited

"AKASH GANGA" 3rd Floor, Plot No.144, Srinagar Colony, Hyderabad - 500073. Telangana, INDIA  
Tel : +91-40-67334400 (30Lines), 23746451, Fax : +91-40-67334433  
Email: info@gennexlab.com | www.gennexlab.com  
CIN : L24230TG1990PLCO11168

Ref: GLL/Board/2018-19/0012

Date: 30/05/2018.

To  
Dy. General Manager,  
**Bombay Stock Exchange Ltd.,**  
Phiroje Jeejeebhoy Towers,  
Dalal Street, Mumbai – 400 001.

To  
The Secretary  
**The Calcutta Stock Exchange Association Ltd.,**  
7, Lyons Range, Calcutta – 700 001.

Dear Sir/Madam,

Subject : Outcome of Board Meeting held today & Submission of Audited Financial Result  
for the 4<sup>th</sup> Quarter and Year Ended 31<sup>st</sup> March, 2018.

Reference : Security ID : GENNEX & Script Code – 531739

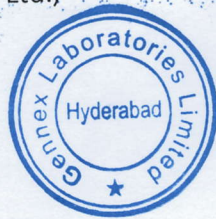
Further to our letter dated.21.05.2018, in compliance with Regulation 30 and Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015, please find enclosed herewith the Audited Financial Results (Standalone and Consolidated) for the 4<sup>th</sup> Quarter and year ended 31<sup>st</sup> March, 2018 along with Auditors' Report and Form B (for Audit Report on modified opinion), as approved by the Board of Directors at their meeting held on today i.e, 30th May, 2018 from 11.30 A.M. to 1.00 P.M. and the extended session of the Meeting from 5.30 to 9.20 P.M.

Kindly bring this to the notice of the members of the Exchange.

Thanking You,

Yours faithfully,  
For Gennex Laboratories Ltd.,

T.M. Gopalakrishnan  
Whole Time Director  
DIN : 03137458

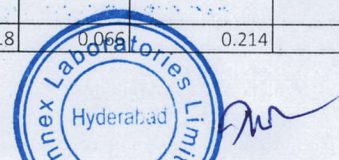


Encl: as above

**GENNEX LABORATORIES LIMITED**  
Registered Office : Sy.No.133, Bollaram, Jinnaram Mandal,  
Dist : Sangareddy, Telangana - 502 325. INDIA  
CIN : L24230TG1990PLC011168

