



*Annual Report*  
2011 - 2012

 **CENTENIAL**  
SURGICAL SUITE, LLC



# CENTENIAL SURGICAL SUTURE LTD.

## NOTICE TO MEMBERS

Notice is hereby given that the 17th Annual General Meeting of the members of CENTENIAL SURGICAL SUTURE LTD. will be held on Tuesday SEPTEMBER 18, 2012 at 4.30 p.m. at the Registered Office of the Company situated at F-29, MIDC, Murbad, Thane - 421 401 to transact the following business :

### A. ORDINARY BUSINESS:

1. To receive, consider and adopt the audited accounts for the year ended March 31, 2012 along with notes and schedules thereon as on that date and the reports of Directors and Auditors thereon.
2. To appoint a Director in place of Shri Bhushan Limaye - Independent Non Executive Director of the Company who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Auditors and to fix their remuneration. In this connection, to consider and, if thought fit, to pass the following resolution which will be proposed as an ordinary resolution.

"RESOLVED THAT M/s. Vipul N. Shah & Associates, Chartered Accountants registered with the Institute of Chartered Accountants of India vide Firm Registration No. 111547W is hereby re-appointed as a Statutory Auditors of the Company to hold office from the conclusion of this meeting till the conclusion of next Annual General Meeting, to audit the accounts of the Company for the financial year 2012-2013, including the Audit of Cash Flow statements, on a remuneration to be mutually decided by Shri Vijay Majrekar, Managing Director of the Company in consultation with the Statutory Auditors of the Company."

### NOTES:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and such proxy need not be a member of the Company.
2. The proxies, in order to be effective should be deposited with the Company not less than 48 hours before the time fixed for the commencement of the meeting.
3. Members are requested to notify any changes in their addresses to the Company's registered office.
4. The Register of Members and Share Transfer Register shall remain closed from Tuesday 11<sup>th</sup> September, 2012 to Tuesday the 18<sup>th</sup> September, 2012 (both days inclusive).
5. Members are requested to bring their copy of Annual Report for 2011-2012 to the Annual General Meeting.
6. Members are requested to produce the attendance slip duly signed, sent along with the Annual Report and Accounts, for admission to the meeting hall.
7. Members who are holding shares in identical order or names in more than one folio are requested to write to the Company to enable the Company to consolidate their holdings in one folio.
8. The Ministry of Corporate Affairs (MCA) has taken a "Green Initiative in Corporate Governance" (Circular No. 17/2011 dated 21.04.2011 and Circular No. 18/2011 dated 29.04.2011) allowing companies to dispatch documents to the shareholders through electronic mode. Considering the above theme, your company has decided to send Annual Report through electronic mode. However, if required the copy of the Annual Report shall be provided to the shareholder at the Annual General Meeting.

The members are requested to:

- i. Intimate to the registrars / Company, changes if any, in their registered address at an early date along with the pin code number;
  - ii. Quote Registered Folio / Client ID & DP ID in all their correspondence;
  - iii. Dematerialize the shares held in physical form at the earliest as trading in the Equity Shares of the Company shall be only in dematerialised form for all the investors.
9. **NO GIFTS WILL BE DISTRIBUTED.**

Registered Office :  
F-29, MIDC, Murbad, Thane - 421401.

For and on behalf of the Board of Directors  
CENTENIAL SURGICAL SUTURE LTD.

Murbad, Thane, August 13, 2012

Vijay Majrekar  
Chairman and Managing Director



# CENTENIAL SURGICAL SUTURE LTD.

## Annual Report 2011 - 2012

### COMPANY INFORMATION

#### BOARD OF DIRECTORS

Vijay Majrekar  
Chairman & Managing Director

Devraj Poojary  
Executive Director

S. H. Jain  
Independent Non Executive Director

B. S. Limaye  
Independent Non Executive Director

S. C. Modi  
Independent Non Executive Director

J. Rathod  
Chief Operating Officer

S. Mhatre  
Chief Financial Officer

#### REGISTERED OFFICE

F-29, MIDC, Murbad, Thane 421401,  
Maharashtra.

#### BANKERS

Canara Bank  
HDFC Bank Ltd.  
State Bank of India  
Gopinath Patil Parsik Jwala Sahakari Bank Ltd.

#### MANUFACTURING FACILITIES & SITE

F-29 : B-17, MIDC, Murbad, Thane 421401,  
Village Dhawale, Ulhasnagar, Thane.

