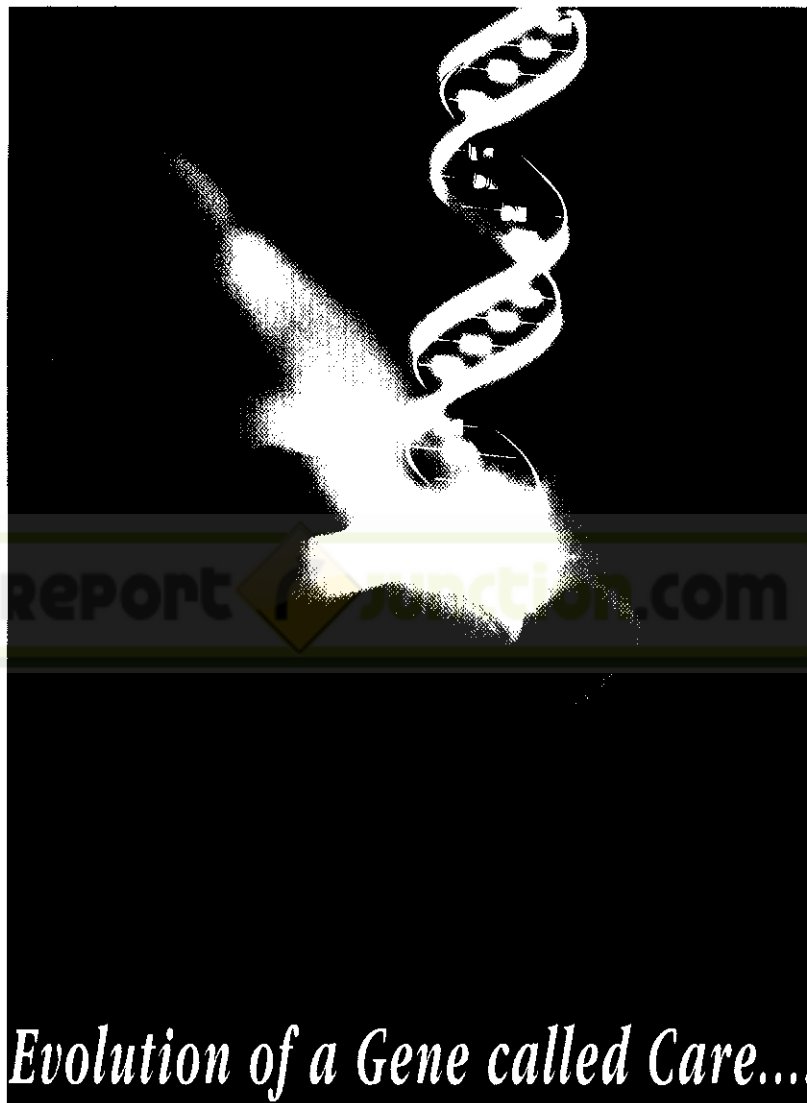




## Annual Report 1999 - 2000



**Apollo Hospitals Enterprise Ltd**



*"Our mission is to bring healthcare  
of international standards  
within the reach of every individual.*

*Report We are committed junction.com*

*to the achievement and maintenance of excellence  
in education, research and healthcare  
for the benefit of humanity"*



## Theme

*It's what shapes your character. Gives you your individuality.*

*It determines your ability to dream and do.*

*And what you'll pass on to the next generation and the next...*

*Care and technology are an intrinsic part of the Apollo Group.*

*A part of our DNA. And what gives us our identity -*

*that unique standing in the world of health care.*

*The essential quality that makes Apollo the largest private health organization in the sub-continent.*

*Patronized and trusted by millions of people in India and all over the world.*

*Our infrastructure, replete with the latest in global systems, processes, equipment and know-how*

*forms the very framework of health care in India.*

*And our millennium plans for India are all about making good health a basic part of everyone's life.*

*Looking after this country like it's never been done before.*

*'We believe in a corporate philosophy where the best of information technology and modern*

*medicine are used to extend the arm of healthcare to as many individuals and families.*

*Because at the core of it all, we're into sustaining this gene called care.*

*To pass on to you, your children and your children's children...*

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## Board of Directors

### Executive Chairman

Dr. Prathap C Reddy

### Managing Director

Smt. Preetha Reddy

### Directors

Shri P. Obul Reddy

Shri Raj Kumar Menon

Shri T.M. Joseph

Shri Brij Mohan Reddy

Shri Rafeeqe Ahamed

Shri S.R. Jiwarajka

Smt. Suneeta Reddy

Smt. Sangita Reddy

Shri Anil Thadani

Shri Deepak Vaidya

Shri B. Krishnamoorthy  
(Nominee - IDBI)

### Sr. General Manager (Finance) & Company Secretary

Shri K. Venkataraman Nivarthi

### President

Shri. K. Padmanabhan

### Chief Executive

Shri. George Eapen

## Corporate Information



### Auditors

M/s. S. Viswanathan, Chartered Accountants, Chennai.