**Statement of Standalone and Consolidated Audited Financial Results for the Quarter and Year Ended 31st March, 2018**

S No.	PARTICULARS							(Rs. In Lacs)
		Quarter ended			Standalone - Year Ended		Consolidated - Year Ended	
		31.03.2018 (Audited)	31.12.2017 (Unaudited)	31.03.2017 (Audited)	31.03.2018 (Audited)	31.03.2017 (Audited)	31.03.2018 (Audited)	31.03.2017 (Audited)
1	Income							
	Revenue from Operations	1347.27	1188.61	1107.89	4377.88	4190.72	4377.88	4190.72
	Other Income	72.71	12.82	0.40	90.36	11.89	90.36	11.89
	<b>Total Income</b>	<b>1419.98</b>	<b>1201.43</b>	<b>1108.29</b>	<b>4468.24</b>	<b>4202.61</b>	<b>4468.24</b>	<b>4202.61</b>
2	Expenses							
(a)	Cost of material consumed	774.41	719.56	661.75	2567.72	2356.98	2567.72	2356.98
(b)	Purchase of stock-in-trade	16.50	13.51	0.00	30.01	0.00	30.01	0.00
(c)	Changes in stock-in-trade and Work in Progress and stock in trade	131.65	-3.50	-45.60	75.42	35.71	75.42	35.71
(d)	Employees Cost	184.11	122.92	157.24	554.57	495.88	554.57	495.88
(e)	Depreciation	18.82	28.10	22.76	92.18	83.94	92.18	83.94
(f)	Other Expenses	275.29	270.38	298.23	1004.00	920.03	1004.00	920.03
	<b>Total Other Expenses</b>	<b>275.29</b>	<b>270.38</b>	<b>298.23</b>	<b>1004.00</b>	<b>920.03</b>	<b>1004.00</b>	<b>920.03</b>
	<b>Total Expenses</b>	<b>1400.78</b>	<b>1150.97</b>	<b>1094.38</b>	<b>4323.90</b>	<b>3892.53</b>	<b>4323.90</b>	<b>3892.53</b>
3	Total Profit before exceptional Items & Tax.	19.20	50.46	13.91	144.33	310.08	144.33	310.08
4	Exceptional items	0.00	0.00	0.00	1.00	0.00	1.00	0.00
5	Total profit before tax	19.20	50.46	13.91	145.33	310.08	145.33	310.08
6	Tax expense for earlier years	-40.72	-19.60	36.58	-61.13	-3.07	-61.13	-3.07
7	Current tax	-35.00	0.00	0.00	-35.00	-40.00	-35.00	-40.00
8	Deferred Tax	34.37	0.00	0.00	34.37	3.42	34.37	3.42
9	Total Tax Expenses	-41.36	-19.60	36.58	-61.76	-39.65	-61.76	-39.65
10	Net Movement in regulatory deferral account balances related to profit or loss and the related deferred tax movement	0.00	0.00	0.00	0.00	0.00	0.00	0.00
11	Net profit Loss for the period from continuing operations	-22.15	30.86	-22.67	83.58	270.43	83.58	270.43
12	Profit (loss) from discontinued operations before tax	0.00	0.00	0.00	0.00	0.00	0.00	0.00
13	Tax expense of discontinued operations	0.00	0.00	0.00	0.00	0.00	0.00	0.00
14	Net profit (loss) from discontinued operation after tax						0.00	0.00
15	Share of profit (loss) of associates and joint ventures accounted for using equity method	0.00	0.00	0.00	0.00	0.00	(0.95)	(0.44)
16	Total Profit (loss) for period	-22.15	30.86	-22.67	83.58	270.43	82.63	269.99
17	Other comprehensive income net of taxes	0.00	0.00	0.00	0.00	0.00	0.00	0.00
18	Total Comprehensive income for the period							
	Total profit or loss, attributable to	-22.15	30.86	-22.67	83.58	270.43	82.63	269.99
	Profit or loss, attributable to owners of parent							
19	Total Comprehensive income for the period attributable to							
	Comprehensive income for the period attributable to owners of parent							
	Total comprehensive income for the period attributable to owners of parent non controlling interests							
20	Details of equity share capital							
	Paid up equity share capital	1265.03	1265.03	1265.03	1265.03	1265.03	1265.03	1265.03
	Face value of equity share capital	0.00001	0.00001	0.00001	0.00001	0.00001	0.00001	0.00001
21	Details of debt securities							
	Paid up debt capital							
	Face value of debt securities							
22	Reserves excluding revaluation reserve							
23	Debenture redemption reserve							
24	Earnings per share	-0.018	0.024	-0.018	0.066	0.214	0.065	0.213
i	Earnings per equity share for continuing operations							
	Basic Earnings (Loss) per share from continuing operations	-0.018	0.024	-0.018	0.066	0.214	0.065	0.213
	Diluted earnings (loss) per share from continuing operations	-0.018	0.024	-0.018	0.066	0.214	0.065	0.213
ii	Earnings per equity share for discontinued operations	0	0	0	0	0	0	0
	Basic Earnings (Loss) per share from discontinued operations	0	0	0	0	0	0	0
	Diluted earnings (loss) per share from discontinued operations	0	0	0	0	0	0	0
iii	Earnings per equity shares	-0.018	0.024	-0.018	0.066	0.214	0.065	0.213



Basic earnings (loss) per share from discontinued operations	0	0	0	0	0	0	0
Diluted earnings (loss) per share from continuing and discontinued operations	-0.018	0.024	-0.018	0.066	0.214	0.065	0.213
Debt Equity Ratio				20.32	31.59	20.32	31.59
Debt Service Coverage Ratio				0.29	0.71	0.29	0.71
Interest service coverage Ratio				6.81	8.83	6.81	8.83

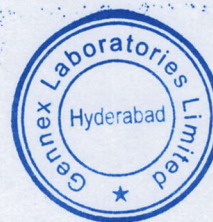
NOTES to the results:

