

Dated: 30th May, 2014

The National Stock Exchange of India Limited
"Exchange Plaza",
Plot No.C/1, G Block,
Bandra-Kurla Complex, Bandra (E),
Mumbai-400051

Company Code No: JHS

Sub: Outcome of the Board Meeting.

Dear Sir/ Madam,

Pursuant to compliance of Clause 41 and Clause 20 (a) of the Listing Agreement, please find enclosed the following document:-

1. The Audited Financial Results for the quarter ended on 31st March, 2014.
2. The Audited Financial Results for the quarter and year ended on 31st March, 2014.
3. Audit Report for the Financial Year ended on 31st March, 2014
4. The Board of Directors of the Company has not declared any dividend for the FY 2013-14.

This is for your information and record.

Thanking you,

Yours faithfully,

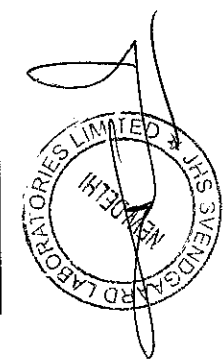
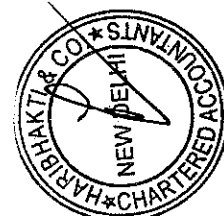
For JHS Svendgaard Laboratories Limited

A handwritten signature in black ink, appearing to be 'Nikhil Nanda', written over a horizontal line.

Nikhil Nanda
(Managing Director)

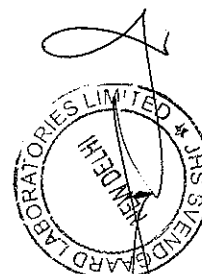
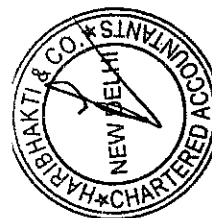
JHS SVENDGAARD LABORATORIES LIMITED
Regd. Office: Trilokpur Road, Kheri (Kala-Amb), Tehsil-Nahan, Distt. Sirmour, Himachal Pradesh - 173030, INDIA

STATEMENT OF CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2014							(Rs. In Lakhs)
S.No.	Particulars	Quarter Ended		Year Ended		Year Ended	
		March 31, 2014	Dec 31, 2013	March 31, 2013	March 31, 2014	March 31, 2013	
		Unaudited	Unaudited	Unaudited	Audited	Audited	
1	Income from operations						
	(a) Net Sales	779.31	760.50	1,107.01	3,493.35	5,097.14	
	(Net of excise duty)	2.26	1.26	169.40	34.61	861.91	
	(b) Other operating income	781.57	761.76	1,276.41	3,527.96	5,959.05	
	Total income from operations (net)						
2	Expenses						
	(a) Cost of materials consumed	448.32	470.07	338.81	1,881.95	1,827.54	
	(b) Purchase of traded goods	-	-	-	-	285.85	
	(c) Changes in inventories of finished goods, work-in-progress and traded goods	84.80	31.42	153.37	183.18	386.36	
	(d) Employee benefits expense	124.63	155.24	193.66	917.23	985.63	
	(e) Depreciation and amortisation expense	361.49	370.99	369.63	1,470.57	1,362.54	
	(f) Other expenses	142.73	177.16	453.32	931.41	1,293.97	
	Total expenses	1,161.97	1,204.88	1,510.79	5,384.34	6,141.89	
3	Profit / (Loss) from operations before other income, finance costs, prior period and exceptional items (1-2)	(380.40)	(443.12)	(234.38)	(1,856.38)	(182.84)	
4	Other Income	341.67	21.29	25.87	380.85	404.93	
5	Profit / (Loss) from ordinary activities before finance costs, prior period and exceptional items (3 + 4)	(38.73)	(421.83)	(208.51)	(1,475.53)	222.09	
6	Finance costs	395.58	329.41	194.98	1,407.03	1,034.35	
7	Profit / (Loss) from ordinary activities after finance costs, before prior period and exceptional items (5 - 6)	(434.31)	(751.24)	(401.06)	(2,882.56)	(812.26)	
8	Exceptional items / prior period items	646.77	26.34	(229.49)	646.77	219.54	
9	Profit / (Loss) from ordinary activities before tax (7 - 8)	(1,081.08)	(777.58)	(171.58)	(3,529.33)	(1,031.80)	
10	Tax expense	(616.12)	22.16	(22.88)	(648.77)	182.58	
11	Net Profit/(Loss) from Ordinary Activities after tax (9 - 10)	(464.96)	(799.74)	(148.70)	(2,880.56)	(1,214.38)	
12	Extraordinary item	-	-	(20.89)	-	(838.24)	
13	Net Profit / (Loss) for the period (11 - 12)	(464.96)	(799.74)	(127.80)	(2,880.56)	(376.14)	
14	Minority interest	-	-	-	-	-	
15	Net Profit / (Loss) after taxes, minority interest (13 - 14)	(464.96)	(799.74)	(127.80)	(2,880.56)	(376.14)	