### Bankers

Indian Overseas Bank ■ Andhra Bank ■ Canara Bank ■ Indian Bank  
Syndicate Bank ■ State Bank of India ■ State Bank of Travancore ■ Union Bank of India  
Oriental Bank of Commerce ■ Bank of Baroda ■ Hongkong Bank ■ Citibank ■ IDBI Bank.

### Financial Institutions

IDBI (Lead) ■ ICICI ■ IFCI ■ UTI ■ LIC ■ GIC & its Subsidiaries

### Registered Office

19, Bishop Gardens, Raja Annamalaipuram, Chennai-600 028.

### Administrative Office

'Ali Towers', 55, (Old No.22), Greams Road, Chennai-600 006.  
E-Mail: [ahel@vsnl.com](mailto:ahel@vsnl.com) ■ Website: <http://www.apollohospitals.com>

### Apollo Hospitals

#### Chennai

No. 21 Greams Lane, Off. Greams Road, Chennai – 600 006

No.320 Anna Salai, Nandanam, Chennai – 600 035

#### Hyderabad

Jubilee Hills, Hyderabad – 500 033

#### Madurai

Lake View Road, K.K. Nagar, Madurai – 625 020

#### Vishakapatnam

10-50-80 Waltair Main Road, Vishakapatnam – 530 002.

#### Aragonda

Aragonda, Chittoor District, Andhra Pradesh

### Life Style Centres

#### Chennai

105 G.N. Chetty Road, T. Nagar, Chennai – 600 017

T-95 3<sup>rd</sup> Avenue, Anna Nagar, Chennai – 600 040

646 T.H. Road, Tondiarpet, Chennai – 600 081

#### Hyderabad

3-5-871/4/1 Hyderguda, Hyderabad – 500 029

Plot. No.90, P & T Colony, Vikramপুরi, Secunderabad - 500 003.



## Notice to the Shareholders

**NOTICE** is hereby given that the **NINETEENTH ANNUAL GENERAL MEETING** of the Company will be held at Kamaraj Arangam, No. 574-A Mount Road, Teynampet, Chennai – 600 006 on **Wednesday, the 20<sup>th</sup> September 2000, at 10.00 a.m** to transact the following business :

### ORDINARY BUSINESS :

1. To receive, consider and adopt the Audited profit and loss account for the year ended 31<sup>st</sup> March 2000 and Balance Sheet as at that date, the Directors' and Auditors' Report thereon.
2. To approve and ratify 10% dividend paid on Cumulative Redeemable Preference Shares for the years ended 31<sup>st</sup> March 1994, 31<sup>st</sup> March 1995, 31<sup>st</sup> March 1996, 31<sup>st</sup> March 1997, 31<sup>st</sup> March 1998 and 31<sup>st</sup> March 1999. (The arrears relate to Deccan Hospital Corporation Limited, Hyderabad which merged with the Company effective 1<sup>st</sup> April 1999 and which has been since dissolved).
3. To declare dividend on 10% Cumulative Redeemable Preference Shares for the year ended 31<sup>st</sup> March 2000.
4. To declare dividend of Rs. 2.50 per equity share which includes the interim dividend of Rs. 2.00 per equity share already paid for the year ended 31<sup>st</sup> March 2000.
5. To appoint a Director in the place of Mr. P. Obul Reddy, who retires by rotation and being eligible, offers himself for re-appointment.
6. To appoint a Director in the place of Mr. Rajkumar Menon, who retires by rotation and being eligible, offers himself for re-appointment.
7. To appoint a Director in the place of Mr. T.M. Joseph, who retires by rotation and being eligible, offers himself for re-appointment.
8. To appoint Auditors for the current year and fix their remuneration, M/s.S.Viswanathan, Chartered Accountants, Chennai. retire and are eligible for re-appointment.

### SPECIAL BUSINESS :

#### Item No. 9 :

To consider and, if thought fit, to pass, with or without modification, the following resolution as an **ORDINARY RESOLUTION**:

**"RESOLVED THAT** subject to the provisions of Sections 198, 309, 310 and other applicable provisions, if any, of the Companies Act, 1956 read with Schedule XIII thereof, the remuneration of Ms. Preetha Reddy, Managing Director be revised as hereunder, with effect from 1<sup>st</sup> August 2000 for the remaining period of her tenure ending on 2<sup>nd</sup> February 2003."