#### WEBSITE

[www.centennialindia.com](http://www.centennialindia.com)

#### AUDITORS

Vipul N. Shah & Associates

#### SHARE REGISTRARS

Purva Sharegistry India Pvt. Ltd.

#### CONTENTS

#### Page#

Company Information	1
Director's Report	2
Management Discussion & Analysis Report	7
Corporate Governance Report	9
Code of Conduct & CEO / CFO Certification	16
General Shareholder Information	17
Certificate of Compliance with the Corporate Governance - Clause 49	18

#### Page#

Compliance Certificate	19
Auditor's Report	21
Balance Sheet	24
Statement of Profit & Loss Account	25
Cash Flow	26
Notes forming part of the financial statements	27

### Forward-looking Information

In this Annual Report we have disclosed forward - looking information to enable investors to comprehend our prospects and take informed investments decisions. This report and other statements - written that we periodically make contain forward-looking statements that set out anticipated results based on the management's plans and assumptions. We have tried wherever possible to identify such statements by using words such as 'anticipated', 'estimates', 'expects, projects, intends, plans believes and words of similar substance in connection with any discussion of future performance. We cannot guarantee that these forward looking statements will be realized, although we believe we have been prudent in assumptions. The achievement of results is subject to risks, uncertainties and even inaccurate assumptions. Should known or unknown risks or uncertainties materialize or should

underlying assumptions prove inaccurate, actual results could vary materially from anticipated, estimated or projected. Readers should bear this in mind.

The information and opinions contained in this report do not constitute an offer to buy any of CENTENIAL Surgical Suture Ltd. securities, businesses, products or services. The report also contains forward-looking statements, qualified in connection with any discussion of future performance, that we believe to be true at the time of the preparation of the report. CENTENIAL Surgical Suture Ltd. does not take on any obligation to publicly update any forward- looking statement, whether as a result of new information, future events or otherwise.

# CENTENIAL SURGICAL SUTURE LTD.

## Annual Report 2011 - 2012

### DIRECTOR'S REPORT

#### To the Shareholders,

Your Directors have pleasure in presenting the Annual Report together with the audited Accounts for the year ended March 31, 2012.

The financial year 2011 - 2012 under review was unusual and one of the most challenging in memory, marked by a global slowdown, extreme currency volatility, prominent and severe natural disasters - particularly in Japan. The tragic earthquake and tsunami in Japan in March 2011, shows the vulnerability of our company's atraumatic needle supply to external shocks and were severely impacted by the earthquake and tsunami and its after-effects. The Company however, managed to avoid any significant production disruption by working with its reserve inventory and overall supply base to temporarily resource atraumatic needles and help our Japanese suppliers to stabilise production.

#### Financial Performance

Financial Results of the Company's operation for the year under review are as follows:

₹ in Lakhs

For the year ended March 31	2012	2011
Net Profit before Depreciation & Taxation	310.52	385.63
Less : Depreciation	58.76	64.69
Provision for Deferred Taxation	0.00	0.13
Provision for Taxation / Written Off	100.87	112.95
Net Profit/(Loss)	150.89	207.85
Add : Balance from Last Year	896.05	688.20
Prior Period Profit adjustments	0.00	0.00
Less : Appropriation	0.00	0.00
Transfer to Reserves Loss carried to Balance Sheet	1046.94	896.05

The year under review witnessed a lot of challenges with growing competition and changes in surgeons/customers preference. The key challenge was to concurrently lay emphasis on the short term actions to restore market position, substantial product development, marketing efforts and the long term initiatives aimed to grow the fastest growing segments/regions. As you are aware, your Company is pursuing the vision to be in volume business so as to distribute costs more effectively. Views differ on how long this trend of uncertain outlook would continue but the Company is prudently building a measure of flexibility into its plans to meet any eventuality but at the same time is not diluting its product market capability

build up to national player. Further details of operations are given in the management discussion and analysis report, which forms part of this report. During the Financial Year 2012 - 2013, the Company will continue to focus on driving in its established key growth brands and launching new brands in the market. Promoting commercial innovation to bring value to customers in an ethical manner is a priority for the Company. Various innovative marketing methods have been initiated to achieve this goal. In case of surge in demand, the Company has adequate capacity to manufacture sutures required for the business. Further, the company is reviewing the production plan at regular intervals and has the ability to add modules of capacity to short cycle times to meet demand increases. This commercial innovation will continue to remain a focus area for the year 2012 - 2013. The Company will continue to build on the strengths and ever endeavoring to be surgeon centric and your Company is confident to address the opportunities that the new financial year offers and overcome the challenges. Your Company has always placed primacy on quality and technology leadership for growth and believes it will continue to stand them in good stead. In summary, the Company has prepared well for the challenging economic scenario expected in the future, reasonable growth as well as the upcoming competition in the Suture industry. To live up to these responsibilities, now and in the future, the Company is recalibrating business model with a definite and reasonable objective and further sharpen our focus on ways and means to rationalize cost, economies of scale, insulation against raw material price volatility to cater our domestic customers.