JHS SVENDGAARD LABORATORIES LIMITED
Regd. Office: Trilokpur Road, Kheri (Kala-Amb), Tehsil-Nahan, Distt. Sirmour, Himachal Pradesh - 173030, INDIA

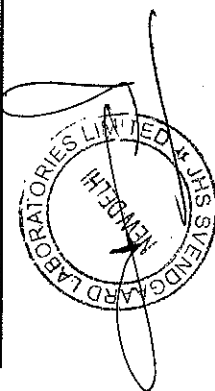
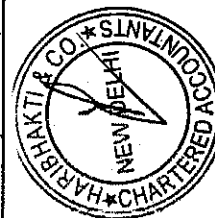
16	Paid-up equity share capital (Face value of Rs. 10/-)	2,409.53	2,409.53	2,409.53	2,409.53	2,409.53
17	Reserve excluding revaluation reserves as per balance sheet of previous accounting year	-	-	-	3,781.86	6,512.45
18.i	Earnings per share (before extraordinary items) (of Rs. 10 each) (not annualised) (in Rs.)					
	(a) Basic	(1.93)	(3.32)	(0.62)	(11.95)	(5.04)
	(b) Diluted	(1.93)	(3.32)	(0.62)	(11.95)	(5.04)
18.ii	Earnings per share (after extraordinary items) (of Rs. 10 each) (not annualised) (in Rs.)					
	(a) Basic	(1.93)	(3.32)	(0.53)	(11.95)	(1.56)
	(b) Diluted	(1.93)	(3.32)	(0.53)	(11.95)	(1.56)
A	PARTICULARS OF SHAREHOLDING					
1	Public shareholding					
	Number of shares	1,45,71,192	1,45,40,192	1,44,18,259	1,45,71,192	1,44,18,259
	Percentage of shareholding	60.34	60.34	59.84	60.34	59.84
2	Promoters and Promoter Group Shareholding					
	(a) Pledged / Encumbered					
	Number of shares	48,35,002	48,35,002	48,35,002	48,35,002	48,35,002
	Percentage of shares (as a % of the total shareholding of promoter and promoter group)	50.60	50.60	49.97	50.60	49.97
	Percentage of shares (as a % of the total share capital of the company)	20.07	20.07	20.07	20.07	20.07
	(b) Non - encumbered					
	Number of shares	46,89,058	47,20,058	48,41,991	46,89,058	48,41,991
	Percentage of shares (as a % of the total shareholding of the Promoter and Promoter group)	49.40	49.40	50.03	49.40	50.03
	Percentage of shares (as a % of the total share capital of the company)	19.59	19.59	20.09	19.59	20.09



JHS SVENDGAARD LABORATORIES LIMITED
 Regd. Office: Trilokpur Road, Kheri (Kala-Amb), Tehsil-Nahan, Distt. Sirmour, Himachal Pradesh - 173030, INDIA

Statement of Assets and Liabilities

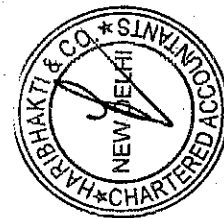
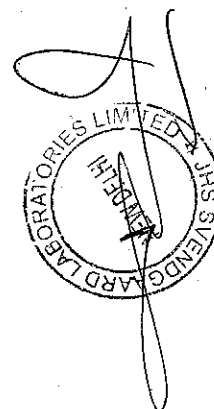
Consolidated Statement of Assets and Liabilities		(Rs. In Lakhs)	
		As at	
Particulars		March 31, 2014	March 31, 2013
Audited		Audited	Audited
A	EQUITY AND LIABILITIES		
1	Shareholder's funds		
(a)	Share capital	2,409.53	2,409.53
(b)	Reserves and surplus (Refer note 4)	3,781.86	6,512.45
	Sub-total-Shareholders' funds	6,191.39	8,921.98
2	Government Grant	21.00	24.00
3	Non-current liabilities		
(a)	Long-term borrowings	1,321.83	1,930.19
(a)	Deferred tax liabilities (net)	0.00	674.55
(a)	Long-term provisions	22.72	45.55
	Sub-total-Non-current liabilities	1,344.55	2,650.29
4	Current Liabilities		
(a)	Short-term borrowings	3,290.70	5,659.80
(a)	Trade payables	537.60	2,162.50
(a)	Other current liabilities	7,547.11	3,707.46
(a)	Short-term provisions	2.76	2.73
	Sub-total-Current liabilities	11,378.17	11,532.49
	TOTAL - EQUITY AND LIABILITIES	18,935.11	23,128.76
B	ASSETS		
1	Non-current assets		
(a)	Fixed assets	12,090.82	13,530.65
(b)	Non-current investments		
(c)	Long-term loans and advances	2,160.47	3,261.41
(d)	Other non-current assets	22.10	5.96
	Sub-total-Non-current assets	14,273.39	16,798.02
2	Current assets		
(a)	Inventories	581.93	607.02
(b)	Trade receivables	1,820.94	3,596.10
(c)	Cash and bank balance	235.49	80.53
(d)	Short-term loans and advances	1,521.00	1,588.47
(e)	Other current assets	502.36	458.62
	Sub-total-Current assets	4,661.72	6,330.74
	TOTAL - ASSETS	18,935.11	23,128.76