**"RESOLVED FURTHER THAT** for the aforesaid period, Ms. Preetha Reddy, Managing Director be paid total remuneration of such sum as shall not exceed 2% of the net profits of the Company in a financial year (such remuneration for part of the year being proportionately reckoned) computed in accordance with the provisions of Sections 349 and 350 of the Companies Act, 1956 read with Sections 198, 309 and 310 of the Act and that such remuneration be split and paid either monthly, quarterly, half yearly or otherwise as may be considered expedient or desirable and as may be agreed to between Ms. Preetha Reddy and the Board of Directors of the Company."

**"RESOLVED FURTHER THAT** in any financial year, in the event the Company has no profits, or such profits are inadequate to pay remuneration of not less than the minimum remuneration as mentioned in Section II of Part II of the Schedule XIII. Ms. Preetha Reddy be paid such remuneration as provided in the said Section II of Part II of the Schedule XIII of the Companies Act, 1956."

## Notice to the Shareholders (Contd.)



**"RESOLVED FURTHER THAT** the Board be and is hereby authorized to take all such steps as may be necessary, proper or expedient to give effect to this resolution."

### Item No. 10 :

To consider and, if thought fit, to pass, with or without modification, the following resolution as an **ORDINARY RESOLUTION** :

**"RESOLVED THAT** Ms. Suneeta Reddy who was appointed as an Additional Director at the meeting of the Board of Directors of the Company held on 1<sup>st</sup> May 2000 and who holds office upto the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing under Section 257 of the Companies Act, 1956 from a member proposing her candidature for the office of the Director, be and is hereby appointed as a Director of the Company, liable to retire by rotation."

**"RESOLVED FURTHER THAT** pursuant to provisions of Sections 198, 269, 309 read with Schedule XIII and other applicable provisions, if any, of the Companies Act, 1956 ("the Act") including any statutory modifications or re-enactment thereof for the time being in force, the consent of the Company be and is hereby accorded to the appointment of Ms. Suneeta Reddy as a Wholtime Director designated as Director - Finance with effect from 1<sup>st</sup> August 2000 to 2<sup>nd</sup> February 2003 upon the terms and conditions including payment of remuneration, perquisites and benefits payable as under, with a liberty and powers to the Board of Directors (including its committee appointed for the purpose) to grant increments and to alter and vary from time to time the amount and type of perquisites payable to Ms. Suneeta Reddy within the limits specified in the Schedule XIII of the Act or any amendments thereto.

- I. Salary: Rs. 1,25,000/- per month inclusive of all the perquisites and allowances.
- II. Ms. Suneeta Reddy shall be eligible to the following perquisites which shall not be included in the computation of the remuneration specified above.
  - a) Company's contributions to Provident Fund, Superannuation Fund or Annuity Fund as per the Rules of the Company to the extent these either singly or put together are not taxable under the Income Tax Act.
  - b) Gratuity as per the Rules of the Company.
  - c) Leave with full pay as per the Company's Rules. Encashment of Leave at the end of tenure is permitted.
- III. The Company shall provide a car for use on Company's business and telephone at the residence of Ms. Suneeta Reddy. Ms Suneeta Reddy shall be billed by the Company for personal long distance calls on telephone."

**"RESOLVED FURTHER THAT** subject to the provisions of Schedule XIII of the Companies Act, 1956, in the event of loss or inadequacy of profits, Ms. Suneeta Reddy shall be entitled to receive the same remuneration, perquisites and benefits as above as minimum remuneration."

**"RESOLVED FURTHER THAT** the Board be and is hereby authorized to take all such steps as may be necessary, proper or expedient to give effect to this resolution."

### Item No. 11 :

To consider and, if thought fit, to pass, with or without modification, the following resolution as an **ORDINARY RESOLUTION** :

**"RESOLVED THAT** Ms. Sangita Reddy who was appointed as an Additional Director at the meeting of the Board of Directors of the Company held on 31<sup>st</sup> July 2000 and who holds office upto the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing under Section 257 of the Companies Act, 1956 from a member proposing her candidature for the office of the Director, be and is hereby appointed as a Director of the Company, liable to retire by rotation."





## Notice to the Shareholders (Contd.)

**"RESOLVED FURTHER THAT** pursuant to provisions of Sections 198, 269, 309 read with Schedule XIII and other applicable provisions, if any, of the Companies Act, 1956 ("the Act") including any statutory modifications or re-enactment thereof for the time being in force, the consent of the Company be and is hereby accorded to the appointment of Ms. Sangita Reddy as a Wholtime Director designated as Director - Operations with effect from 1<sup>st</sup> August 2000 to 2<sup>nd</sup> February 2003 upon the terms and conditions including payment of remuneration, perquisites and benefits payable as under, with a liberty and powers to the Board of Directors (including its committee appointed for the purpose) to grant increments and to alter and vary from time to time the amount and type of perquisites payable to Ms. Sangita Reddy within the limits specified in the Schedule XIII of the Act or any amendments thereto.