CENTENIAL SURGICAL SUTURE LTD., is well known in the suture industry as a manufacturer of superior atraumatic needled surgical sutures. Everything that CENTENIAL SURGICAL SUTURE LTD., manufactures is backed by years of experience. SUTURES bearing the CENTENIAL SURGICAL SUTURE LTD., name are of correct design and superior quality. Each suture is fully guaranteed as to quality and workmanship. Today, in addition to the recognition for excellence achieved in the areas of Cardiovascular Sutures, CENTENIAL SURGICAL SUTURE LTD., also provides a broad range of medical devices manufactured to our traditionally high standards of quality and value. We, at CENTENIAL, remain steadfast in our vision of making CENTENIAL an outstanding global sutures provider and an institution of excellence which operates on the principles of Quality and Ethics ~ a sales & marketing network that leverages learning across geographies the finest sutures ~ all to the ultimate benefit of the patient.

This vision positions CENTENIAL as a leader in an industry where the gap, between demand for Quality sutures and to meet that demand, remains enormous. India

# CENTENIAL SURGICAL SUTURE LTD.

## Annual Report 2011 - 2012

becoming important market for healthcare increases in parallel with economic growth. CENTENIAL recognises this opportunity and working towards becoming the company of choice for sutures.

The business year 2011 - 2012 has seen your company strengthen its base as it advances closer towards realising its ambitious vision, untiring dedication and commitment. This has been an eventful year with a significant release of numerous codes of antibacterial sutures on the domestic front. A strong presence across India helped CENTENIAL build a solid platform that has positioned us for international growth, in line with the company's strategy to extend its presence globally and meet growth opportunities in alignment with our vision.

At the end of this fiscal, CENTENIAL has emerged even stronger and more prepared for the next year. CENTENIAL's leadership team has demonstrated our capability and strategic intent, and we will continue to explore other growth opportunities in alignment with our vision. We are confident about the future and grateful for the goodwill and support of our Surgeons. We take this opportunity to thank all the surgeons for their continuing support. I am also indebted to the members of the CENTENIAL Board for their guidance and to the employees of the CENTENIAL.

Two of the three pivotal of the Human Development index are Health and Education. This underlines the fact that the growth and development of any country is largely dependent on the state of its health and education dispensing systems and structures. While advancement has been made by INDIA in both these spheres, the potential for improvement still remains immense. Recognising the importance of health in the process of economic and social development and in improving quality of life, the Indian government has launched various schemes. Apart from reforms on the public healthcare front, there are initiatives by the central government which have helped in promoting private participation in the healthcare sector. The government is giving tax incentives to hundred-bed hospital to encourage private players to set up new Greenfield hospital's across India. Your company is engaged in the business of improving and saving lives; it is humbling to think of impact we make each day on the thousand of people that seek our sutures and medical devices for themselves and their loved ones. We clearly have an integral role to play in India's development and a duty to deliver quality SUTURES with a compassionate approach, in a caring environment, to those that need sutures & medical devices.

CENTENIAL, through its various upcoming products will add considerably to its sales in the coming years. SUTURES form the core of CENTENIAL's business approach and this unwavering patient-centric focus that has made our

company preferred choice in the sutures space. CENTENIAL continues to bring in the finest suture and atraumatic needles and explore newer ways of offering the very best suture codes in the suture industry. Your company believes in delivering results by employing the best technology and setting industry benchmark in the process. This, for your company, was just another setup forward in its relentless in its pursuit of the next level of Quality sutures and capability.

While our emphasis remains on growth in the domestic market, we clearly have ambitions of taking the CENTENIAL value proposition. We are convinced that the benefit realized from such platforms are many, including access to a wider talent pool, cost saving on account of economies of scale and an environment of cross-pollination in terms of learning and experience.

The Company will invest in strong operating system, robust processes and talented people, with an unwavering focus on medical excellence and patient-centric healthcare. Our business model builds the strength of our accumulated experience and extensive domain knowledge of the sector. We continue to evolve as we walk the path of ever-improving quality with an eye on delivering reliable, accessible and affordable sutures of a global standard.