JHS SVENDGAARD LABORATORIES LIMITED
 Regd. Office: Trilokpur Road, Kheri (Kala-Amb), Tehsil-Nahan, Distt. Sirmour, Himachal Pradesh - 173030, INDIA

Segment Reporting

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED (CONSOLIDATED)					
S. No.	Particulars	(Rs. In Lakhs)			
		Quarter Ended		Year Ended	Year Ended
		March 31, 2014	Dec 31, 2013	March 31, 2014	March 31, 2013
		Unaudited	Unaudited	Audited	Audited
A.	SEGMENT REVENUE				
i)	Full Service Goods Based -Contract Manufacturer- Oral care	660.43	688.85	2,962.46	2,979.31
ii)	Job work - Oral care and Hygiene care	-	-	358.12	2,626.41
iii)	Manufacturing sale - Oral care	121.14	72.91	207.38	350.92
iv)	Marketing and Distribution	-	-	-	2.42
v)	Dental Care Clinics	-	-	-	5,959.05
	Total	781.57	761.76	3,527.96	
B.	SEGMENT RESULTS				
	Profit before Tax, extraordinary, prior period & Interest				
i)	Full Service Goods Based -Contract Manufacturer- Oral care	(611.67)	(240.44)	(1,458.64)	(939.92)
ii)	Job work - Oral care and Hygiene care	(73.35)	(181.00)	(661.92)	1,185.30
iii)	Manufacturing sale - Oral care (Refer note 7)	(0.39)	(0.18)	(0.99)	(22.08)
iv)	Marketing and Distribution	(0.30)	(0.21)	(0.95)	(1.20)
v)	Dental Care Clinics	(685.71)	(421.83)	(2,122.50)	222.10
	Total	less:			
i)	Interest	395.58	329.41	1,407.03	1,034.35
ii)	Prior period items	(0.20)	26.34	(0.20)	219.54
	Total profit before Tax	(1,081.09)	(777.58)	(3,529.33)	(1,031.80)
C.	CAPITAL EMPLOYED				
	Equity and long term borrowings (including current maturities of long term borrowings and interest accrued and due)				
i)	Full Service Goods Based -Contract Manufacturer- Oral care	5,854.62	6,551.12	5,854.62	12,039.84
ii)	Job work - Oral care and Hygiene care	4,329.38	4,112.57	4,329.38	5,002.16
iii)	Manufacturing sale - Oral care	-	-	-	-
iv)	Marketing and Distribution	3,006.15	2,853.11	3,006.15	2,853.76
v)	Dental Care Clinics	-	-	-	-
	Total Capital Employed	13,190.15	13,516.80	13,190.15	19,895.76



Notes:

1 Pursuant to the clause 41 of the listing agreement, the Company has opted to publish only the consolidated results. The results published above present the consolidated revenues and expenses of the Company and its subsidiaries. Investors can view the standalone results of the Company on the Company's web site www.svendgaard.com or on the website of BSE (www.bseindia.com) or NSE (www.nseindia.com).
 Information of standalone unaudited financial results in terms of clause 41 (VI) (b) of the Listing agreement is as under:

Particulars	Quarter Ended		Year Ended	
	March 31, 2014	Dec 31, 2013	March 31, 2013	March 31, 2014
	Audited	Unaudited	Audited	Audited
Revenues	781.57	761.76	1,276.42	3,527.96
Profit/(loss) before tax	(1,080.93)	(777.19)	(271.15)	(3,527.93)
Profit/(loss) after tax	(464.81)	(799.35)	(227.38)	(2,879.16)

2 The Consolidated financial results of the Company include financials of JHS Svendgaard Dental Care Limited and JHS Svendgaard Mechanical and Warehouse Private Limited, its subsidiary Companies and Jones H Smith FZE, its foreign wholly owned subsidiary company.

