

Wanbury Limited
Unaudited financial results for the quarter and half year ended 30 September 2012

(in Lacs)

Sr. No.	Particulars	Quarter Ended			Half Year Ended		Year ended
		30/09/2012	30/06/2012	30/09/2011	30/09/2012	30/9/2011	31/3/2012
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from Operations						
	(a) Net Sales (Net of excise duty)	10,473.92	9,566.22	8,862.78	20,040.15	17,346.18	34,075.76
	(b) Other operating income	57.54	101.68	77.83	159.23	147.33	379.29
	Total Income from Operations	10,531.46	9,667.90	8,940.61	20,199.38	17,493.51	34,455.05
2	Expenditure						
	(a) Cost of materials consumed	4,537.97	3,912.09	3,078.33	8,450.06	5,670.89	13,469.28
	(b) Purchase of stock-in-trade	1,244.03	1,074.24	1,151.24	2,318.27	2,405.49	4,260.26
	(c) Change in inventories of finished goods, work-in-progress and stock in trade	(198.27)	(128.18)	98.36	(326.45)	268.93	(568.05)
	(d) Employee benefit expense	1,752.60	1,485.51	1,546.45	3,238.12	3,064.19	6,155.84
	(e) Depreciation and amortisation expense	390.80	320.46	237.46	711.27	472.75	943.13
	(f) Other expense	3,000.14	2,641.32	2,515.91	5,552.70	4,930.49	10,165.19
	Total expenses	10,727.27	9,305.44	8,627.75	19,943.97	16,812.74	34,425.65
3	Profit from Operations before other income, finance costs and exceptional items (1-2)	(195.81)	362.46	312.86	255.41	680.77	29.40
4	Other Income	66.08	290.81	166.52	268.13	747.32	1,082.41
5	Profit (Loss) before Interest & Exceptional Items (3+4)	(129.73)	653.27	479.38	523.54	1,428.09	1,111.81
6	Finance costs	177.95	1,211.64	1,088.13	1,389.58	2,427.73	3,508.70
7	Profit (Loss) after Interest but before Exceptional Items (5-6)	(307.68)	(558.37)	(608.75)	(866.04)	(999.64)	(2,396.89)
8	Exceptional Items-Income/(Expense)	-	-	1,083.08	-	1,083.08	783.21
9	Profit(Loss) from Ordinary Activities before Tax (7-8)	(307.68)	(558.37)	474.33	(866.04)	83.44	(1,613.68)
10	Tax Expense	-	-	-	-	-	-
11	Net Profit(Loss) from Ordinary Activities after Tax (9-10)	(307.68)	(558.37)	474.33	(866.04)	83.44	(1,613.68)
12	Extraordinary Items	-	-	-	-	-	-
13	Net Profit(Loss) for the Period (11-12)	(307.68)	(558.37)	474.33	(866.04)	83.44	(1,613.68)
14	Paid up Equity Share Capital (face value of ` 10 each)	1,737.93	1,737.93	1,468.93	1,737.93	1,468.93	1,737.93
15	Reserves excluding Revaluation Reserves						7,343.59
16	Earning Per Share (of ` 10/- each) (not annualised)Basic & Diluted in `:	(1.77)	(3.21)	3.23	(4.98)	0.57	(10.97)
A	Particulars of Shareholding						
	Public Shareholding						
	Number of shares	10,190,556	10,190,556	10,190,556	10,190,556	10,190,556	10,190,556
	Percentage of shareholding	58.64%	58.64%	69.37%	58.64%	69.37%	58.64%
	Promoters and promoter group shareholding						
	(a) Pledged / Encumbered						
	- Number of shares	825,742	825,742	3,812,500	825,742	3,812,500	825,742
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	11.49%	11.49%	84.75%	11.49%	84.75%	11.49%
	- Percentage of shares (as a % of the total share capital of the Company)	4.75%	4.75%	25.96%	4.75%	25.96%	4.75%
	(b) Non-encumbered						
	- Number of shares(Refer note 12)	6,362,988	6,362,988	686,230	6,362,988	686,230	6,362,988
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	88.51%	88.51%	15.25%	88.51%	15.25%	88.51%
	- Percentage of shares (as a % of the total share capital of the Company)	36.61%	36.61%	4.67%	36.61%	4.67%	36.61%
B	Investors Complaints						
	Pending at the beginning of the quarter		Nil				
	Received during the quarter		3				
	Resolved during the quarter		3				
	Remaining unresolved at the end of the quarter		Nil				

(in Lacs)

Statement of Assets and Liabilities		As at	As at
		30/09/2012	31/3/2012
		Unaudited	Audited
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share Capital	1,737.93	1,737.93
	(b) Reserves and surplus	11,355.77	12,303.19
	Sub-total: Shareholders' funds	13,093.70	14,041.12
2	Non-current liabilities		
	(a) Long-term borrowings	26,624.46	26,096.05
	(b) Other long term liabilities	2,016.47	525.64
	(c) Long term provisions	654.11	551.91
	Sub-total: Non-current liabilities	29,295.04	27,173.60
3	Current liabilities		

(a)	Short-term borrowings	6,369.23	5,660.64
(b)	Trade Payables	5,462.89	6,014.62
(c)	Other current liabilities	13,111.73	13,442.39
(d)	Short-term provisions	215.16	222.10
Sub-total: Current liabilities		25,159.01	25,339.75
TOTAL EQUITY AND LIABILITIES		67,547.75	66,554.47
B	ASSETS		
1	Non-current assets		
(a)	Fixed assets	22,077.05	22,332.61
(b)	Non-current investments	10,597.19	10,579.65
(c)	Long term loans and advances	16,511.49	16,006.50
(d)	Other non-current assets	1.26	1.24
Sub-total: Non-current assets		49,186.99	48,920.00
2	Current assets		
(a)	Inventories	5,129.78	4,417.58
(b)	Trade receivables	7,291.97	7,967.65
(c)	Cash and Bank Balances	2,040.11	1,700.95
(d)	Short-term loans and advances	3,888.30	3,542.99
(e)	Other current assets	10.60	5.30
Sub-total: Current assets		18,360.76	17,634.47
TOTAL ASSETS		67,547.75	66,554.47

