



Shilpa Medicare Limited

Manufacturers and Exporters of Bulk Drugs

10/80, Rajendra Gunj, **RAICHUR - 584 102.** (INDIA)

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FORM A

Format of covering letter of the annual audit report to be filed with the stock exchanges

1.	Name of the Company:	Shilpa Medicare Ltd.
2.	Annual financial statements for the year ended	31st March 2013.
3.	Type of Audit observation	Un-qualified / Matter of Emphasis* *We draw attention to Note 48 to the Standalone financial statements. The Company has filed a lawsuit for recovering its amount paid as capital advance to its vendor for supply of Capital Assets, along with punitive damages. The Preliminary hearings of the case are in progress. As the ultimate outcome of the case cannot be determined presently, hence no provision for the outstanding balance receivable from the party has been made in the financial statements. Our opinion is not qualified in respect of this matter.
4.	Frequency of observation	Appeared for first time.


Vishnukant Bhutada
Managing Director


Venugopal Loya
Audit Committee Chairman


N.C. Bhandari
Sr. Finance Manager


Pankaj Kumar Bohara
Chartered Accountant