3 The figures for the quarter ended March 31, 2014 of the current financial year are the balancing figures between audited figures for the full financial year and the reviewed/published year to date figures for nine months ended December 31, 2013.

4 The Statutory Auditors had given an emphasis of matter in their Audit Report for the year ended March 31, 2013 with regard to management's decision to write off unrealisable trade receivable by set-off against Securities Premium Account. The approval of the Hon'ble High Court of Himachal Pradesh in this matter is still pending to be received.

5 The auditors have qualified their audit report on the Financial Statements of the Company in respect of the following matter:

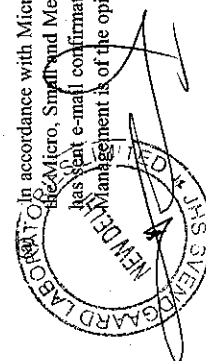
(a) The Company has been incurring operating losses and one of the key customer has wrongfully not renewed the contract with the Company. The Company has defaulted in repayments of loans and interest due to the banks and one of the bankers has filed a case against the Company with Debts Recovery Tribunal (DRT). In order to come out of the above mentioned situation the company is taking various steps. The Company has initiated legal proceedings against the said customer for not renewing the contract and putting the Company in financial distress. The Company is in the process of negotiating with the banks for settlement. The Company is also evaluating various options to revamp its finance. The company is trying to expand its business with its other customers to run the plant & have recently launched its own brand to cover the operating losses. Accordingly, the financial results for the quarter and year ended March 31, 2014 have been prepared on a going concern basis.

(b) A major customer has not renewed the contract with the Company which has resulted in some idle fixed assets. Though there are certain indicators suggesting impairment of assets, in the opinion of the management no provision for impairment of any of its fixed assets is necessary based on its business plans.

(c) The Company has been following up with some of its legal counsels and vendors for sending replies to the confirmation requests sent by the auditors to respective parties. In the opinion of the management, no provision is required to be recorded in respect of any litigation and that disclosure of contingent liabilities is complete. Further all balances payable to vendors who have not confirmed the balances are fully payable and no adjustment is required in respect of any balance.

6 The auditors have drawn attention in their audit report on the Financial Statements of the Company in respect of the following matters:

In accordance with Micro, Small and Medium Enterprises Development Act, 2006 which came into force with effect from October 2, 2006, the Company is required to identify its Micro, Small and Medium suppliers and pay them interest on overdue amount beyond the specified period irrespective of the terms agreed with the suppliers. The Company has sent e-mail confirmation requests to its vendors. However, in the absence of written response from its vendors, the liability of interest, if any, cannot be reliably estimated. Management is of the opinion that there will be no liability in view of suppliers' profile of the Company.





(b) During the year, the Company as part of its regular recoverability evaluation process has identified certain trade receivables which were doubtful of recovery or did not have recoverable value equivalent to the book value. Accordingly, on a prudent basis, the management has recorded a provision of Rs. 1463.61 Lakhs in the books of account towards such trade receivables or portions thereof, which were doubtful of recovery. The provision so recorded has been disclosed as an exceptional item. The management is continuously monitoring the settlement of these balances and is regularly following up with respective parties for recovery of the said trade receivables. The management believes that existing provision recorded in books is sufficient to cover any possible future losses on account of non recovery of such trade receivables.

(c) During the year, the Company as part of its regular recoverability evaluation process has identified certain advances which were doubtful of recovery or did not have recoverable value equivalent to the book value. Accordingly, on a prudent basis, the management has recorded a provision of Rs. 728.38 Lakhs in the books of account towards such advances or portions thereof, which were doubtful of recovery. The provision so recorded has been disclosed as an exceptional item. The management is continuously monitoring the settlement of these balances and is regularly following up with respective parties for recovery of the said advances. The management believes that other advances which have not been provided for, although have been long outstanding are fully recoverable, hence, the management believes that existing provision recorded in books is sufficient to cover any possible future losses on account of non recovery of such advances.

(d) During the year, the Company carried out a detailed exercise to review its long outstanding payables and pursuant to such exercise has written back an amount of Rs. 1,545.02 Lakhs payable to various parties as in the opinion of the management such amounts were not payable to respective parties. Such old unpaid balances were mainly due to such vendors having supplied less than billed quantity, defective or sub-standard material or material not meeting specifications given by the Company. The management does not expect any liability to devolve on the Company in respect of balances so written back.