Notes :-

- The above financial results have been reviewed by the Audit Committee and have been taken on record at the meeting of the Board of Directors of the Company held on 5 November 2012.
- The Company has only one segment of activity namely "Pharmaceuticals".
- The market price of the equity shares of the Company being less than the exercise price in respect of various outstanding options to subscribe to equity shares, the aforesaid options are considered to be anti dilutive.
- Erstwhile The Pharmaceutical Products of India Limited (PPIL) merged with the Company pursuant to the Scheme of Revival cum Merger (the Scheme) approved vide order dated 24 April 2007 by the Board for Industrial and Financial Reconstruction(BIFR) u/s 18 and other applicable provisions of the Sick Industrial Companies (Special Provisions) Act, 1985(SICA) w.e.f. 1 April 2006, being the appointed date.
Subsequently in response to a suit filed by one of the unsecured creditors of erstwhile PPIL, challenging the Scheme, the Hon'ble Supreme Court vide its order dated 16 May 2008, has set aside the above referred BIFR order and remitted the matter back to BIFR for considering afresh as per the provisions of SICA.
The matter is now under BIFR's reconsideration. BIFR has directed IDBI Bank, which is an Operating Agency, to prepare the Draft Rehabilitation Scheme. In the meanwhile, the Company has sought legal opinion and has been advised to maintain status quo ante with respect to the merger under the said Scheme and that it should take further steps only on the basis of the fresh BIFR order.
In view of the above, the Company has maintained a status quo. However, all actions taken by the Company pursuant to the sanctioned scheme shall remain subject to and without prejudice to the orders that may be passed by the BIFR while considering the case afresh pursuant to the directions of the Hon'ble Supreme Court in its order dated 16 May 2008.
- 248 FCCB 'A' Bonds have matured on 23 April 2012. The Company has renegotiated terms vide agreement dated 14 September 2012, with the Bondholder holding 200 bonds and have been accounted accordingly. For the balance 48 bonds, pending renegotiation, effect given in the financial statements are as per the terms at the time of issue of the bonds.
- Pro rata premium on FCCB 'B' Bonds amounting to ` 93.55 Lacs and exchange gain of ` 68.83 Lacs have been charged to the Securities Premium Account for the quarter ended 30 September 2012.
- The Company has equity investments of ` 3,907.71 Lacs in two wholly owned subsidiaries and other company and has amount recoverable of ` 17,683.70 Lacs from them and step down subsidiary. The Company's involvement in the aforesaid entities being of strategic importance and for long term and the Company is contemplating steps for their revival, fund infusion etc. Hence, no provision is considered necessary by the Company at this stage in respect of its investments and amounts recoverable as stated above.
This was a subject matter of qualification in the audit report for the year ended 31 March 2012 and Limited Review reports of all periods covered by the accompanying statements.
- The Corporate Debt Restructuring (CDR) proposal of the Company, having 30 September 2010 as the cut off date, has been approved by the CDR Cell vide its Letter of Approval (LOA) dated 23 May 2011. Subsequently, on execution of the Master Restructuring Agreement(MRA) dated 19 September 2011, and upon steps taken/being taken to comply with the conditions of MRA, effect of CDR Scheme has been given in the financial statements as per the MRA and excess interest accounted for the period 1 October 2010 to 31 March 2011 amounting to ` 783.21 Lacs has been reversed during the year ended 31 March 2012 and shown as an exceptional item.
- The Company is in the process of applying to the Central Government for waiver of recovery of the excess remuneration of ` 19.37 Lacs paid to the executive director of the Company for the year ended 31 March 2012. Pending approval of Central Government, the aforesaid amount has been charged to the revenue in the relevant year.
This was a subject matter of qualification in the audit report for the year ended 31 March 2012 and Limited Review report for the quarter ended 30 June 2012.
- Exim Bank has subscribed to 4,511 Preference Shares of Euro 1,000/- each of Wanbury Holding B. V., a subsidiary company pursuant to the Preference Share Subscription Agreement dated 7 December 2006. Pursuant to the said agreement, Exim Bank has exercised Put Option vide letter dated 8 November, 2011 and company is required to pay USD 60 Lacs (` 3,161.82 Lacs) to acquire aforesaid preference shares. Further, State Bank of India, London vide its letter dated 11 July 2012, has demanded repayment of Euro 32.60 Lacs (` 2,222.31 Lacs) together with interest till the date of repayment from the Company in terms of Guarantee & Loan agreement dated 27 September 2007 vide which aforesaid credit facilities was granted to Cantabria Pharma S L, the step down subsidiary of the Company. Both the above mentioned dues being part of the CDR Scheme will be accounted upon arriving at mutually agreed terms of settlement with the respective parties.
- Creditors, debtors & advances are subject to confirmation, reconciliation and adjustments, if any.
This was a subject matter of qualification in the audit report for the year ended 31 March 2012 and Limited Review report for the quarter ended 30 June 2012.
- 26,90,000 Equity Shares allotted to Expert Chemicals Private Limited on 30 March 2012 on preferential basis pursuant to the Corporate Debt Restructuring Scheme is pending listing permission from the BSE & NSE.
- The figures for the previous periods have been regrouped, wherever necessary, to correspond with the figures of the current period.