- I. Salary: Rs. 1,25,000/- per month inclusive of all the perquisites and allowances.
- II. Ms. Sangita Reddy shall be eligible to the following perquisites which shall not be included in the computation of the remuneration specified above.
  - a. Company's contributions to Provident Fund, Superannuation Fund or Annuity Fund as per the Rules of the Company to the extent these either singly or put together are not taxable under the Income Tax Act.
  - b. Gratuity as per the Rules of the Company.
  - c. Leave with full pay as per the Company's Rules. Encashment of Leave at the end of tenure is permitted.
- III. The Company shall provide a car for use on Company's business and telephone at the residence of Ms. Sangita Reddy. Ms. Sangita Reddy shall be billed by the Company for personal long distance calls on telephone."

**"RESOLVED FURTHER THAT** subject to the provisions of Schedule XIII of the Companies Act, 1956, in the event of loss or inadequacy of profits, Ms. Sangita Reddy shall be entitled to receive the same remuneration, perquisites and benefits as above as minimum remuneration."

**"RESOLVED FURTHER THAT** the Board be and is hereby authorized to take all such steps as may be necessary, proper or expedient to give effect to this resolution."

### Item No. 12 :

To consider and, if thought fit, to pass, with or without modification, the following resolution as an **ORDINARY RESOLUTION**:

**"RESOLVED THAT** Mr. Anil Thadani who was appointed as an Additional Director at the meeting of the Board of Directors of the Company held on 28<sup>th</sup> June 2000 and who holds office upto the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing under Section 257 of the Companies Act, 1956 from a member proposing his candidature for the office of the Director, be and is hereby appointed as a Director of the Company, liable to retire by rotation."

### Item No. 13 :

To consider and, if thought fit, to pass, with or without modification, the following resolution as an **ORDINARY RESOLUTION**:

**"RESOLVED THAT** Mr. Deepak Vaidya who was appointed as an Additional Director at the meeting of the Board of Directors of the Company held on 31<sup>st</sup> July 2000 and who holds office upto the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing under Section 257 of the Companies Act, 1956 from a member proposing his candidature for the office of the Director, be and is hereby appointed as a Director of the Company, liable to retire by rotation."

## Notice to the Shareholders (Contd.)



### Item No. 14 :

To consider and, if thought fit, to pass, with or without modification, the following resolution as a **SPECIAL RESOLUTION**:

**"RESOLVED THAT** pursuant to Sections 258, 259 and other applicable provisions, if any, of the Companies Act, 1956 and subject to approval of Central Government, the number of directors of the Company be increased from fourteen to fifteen."

**"RESOLVED FURTHER THAT** pursuant to Section 31 and other applicable provisions, if any, of the Companies Act, 1956, Article 98 (a) of the Articles of Association of the Company shall be amended by substituting the word "fifteen" in the place of word "fourteen" in the second line of the said Article."

**"RESOLVED FURTHER THAT** the Board be and is hereby authorized to take all such steps as may be necessary, proper or expedient to give effect to this resolution."

### Item No. 15 :

To consider and, if thought fit, to pass, with or without modification, the following resolution as a **SPECIAL RESOLUTION** :

**"RESOLVED THAT** subject to provisions of the relevant laws as applicable from time to time and subject to such consents, permissions and sanctions as may be required from appropriate authorities, consent of the Company be and is hereby accorded for acquiring and holding of equity shares of the Company by Foreign Institutional Investors (FIIs), Overseas Corporate Bodies (OCBs) and Non Resident Indians (NRIs) upto an aggregate limit of 40% of the paid up equity share capital of the Company or upto such other limits as may be permitted by law from time to time and approved by the Board of Directors of the Company, which approval they are hereby authorized to accord from time to time, provided however that the equity shareholding of single FII, NRI or OCB shall be subject to such limits as specified by Reserve Bank of India from time to time under the said Portfolio Investment Scheme or such other limits as may be permitted by law and approved by the Board of Directors of the Company."

**"RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorized to do all such acts, deeds, matters and execute all such documents, deeds and writings as may be required for the aforesaid purpose and which it may deem fit in the interest of the company "

By order of the Board  
For **APOLLO HOSPITALS ENTERPRISE LIMITED**

Place : Chennai  
Dated : 31<sup>st</sup> July 2000

**K. Venkataraman Nivarthi**  
Sr. General Manager (Finance) &  
Company Secretary.