7 The segment results for reportable segment "Manufacturing sale- Oral care" is currently not realistically ascertainable as the manufacturing process for this segment and that for full service goods based (Contract manufacturing) is similar. The Company is in the process of making necessary changes in the accounting software to derive relevant details related to this new reportable segment.

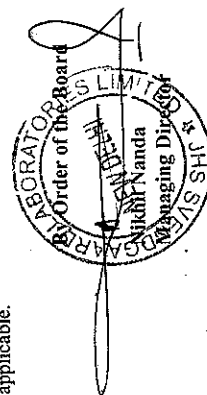
8 Prior period income for the quarter and year ended March 31, 2014 includes interest on fixed deposits amounting to Rs. 0.20 Lakhs, prior period expense for the quarter ended December 31, 2013 includes purchases amounting to Rs. 25.09 Lakhs and other expense of Rs. 1.25 Lakhs. Prior period expense for the year ended March 31, 2013 includes deferred tax amounting to Rs. 224.51 Lakhs, other expense amounting to Rs. 6.96 Lakhs and other income amounting to Rs. 2.26 Lakhs. During the quarter ended March 31, 2013, excess deferred tax liability related to previous periods is reversed.

9 At the beginning of the quarter the pending complaints relating to investors grievance were Nil. During the quarter no complaints was received and at the end of quarter the pending complaints were Nil.

10 The basic and diluted earning per share has been calculated in accordance with Accounting Standard-20 "Earnings Per Share" notified by Companies (Accounting Standards) Rules 2006.

11 The above Audited Results were reviewed by the Audit Committee and thereafter were approved and taken on record by the Board of Directors in their meeting held on May 30, 2014.

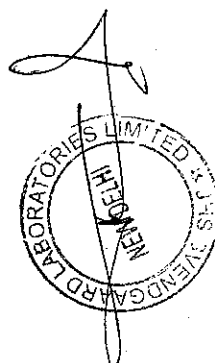
12 Figures for the previous period/year have been reclassified to conform with current period/ year presentation, where applicable.



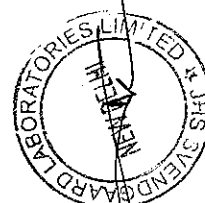
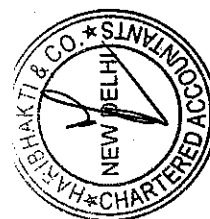
Place : New Delhi
 Date : May 30, 2014

(Rs. In Lakhs)

STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2014									
S.No.	Particulars	Quarter Ended		Year Ended		Year Ended		Year Ended	
		March 31, 2014	Dec 31, 2013	March 31, 2013	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013	March 31, 2014
		Unaudited	Unaudited	Unaudited	Audited	Audited	Audited	Audited	Audited
1	Income from operations								
	(a) Net Sales	779.31	760.50	1,107.02	3,493.35		4,743.81		
	(Net of excise duty)	2.26	1.26	169.40	34.61		861.91		
	(b) Other operating income	781.57	761.76	1,276.42	3,527.96		5,605.72		
	Total income from operations (net)								
2	Expenses								
	(a) Cost of materials consumed	448.32	470.07	338.81	1,881.95		1,827.30		
	(b) Changes in inventories of finished goods and work-in-progress	84.80	31.42	160.75	183.18		386.36		
	(c) Employee benefits expense	124.48	155.14	198.32	916.76		950.31		
	(d) Depreciation, amortisation and impairment expense	361.33	370.82	369.47	1,469.91		1,361.88		
	(e) Other expenses	142.92	177.04	530.71	931.17		1,295.78		
	Total expenses	1,161.85	1,204.49	1,598.06	5,382.97		5,821.63		
3	Profit / (Loss) from operations before other income, finance costs, prior period and exceptional items (1-2)	(380.28)	(442.73)	(321.64)	(1,855.01)		(215.91)		
4	Other Income	341.66	21.29	25.99	380.84		402.62		
5	Profit / (Loss) from ordinary activities before finance costs, prior period and exceptional items (3 + 4)	(38.62)	(421.44)	(295.65)	(1,474.17)		186.71		
6	Finance costs	395.54	329.41	195.31	1,406.99		1,034.08		
7	Profit / (Loss) from ordinary activities after finance costs, before prior period and exceptional items (5 - 6)	(434.16)	(750.85)	(490.96)	(2,881.16)		(847.37)		
8	Exceptional items / prior period items	646.77	26.34	(219.81)	646.77		229.22		
9	Profit / (Loss) from ordinary activities before tax (7 - 8)	(1,080.93)	(777.19)	(271.15)	(3,527.93)		(1,076.59)		
10	Tax expense	(616.12)	22.16	(22.88)	(648.77)		182.58		
11	Net Profit / (Loss) from Ordinary Activities after tax (9 - 10)	(464.81)	(799.35)	(248.27)	(2,879.16)		(1,259.17)		
12	Extraordinary item			(20.89)			(838.24)		
13	Net Profit / (Loss) for the period (11 - 12)	(464.81)	(799.35)	(227.38)	(2,879.16)		(420.93)		