- 1) The above audited financial results have been reviewed by the Audit Committee of the Board of Directors and taken on record at the meeting of Board of Directors held on May 30, 2018 and the Audited Report of the same has been carried out by the Auditors.
- 2) The statement has been prepared in accordance with Companies ( Indian Accounting Standard) Rules, 2015 (IndAS) prescribed under section 133 of Companies Act, 2013 and other prescribed accounting practices and policies to the extent possible.
- 3) The results pertaining to the relevant period of the previous year and year ended March,31,2017 stated in Ind AS format have not been subjected to limited review or audit. However,the management has exercised necessary due diligence to ensure the financial results provided a true and fair view of its affairs.
- 4) The Reconciliation of the Net (Loss) / Profit reported in accordance with Indian GAAP to Total Comprehensive Income in accordance with the Ind AS is given below:

(Rs. in lakhs)		
Particulars	Standalone - Year Ended	Consolidated- Year Ended
	31.03.2017	31.03.2017
	(audited)	(audited)
<b>Net (Loss) as per Previous IGAAP (Indian GAAP)</b>	270.43	
<b>Adjustment for Ind AS:</b>		
- Net impact on investment - Fair Value Option through P&L	-	
- Deferred revenue on government grant	-	
- Depreciation on government grant	-	
- Actuarial Gain on Defined Benefit Plans considered under Other Comprehensive Income	-	
- Others	-	
- Deferred tax impact in respect of Ind AS adjustments	-	
<b>Net (Loss) as per Ind AS</b>	<b>270.43</b>	
<b>Other Comprehensive Income:</b>		
- Gain on Fair valuation of Investments	-	
- Actuarial (Gain) on Defined Benefit Plans (Net of tax)	-	
<b>Total Comprehensive Income for the period as per Ind AS</b>	<b>-</b>	

- 5) The management has assessed the Identification of reportable segments in accordance with the requirement of the Ind AS 108 Operating Segment and believes that the Company has only one reportable segment namely " Bulk Drugs,Biotech Products and Intermediates".
- 6) The figures for the quarter ended 31, March 2018 are the balancing figures between audited figures in respect of the year ended 31 march 2018 and the published year to date figures upto the 3rd quarter 31, December 2017 of the current financial year. Also the last figures upto the end of 3rd quarter were only review and not subject to audit.

Place: Hyderabad  
Date: 30.05.2018



For Gennex Laboratories Limited  
*T.M. Gopalakrishnan*  
T.M. Gopalakrishnan  
Whole Time Director