The growth story continues at CENTENIAL. Apart from new hospitals, the Company grew in existing facilities as well; by adding new equipments, improving infrastructure and enhancing capability through technology. We take pride in knowing that some of the best Surgeons in INDIA using CENTENIAL sutures. The company has sharpened its focus on quality and building a quality agenda in Indian healthcare. We have achieved cost-saving synergies very rapidly and have implemented several initiatives to improve productivity. These will continue going forward.

Our strategy remains firmly focused on creating new benchmarks in each of the specialties, by innovating new modalities of sutures and offering our customers a unique value proposition. To enable and enhance this process we are strengthening our systems and protocols and investing resources to improve the competencies of our people. We recognise that our brand of sutures delivery is entirely dependent on the standard of service we provide to our surgeons and will focus its energy entirely on enhancing customer experience, has been added to enable the organization to meet and exceed their expectations.

As we move forward we will continue to strengthen the synergy between our distinctive products and the acumen of our marketing personnel. We will back this with strong management principles to deliver on the vision of excellence in patient care that drives us. Your company has the right combination of ambition, innovation and agility to compete and excel in the ever-changing world of modern sutures.

# CENTENIAL SURGICAL SUTURE LTD.

## Annual Report 2011 - 2012

As we look at the numbers in the current maelstrom, whilst our revenues and profits have been impacted across businesses, in relative terms, measured against the earlier years, we have stood our ground. Without doubt, we are facing our toughest challenge, but we will scale up our core products while providing direction to newer areas of growth. We believe that tough times don't last, tough people do. At a time like this, we constantly remind ourselves our values and beliefs that our collective endeavour as an organisation is to build businesses for the long haul. In the past too, there have been sharp swings in business cycles and there will be more of these in the future, though hopefully not of the magnitude and ferociousness we are seeing today. And each time in the past we have come out of the eye of the storm, we have emerged fitter and stronger and the passion for Innovation is vibrant and urgent.

Our values always guide us, and our history and heritage as a company, in one word, stands for trust, service and high Quality. Our demanding standards of governance have set us apart, even more, now, and in the future. Clearly, investors and employees will appreciate and learn to value differentiation between organisations like ours that are ethical, honest, well-governed and transparent, and others, for whom governance is a platitude. This is a huge strength, built over time into our genetic coding. It will always stand us in good stead. We are focusing on building strong administrative and support functions and have concurrently invested in systems for financial accounting, accurate billing, objective legal system, strong human resources and excellent Quality.

The workforce strength on our payroll is a balanced blend of youth and experience. A common culture flows through the entire company, which values persistence and focus. Our workforce is empowered to handle operations independently as they have a better understanding of the operations and realities. Our company regards learning as an ongoing process, because, it's the industry expertise and skills we possess, that help us in understanding our SURGEON'S better.

Our values always guide us, and our history and heritage as a company, in one word, stands for trust, service and high Quality. Your company will exploit its strengths in cardio and vascular sutures business and exploring growth opportunities. Clearly the way to succeed in this market is through improved processes and enhanced production of the right Quality.

We have a brand name which stands for Quality, Reliability, Commitment and Integrity. The CENTENIAL name is pronounced with great deal of respect, in domestic as well as international markets. It has been created through sheer sincere dedication. This makes us believe that it will be long lasting and something we can build

further on

To further your company's growth, the Cardio Vascular products is being given additional impetus. New production lines have been established to increase the production substantially in the coming years. The management of your company is planning to increase the market share of Cardio Vascular products business. Confidence in our products will further accelerate the success rate in the coming years. Considering the challenging business environment your Company's performance can be termed as satisfactory.

### Operations

The Company registered sales of Rs.5247.98 lakhs in the financial year ended March 31, 2012, clocking a growth of 4.45% over the corresponding 12 months period ended March 31, 2011. The results for the year show net profit after tax of Rs.150.89 lakhs as compared to the net profit after tax of Rs.207.85 lakhs. The earnings per share decreased from Rs.5.70 in 2010 - 2011 to Rs.4.14 in the year under review. The Company's profitability declined besides other expenses being higher, due to extreme currency volatility, high inventory costs, higher selling overheads, rising staff/labour costs and rising material/interest/finance costs. To mitigate any risks due to material cost increase, the company continues to work on material cost optimization through deep dives, value production and alternative sourcing to sustain profitability to the extent feasible.