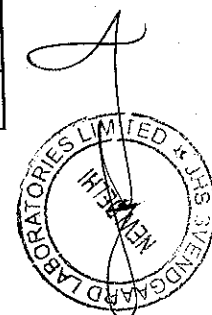
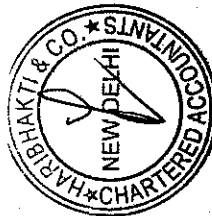
14	Paid-up equity share capital (Face value of Rs. 10/-)	2,409.53	2,409.53	2,409.53	2,409.53	2,409.53
15	Reserve excluding revaluation reserves as per balance sheet of previous accounting year				2,076.12	4,955.70
16.i	Earnings per share (before extraordinary items) (of Rs. 10 each) (not annualised) (in Rs.)					
	(a) Basic	(1.93)	(3.32)	(1.03)	(11.95)	(5.22)
	(b) Diluted	(1.93)	(3.32)	(1.03)	(11.95)	(5.22)
16.ii	Earnings per share (after extraordinary items) (of Rs. 10 each) (not annualised) (in Rs.)					
	(a) Basic	(1.93)	(3.32)	(0.94)	(11.95)	(1.75)
	(b) Diluted	(1.93)	(3.32)	(0.94)	(11.95)	(1.75)
A	PARTICULARS OF SHAREHOLDING					
1	Public shareholding					
	Number of shares	14,571,192	14,540,192	14,418,861	14,571,192	14,418,259
	Percentage of shareholding	60.34	60.34	59.84	60.34	59.84
2	Promoters and Promoter Group Shareholding					
	(a) Pledged / Encumbered					
	Number of shares	4,835,002	4,835,002	4,835,003	4,835,002	4,835,002
	Percentage of shares (as a % of the total shareholding of promoter and promoter group)	50.60	50.60	49.97	50.60	49.97
	Percentage of shares (as a % of the total share capital of the company)	20.07	20.07	20.07	20.07	20.07
	(b) Non - encumbered					
	Number of shares	4,689,058	4,720,058	4,841,388	4,689,058	4,841,991
	Percentage of shares (as a % of the total shareholding of the Promoter and Promoter group)	49.40	49.40	50.03	49.40	50.03
	Percentage of shares (as a % of the total share capital of the company)	19.59	19.59	20.09	19.59	20.09



JHS SVENDGAARD LABORATORIES LIMITED
Regd. Office: Trilokpur Road, Kheri (Kala-Amb), Tehsil-Nahan, Distt. Sirmour, Himachal Pradesh - 173030, India.

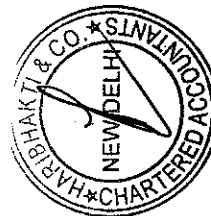
Statement of Assets and Liabilities

Standalone Statement of Assets and Liabilities		(Rs. In Lakhs)	
		As at	
Particulars	March 31, 2014	March 31, 2013	Audited
A EQUITY AND LIABILITIES			
1 Shareholder's funds			
(a) Share capital	2,409.53	2,409.53	
(b) Reserves and surplus (Refer note 3)	2,076.12	4,955.70	
Sub-total-Shareholders' funds	4,485.65	7,365.23	
2 Government Grant	21.00	24.00	
3 Non-current liabilities			
(a) Long-term borrowings	1,319.30	1,930.19	
(b) Deferred tax liabilities (net)	0.00	674.55	
(c) Long-term provisions	22.72	45.53	
Sub-total-Non-current liabilities	1,342.02	2,650.27	
4 Current Liabilities			
(a) Short-term borrowings	3,281.00	5,649.61	
(b) Trade Payables	536.60	2,161.19	
(c) Other current liabilities	7,546.42	3,706.05	
(d) Short-term provisions	2.75	2.73	
Sub-total-Current liabilities	11,366.77	11,519.58	
TOTAL - EQUITY AND LIABILITIES	17,215.44	21,559.08	
B ASSETS			
1 Non-current assets			
(a) Fixed assets	12,081.69	13,520.85	
(b) Non-current investments	1.00	1.00	
(c) Deferred tax assets (net)	-	-	
(d) Long-term loans and advances	2,194.29	3,294.07	
(e) Other non-current assets	22.10	5.96	
Sub-total-Non-current assets	14,299.08	16,821.88	
2 Current assets			
(a) Inventories	581.93	607.02	
(b) Trade receivables	578.18	2,460.96	
(c) Cash and bank balance	234.15	78.91	
(d) Short-term loans and advances	1,521.00	1,588.47	
(e) Other current assets	1.10	1.84	
Sub-total-Current assets	2,916.36	4,737.20	
TOTAL - ASSETS	17,215.44	21,559.08	