**GENNEX LABORATORIES LIMITED**

Registered Office : Sy.No.133, Bollaram, Jinnaram Mandal,

Dist : Sangareddy, Telangana - 502 325. INDIA

CIN : L24230TG1990PLC011168

**Statement of Assets and Liabilities as at March, 2018**

Sl.no	Particulars	Standalone		Consolidated	
		As at March 31, 2018 Audited in Lakhs	As at March 31, 2017 Audited in Lakhs	As at March 31, 2018 Audited in Lakhs	As at March 31, 2017 Audited in Lakhs
1	<b>Non-Current Assets</b>				
	Property, Plant and Equipment	1,558.13	1,550.91	1,558.13	1,550.91
	Capital work-in-progress	-	23.20	-	23.20
	Investment property	-	-	-	-
	Goodwill	-	-	-	-
	<b>Financial Assets</b>				
	Investments in Associate	700.00	700.00	699.05	699.56
	Other Investments	1.00	1.00	1.00	1.00
	Loans, non-current	-	-	-	-
	Other non-current financial assets	-	-	-	-
	Deferred Tax Assets (Net)	-	-	-	-
	Other Non-current Assets	22.21	22.14	22.21	22.14
	<b>Total non-current assets</b>	<b>2,281.34</b>	<b>2,297.26</b>	<b>2,280.39</b>	<b>2,296.81</b>
2	<b>CURRENT ASSETS</b>				
	Inventories	233.86	289.04	233.86	289.04
	<b>Financial Assets</b>				
	Trade receivables, current	1,045.91	1,029.56	1,045.91	1,029.56
	Cash and Cash Equivalents	5.66	62.95	5.66	62.95
	Bank balance other than cash and cash equivalents	96.17	-	96.17	-
	Other current financial assets	1,381.94	1,242.02	1,381.94	1,242.03
	<b>Total Current financial assets</b>	<b>2,529.68</b>	<b>2,334.53</b>	<b>2,529.68</b>	<b>2,334.54</b>
	Current tax assets (net)	-	-	-	-
	Other Current Assets	3.50	1.08	3.50	1.08
	<b>Total Current Assets</b>	<b>2,767.04</b>	<b>2,624.65</b>	<b>2,767.04</b>	<b>2,624.66</b>
	<b>Total Assets</b>	<b>5,048.38</b>	<b>4,921.92</b>	<b>5,047.43</b>	<b>4,921.47</b>
	<b>EQUITY AND LIABILITIES</b>				
1	<b>EQUITY</b>				
	Equity attributable to owners of parent				
	Equity Share capital	1,265.03	1,265.03	1,265.03	1,265.03
	Other Equity	1,912.67	1,829.09	1,911.72	1,828.65
	<b>Total Equity</b>	<b>3,177.70</b>	<b>3,094.12</b>	<b>3,176.75</b>	<b>3,093.68</b>
2	<b>LIABILITIES</b>				
	<b>Non-current Liabilities</b>				
	<b>Financial Liabilities:</b>				
	Borrowings	34.86	8.55	34.86	8.55
	Other financial liabilities	-	-	-	-
	<b>Total non current financial liabilities</b>	<b>34.86</b>	<b>8.55</b>	<b>34.86</b>	<b>8.55</b>
	<b>Other Non current Liabilities:</b>				
	Deferred tax liabilities (Net)	60.51	94.89	60.51	94.89
	Deferred Government Grants, Non-current	8.27	10.01	8.27	10.01
	<b>Total Non-Current liabilities</b>	<b>103.64</b>	<b>113.45</b>	<b>103.64</b>	<b>113.45</b>
	<b>Current Liabilities</b>				
	<b>Financial liabilities</b>				
	Borrowings	212.16	375.16	212.16	375.16
	Trade payables	1,235.88	945.73	1,235.88	945.72
	Other financial liabilities	270.97	337.44	270.97	337.44
	<b>Total Current financial liabilities</b>	<b>1,719.01</b>	<b>1,658.33</b>	<b>1,719.01</b>	<b>1,658.32</b>
	<b>Other current liabilities</b>				
	Provisions, current	46.29	50.06	46.29	50.06
	Current Tax Liabilities (Net)	-	-	-	-
	Deferred Government Grants, Current	1.74	5.96	1.74	5.96
	<b>Total current liabilities</b>	<b>48.03</b>	<b>56.02</b>	<b>48.03</b>	<b>56.02</b>
	<b>Total Liabilities</b>	<b>1,870.68</b>	<b>1,827.80</b>	<b>1,870.68</b>	<b>1,827.79</b>
	<b>Total Equity and liabilities</b>	<b>5,048.38</b>	<b>4,921.92</b>	<b>5,047.43</b>	<b>4,921.47</b>
	Disclosure of notes on assets and liabilities				

Per our report attached

For PPKG & CO

Chartered Accountants

Firm Registration No: 0096555

GIRIDHARI LAL TOSHNIWAL  
Partner

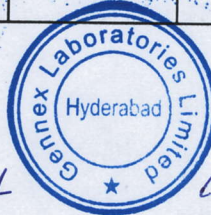
M.No. 205140

Place : Hyderabad

Date : 30th May, 2018



Laxmipat Baid  
Chief Financial Officer



T.M.Gopalakrishnan  
Whole Time Director

For and on behalf of the Board

**INDEPENDENT AUDITOR'S REPORT  
TO THE BOARD OF DIRECTORS OF  
GENNEX LABORATORIES LIMITED**

1. We have audited the accompanying statement of standalone financial results of **Gennex Laboratories Limited** ("the company") for the quarter and the year ended March 31, 2018 (the "Statement"), being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, ('Listing Regulations') as modified by SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016, which has been initiated by us for the purpose of identification.
2. This Statement, which is responsibility of the Company's Management and have been reviewed by the Audit Committee and approved by the Board of Directors, has been compiled from the related standalone financial Statements which has been prepared in accordance with the Accounting Standards prescribed under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the statement based on our audit of such standalone financial statements.
3. We conducted 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 the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the statement. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the statement, whether due to fraud or error. In making those risk assessments, the auditors consider internal financial control relevant to the entity's preparation and fair presentation of the statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal financial control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the statement.

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

4. **BASIS FOR QUALIFIED OPINION**



Associate Office at :

- AHMEDABAD • ASSAM • BANGALORE • CHENNAI • DELHI
- GUWAHATI • JAIPUR • KOLKATA • MUMBAI • TRIVANDRUM

4. **BASIS FOR QUALIFIED OPINION**

The Balances of Current Assets, Other Non-Current Assets, Non Current Liabilities, Other Non-Current Liabilities, Current Liabilities & other Current Liabilities are subject to confirmations/reconciliations. The Impact of the same is unascertained.