Many established surgeons have tried our products and started using them continuously and the trends are encouraging. The technical functioning of our plant as indicated by the above-mentioned results, the capacity utilisation's was quite satisfactory and production levels were selectively improved as required.

As a measure of performance which aims to deliver a better deal to all the stakeholders of the company, be it customers, employees, shareholders, the community and the environment. Our customers have never wavered in their unanimous opinion of our capability and our commitment to serve them. A strong and satisfied client base is more than borne out by the fact that we still continue to draw 80% of our business from repeat customers.

The passion for innovation is vibrant and urgent. It also gives us happiness that SURGEON'S have reposed faith in our ability to make a difference. We have a brand name, which stands for reliability, commitment and SAFETY. The CENTENIAL name is pronounced with great deal of respect, in the domestic market. It has been created through sheer dedication. This makes us believe that it will be long lasting and something we can build further on. The quality of management and the professionals of the company is the true reputation builder of the company. More than 95% of the current workforce has grown with



# CENTENIAL SURGICAL SUTURE LTD.

## Annual Report 2011 - 2012

us, with some clocking more than ten years. They realize the value of success and the hard work required to sustain this success. They have been an important part of the journey of creating value leadership. We think our spirit and our resolve are something, which cannot be replicated. This indeed is a defining value.

### ISO 9001 : 2008 Certification

Your company is ISO 9001 : 2008 certified. The stringent ISO 9001 : 2008 system means effective control over every step to achieve true quality assurance for our products.

### Research and Development

Your Company strongly believes that sustained growth in this suture industry can be achieved through continuous pursuit for innovation. Maintaining World Class Quality Standards is an obsession with top management that percolates to every level, making CENTENIAL facilities and products a landmark. Everyday Surgeon's expectations continually increase. The Company's research & development activities continue to be directed towards upgradation of technology and development of new product codes and packaging lines. Your company's commitment is to meet and exceed those expectations.

### People and Safety

Your Company believes the most valuable asset of every company is its human resource. CENTENIAL values all our employees and makes effort through Quality of work life to help their growth. Your Company has always placed emphasis on our people and safety at workplace. Industrial relations in the company were cordial throughout the business year under review. This year's results were possible due to the excellent individual and team efforts of our employees. The Board of Directors take this opportunity to thank them for their efforts and for those that will come this business year. The Board of Directors wish to place on record their sincere appreciation for the continued support and excellent work of all the employees.

### Dividend

Your Directors after careful consideration of the financial accounts of the company have not recommended any dividend to the equity shareholders of the company. While placing on record their deep concern, the Directors decided that in view of the inadequate profits it would not be possible to declare dividend as there was a need to conserve the profits for better financial health and need for working capital to the company.

### Preferential Issue

Extraordinary General Meeting of the members was held on Saturday, the 18<sup>th</sup> day of January, 2012, at 4.30 p.m., at the Registered Office: F-29, MIDC, Murbad, Thane 421401 to increase the present Authorised Capital of ₹ 7,50,00,000/- divided into 75,00,000 Equity Shares of ₹ 10/- each and in

order to meet eventualities such as augmenting resources, issue of shares etc., it was proposed to increase the Authorised Capital to ₹ 9,00,00,000/- divided into 90,00,000 Equity Shares of ₹ 10/- each. The same was proposed to pay unsecured loans by issuing preferential allotment in the future date to allot 23,33,333 Equity Shares ₹ 10.00 (₹ Ten only) each at a premium of ₹ 2.00 each aggregating to an issue price of ₹ 12.00 each at cash to promoter - 250000 and 2083333 to body corporate. The object of the issue of the equity shares by way of the proposed preferential offer was to convert the unsecured loans to equity shares of the company as it was considered more feasible rather than borrowing from banks and other sources for repayment of the unsecured loans, which are attributed to hefty interest payment. Also the financing of unsecured loans from the preferential issue will directly benefit the working capital needs of the Company for the growth of the Company. Therefore, it was proposed to raise an amount not exceeding ₹ 3,16,20,000 (₹ Three Crores Sixteen Lakhs Twenty Thousand Only) by issue of 26,35,000 Equity shares of ₹ 10.00 (₹ Ten only) each at price of ₹ 12.00 (₹ Twelve only) per share, through preferential allotment of Convertible Warrants with the approval of the Shareholders by way of Special Resolution & the proposal was placed for approval. The above resolutions were not approved by the shareholder's & hence the proposal to increase authorized capital and allot equity shares to convert the unsecured loans and to raise long term resources, to strengthen the financial position and net worth and for general corporate purposes, and taking into consideration, the performance and positive outlook of the company, as well as the strategy and growth plan, and in order to conserve the valuable funds of the company and to augment the working capital of the Company remained unresolved.