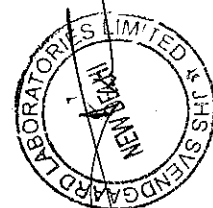


Segment Reporting

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED						
S. No.	Particulars	Quarter Ended			Year Ended	
		March 31, 2014	Dec 31, 2013	March 31, 2013	March 31, 2014	March 31, 2013
		Unaudited	Unaudited	Unaudited	Audited	Audited
A. SEGMENT REVENUE						
	i) Full Service Goods Based - Contract Manufacturer- Oral care	660.43	688.85	612.60	2,962.46	2,979.31
	ii) Job work - Oral care and Hygiene care			663.82	358.12	2,626.41
	iii) Manufacturing sale - Oral care	121.14	72.91	-	207.38	-
	Total	781.57	761.76	1,276.42	3,527.96	5,605.72
B. SEGMENT RESULTS						
	Profit before Tax, prior period & Interest					
	i) Full Service Goods Based - Contract Manufacturer- Oral care	(612.23)	(240.44)	(557.23)	(1,459.22)	(998.59)
	ii) Job work - Oral care and Hygiene care	(73.36)	(181.00)	261.58	(661.92)	1,185.30
	iii) Manufacturing sale - Oral care (Refer note 6)					
	Total	(685.59)	(421.44)	(295.65)	(2,121.14)	186.71
	less:					
	i) Interest	395.54	329.41	195.31	1,406.99	1,034.08
	ii) Prior period items	(0.20)	26.34	(219.81)	(0.20)	229.22
	Total profit before Tax	(1,080.93)	(777.19)	(271.15)	(3,527.93)	(1,076.59)
C. CAPITAL EMPLOYED						
	Equity and long term borrowings (including current maturities of long term borrowings and interest accrued and due)					
	i) Full Service Goods Based - Contract Manufacturer- Oral care	5,854.62	6,551.12	12,039.84	5,854.62	12,039.84
	ii) Job work - Oral care and Hygiene care	4,329.38	4,112.57	5,002.16	4,329.38	5,002.16
	iii) Manufacturing sale - Oral care					
	Total Capital Employed	10,184.00	10,663.69	17,042.00	10,184.00	17,042.00