5. **QUALIFIED OPINION**

In our opinion and to best of our information and according to the explanations given to us, except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph;

- the Statement, together with the notes thereon are presented in the format prescribed under Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015 and SEBI Circular dated 5 July 2016; and
- the statement, gives true and fair view in conformity with Ind AS and other Accounting Principles generally accepted in India of the loss for the quarter and the profit for the year, the total Comprehensive Income and other financial information of the Company for the Quarter and year ended 31<sup>st</sup> March, 2018.

6. **EMPHASIS OF MATTER**

The Financial Statement which describes pending registration formalities for land acquired. Our opinion is not qualified in respect of this matter.

7. The Statement includes the results for the Quarter ended 31<sup>st</sup> March, 2018 being the balancing figure between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by erstwhile Auditors.

**Other Matters**

8. The Comparative figures of the Quarter and year ended March 31, 2017 prepared in accordance with applicable Indian Accounting Standards (Ind AS) were audited by the erstwhile auditors who had expressed modified opinion on these financial results/financial statements vide their reports dated 30.05.2017

For PPKG & Co.,  
Chartered Accountants  
FRN 009651S



Girdhari Lal Toshniwal  
Partner

M.No. 205140

Place: Hyderabad

Date: 30.05.2018

**INDEPENDENT AUDITOR'S REPORT  
TO THE BOARD OF DIRECTORS OF  
GENNEX LABORATORIES LIMITED**

1. We have audited the accompanying statement of Consolidated financial results of **Gennex Laboratories Limited** ("the company") for the year ended March 31, 2018 and its Associate (together referred as "the Group") for the year ended March 31, 2018 ("the Statement"), attached hereto being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, ('Listing Regulations') as modified by SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016, which has been initiated by us for the purpose of identification.
2. The Statement and the Consolidated Annual Financial Statements which form the basis for this Statement are the responsibility of the Company's Management and have been reviewed by the Audit Committee and approved by its Board of Directors, and have been prepared in accordance with the Accounting Standard prescribed under Section 133 of the Companies Act, 2013 read with the relevant Rules there under, as applicable, and other accounting Principles generally accepted in India. Our responsibility is to express an opinion on the Consolidated Financial Statements, based on our audit thereof.
3. We conducted 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 the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the statement. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditors consider internal financial control relevant to the entity's preparation and fair presentation of the statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal financial control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the statement.

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



Associate Office at

• AHMEDABAD • ASSAM • BANGALORE • CHENNAI • DELHI  
• GUWAHATI • JAIPUR • KOLKATA • MUMBAI • TRIVANDRUM

4. **BASIS FOR QUALIFIED OPINION**

The Balances of Current Assets, Other Non-Current Assets, Non Current Liabilities, Other Non-Current Liabilities, Current Liabilities & other Current Liabilities are subject to confirmations/reconciliations. The Impact of the same is unascertained.

5. **QUALIFIED OPINION**

In our opinion and to best of our information and according to the explanations given to us, except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph;

- i. the Statement, together with the notes thereon are presented in the format prescribed under Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015 and SEBI Circular dated 5 July 2016; and
- ii. the statement, gives true and fair view in conformity with Ind AS and other Accounting Principles generally accepted in India of the loss for the quarter and profit for the year, the total Comprehensive Income and other financial information of the Company for the Quarter and year ended 31<sup>st</sup> March, 2018.

6. **EMPHASIS OF MATTER**

The Financial Statement which describes pending registration formalities for land acquired. Our opinion is not qualified in respect of this matter.

7. We did not audit the financial statements of Associate Company included in the Consolidated Financial Results, These financial statements have been audited by other auditors whose report have been furnished to us by the Management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of this Associate is based solely on the reports of the other auditors.
8. The Statement includes the results for the Quarter ended 31<sup>st</sup> March, 2018 being the balancing figure between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by erstwhile Auditors.

**Other Matters**

9. The Comparative figures of the Quarter and year ended March 31, 2017 prepared in accordance with applicable Indian Accounting Standards (Ind AS) were audited by the erstwhile auditors who had expressed modified opinion on these financial results/financial statements vide their reports dated 30.05.2017

For PPKG & Co.,

Chartered Accountants



Giridhari Lal Toshniwal

Partner

M.No. 205140

Place: Hyderabad  
Date: 30.05.2018