### Directors

During the year, Shri B. S. Limaye, Independent Non Executive Director of the Company is retiring by rotation and being eligible offers himself for re-appointment.

### Directors Responsibility Statement

Pursuant to sub-section (2AA) of section 217 of the Companies Act, 1956, the Board of Directors of the Company hereby state and confirm that:

- i). in the preparation of the annual accounts, the applicable accounting standards have been followed;
- ii). the Company has in the selection of accounting policies, consulted the Statutory Auditors and these have been consistently, and reasonable and prudent judgments and estimates have been made so as to give a true and fair view of the state of affairs of the Company as at March 31, 2012 and of the Profit of the Company for the year ended on that date.
- iii). the Company has taken proper and sufficient care for the maintenance of adequate accounting records in

# CENTENIAL SURGICAL SUTURE LTD.

## Annual Report 2011 - 2012

accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.

- (iv). the annual accounts have been prepared on a "going concern" basis.

### Deposits

The Company has not accepted any deposits under section 58A of the Company's Act, 1956 during the year

### Particulars of employees

In accordance with the provisions of Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules 1975 as amended, the name and other particulars of the employee are set out in the annexure to the Directors Report.

### Corporate Governance Code

A separate report on Corporate Governance is enclosed as a part of this Annual Report. Certificate of Messrs Vipul N. Shah & Associates, regarding compliance of conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement with stock exchange is enclosed herewith.

### Compliance Certificate

Compliance Certificate as required under section 383A of the Companies Act, 1956 prepared and issued by Messrs HS Associates, Company Secretaries in Practice, is annexed hereto.

### Conservation of energy, technology absorption, foreign exchange earning and out goings

Conservation of energy continues to be a priority area for the Company and efforts are directed to reduce energy costs. Information required under Section 217 (1) (e) of the Companies Act, 1956 read with Rule 2 of the Companies (Disclosure of particulars in the Report of the Board of Directors) Rules, 1988, is given in the annexure to this report.

### Environment and safety

The Company accords the highest priority for maintaining safety standards and a pollution-free environment.

### Subsidiaries

Since the Company has no subsidiaries, Section 212 of the Companies Act, 1956 does not apply.

### Auditors

Messrs Vipul N. Shah & Associates, Chartered Accountants, retire at the conclusion of the forthcoming Annual General Meeting. The Company has received a certificate from

Messrs Vipul N. Shah & Associates, Chartered Accountants, Auditors, proposed to be re-appointed, to the effect that their reappointment, if made, would be in conformity with the limits specified under the provisions of section 224 (1B) of the companies Act, 1956.

### Acknowledgment

We would like to thank you for the support and faith you have shown in us, and look forward to a fruitful relationship for years to come. We would like to thank all the stakeholders for their trust and support. I am also thankful to the members of the Board for their insight and guidance. I would also like to extend a special thank you to all the members of the management team and employees who contributed each day to the success of our company. Your Directors also place on record their deep sense of appreciation for the services rendered by the employees of the company.

for and on behalf of the Board of Directors  
**CENTENIAL SURGICAL SUTURE LTD.**

Mumbai  
August 13, 2012

Vijay Majrekar  
Chairman & Managing Director

### ANNEXURE TO DIRECTORS' REPORT

Information under Section 217(1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 and forming part of the Directors' Report for the year ended on March 31, 2012.

#### A. Conservation of energy

The Company continues to explore measures, which will help in conservation and saving of energy.

Power and fuel consumption		2011 - 2012	2010 - 2011
1).	Electricity Consumption		
	a) Purchased units	2,30,242	2,24,493
	Total Amount (₹ in Lakhs)	16.30	14.10
	Rate/unit	₹ 7.08	₹ 6.28
	Consumption per unit of production	N.A.	N.A.
	b). Own Generation		
	Through Diesel Generator :		
	Units	3,500	3,380
	Total Amount (₹ in Lakhs)	0.89	0.33
	Cost/Unit	₹ 25.42	₹ 9.92
	Consumption per unit of production	N.A.	N.A.
2).	Furnance Oil	N.A.	N.A.
3).	Coal (specify quality)	N.A.	N.A.
4).	Others (specify)	N.A.	N.A.