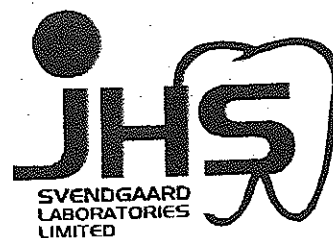


- 1 The above Audited Results were reviewed by the Audit Committee and thereafter were approved and taken on record by the Board of Directors in their meeting held on May 30, 2014.
- 2 The figures for the quarter ended March 31, 2014 of the current financial year are the balancing figures between audited figures for the full financial year and the reviewed/published year to date figures for nine months ended December 31, 2013.
- 3 The Statutory Auditors had given an emphasis of matter in their Audit Report for the year ended March 31, 2013 with regard to management's decision to write off unrealisable trade receivable by set-off against Securities Premium Account. The approval of the Hon'ble High Court of Himachal Pradesh in this matter is still pending to be received.
- 4 The auditors have qualified their audit report on the Financial Statements of the Company in respect of the following matter:
 - (a) The Company has been incurring operating losses and one of the key customer has wrongfully not renewed the contract with the Company. The Company has defaulted in repayments of loans and interest due to the banks and one of the bankers has filed a case against the Company with Debts Recovery Tribunal (DRT). In order to come out of the above mentioned situation the company is taking various steps. The Company has initiated legal proceedings against the said customer for not renewing the contract and putting the Company in financial distress. The Company is in the process of negotiating with the banks for settlement. The Company is also evaluating various options to revamp its finance. The company is trying to expand its business with its other customers to run the plant & have recently launched its own brand to cover the operating losses. Accordingly, the financial results for the quarter and year ended March 31, 2014 have been prepared on a going concern basis.
 - (b) A major customer has not renewed the contract with the Company which has resulted in some idle fixed assets. Though there are certain indicators suggesting impairment of assets, in the opinion of the management no provision for impairment of any of its fixed assets is necessary based on its business plans.
 - (c) The Company has been following up with some of its legal counsels and vendors for sending replies to the confirmation requests sent by the auditors to respective parties. In the opinion of the management, no provision is required to be recorded in respect of any litigation and that disclosure of contingent liabilities is complete. Further all balances payable to vendors who have not confirmed the balances are fully payable and no adjustment is required in respect of any balance.
- 5 The auditors have drawn attention in their audit report on the Financial Statements of the Company in respect of the following matters:
 - (a) In accordance with Micro, Small and Medium Enterprises Development Act, 2006 which came into force with effect from October 2, 2006, the Company is required to identify the Micro, Small and Medium suppliers and pay them interest on overdue amount beyond the specified period irrespective of the terms agreed with the suppliers. The Company has sent e-mail confirmation requests to its vendors. However, in the absence of written response from its vendors, the liability of interest, if any, cannot be reliably estimated. Management is of the opinion that there will be no liability in view of suppliers' profile of the Company.
 - (b) During the year, the Company as part of its regular recoverability evaluation process has identified certain trade receivables which were doubtful of recovery or did not have recoverable value equivalent to the book value. Accordingly, on a prudent basis, the management has recorded a provision of Rs. 1463.61 Lakhs in the books of account towards such trade receivables or portions thereof, which were doubtful of recovery. The provision so recorded has been disclosed as an exceptional item. The management is continuously monitoring the settlement of these balances and is regularly following up with respective parties for recovery of the said trade receivables. The management believes that existing provision recorded in books is sufficient to cover any possible future losses on account of non recovery of such trade receivables.
 - (c) During the year, the Company as part of its regular recoverability evaluation process has identified certain advances which were doubtful of recovery or did not have recoverable value equivalent to the book value. Accordingly, on a prudent basis, the management has recorded a provision of Rs. 728.38 Lakhs in the books of account towards such advances or portions thereof, which were doubtful of recovery. The provision so recorded has been disclosed as an exceptional item. The management is continuously monitoring the settlement of these balances and is regularly following up with respective parties for recovery of the said advances. The management believes that other advances which have not been provided for, although have been long outstanding are fully recoverable, hence, the management believes that existing provision recorded in books is sufficient to cover any possible future losses on account of non recovery of such advances.



JHS SVENDGAARD LABORATORIES LIMITED

Regd. Office: Trilokpur Road, Kheri (Kala-Amb), Tehsil-Nahan, Distt. Sirmour, Himachal Pradesh - 173030, India.



- (d) During the year, the Company carried out a detailed exercise to review its long outstanding payables and pursuant to such exercise has written back an amount of Rs. 1,543.02 Lakhs payable to various parties as in the opinion of the management such amounts were not payable to respective parties. Such old unpaid balances were mainly due to such vendors having supplied less than billed quantity, defective or sub-standard material or material not meeting specifications given by the Company. The management does not expect any liability to devolve on the Company in respect of balances so written back.
- 6 The segment results for reportable segment "Manufacturing sale- Oral care" is currently not realistically ascertainable as the manufacturing process for this segment and that for full service goods based (Contract manufacturing) is similar. The Company is in the process of making necessary changes in the accounting software to derive relevant details related to this new reportable segment.
- 7 Prior period income for the quarter and year ended March 31, 2014 includes interest on fixed deposits amounting to Rs. 0.20 Lakhs, prior period expense for the quarter ended December 31, 2013 includes purchases amounting to Rs. 25.09 Lakhs and other expense of Rs. 1.25 Lakhs. Prior period expense for the year ended March 31, 2013 includes deferred tax amounting to Rs. 224.51 Lakhs, other expense amounting to Rs. 6.96 Lakhs and other income amounting to Rs. 2.26 Lakhs. During the quarter ended March 31, 2013, excess deferred tax liability related to previous periods is reversed.
- 8 At the beginning of the quarter the pending complaints relating to investors grievance were Nil. During the quarter no complaints were received and at the end of quarter the pending complaints were Nil.
- 9 The basic and diluted earning per share has been calculated in accordance with Accounting Standard-20 "Earnings Per Share" notified by Companies (Accounting Standards) Rules 2006.

10 Figures for the previous period/year have been reclassified to conform with current period/ year presentation, where applicable.

Place : New Delhi
Date : May 30, 2014

