



KOVAI MEDICAL CENTER AND HOSPITAL LIMITED

NABH Accredited Hospital

Excellence in Healthcare

99, Avanashi Road, Coimbatore - 641 014. INDIA | Phone : (0422) 4323800

Fax : (0422) 2627782 | Web : www.kmchhospitals.com | CIN No : L85110TZ1985PLC001659



Ref: KMCH/F&A/SE/2018-19/460

August 7, 2018

To

Corporate Relationship Department
BSE Limited
1st Floor, New Trading Ring
Rotunda Building, P.J.Towers
Dalal Street, Fort
Mumbai – 400 001

Dear Sirs,

Sub: Disclosure under Regulation 34 of SEBI (LODR) Regulations 2015 - reg.
Ref: Security Name: KOVAI, Security Code: 523323

With reference to the above, we attach herewith a copy of our Annual Report for the year 2017-18 as required under Regulation 34 of SEBI (LODR) Regulations 2015 and as per the provisions of Companies Act 2013 duly approved and adopted by the members at the Annual General Meeting held on 6th August 2018.

We request you to take the same on record.

Thanking you

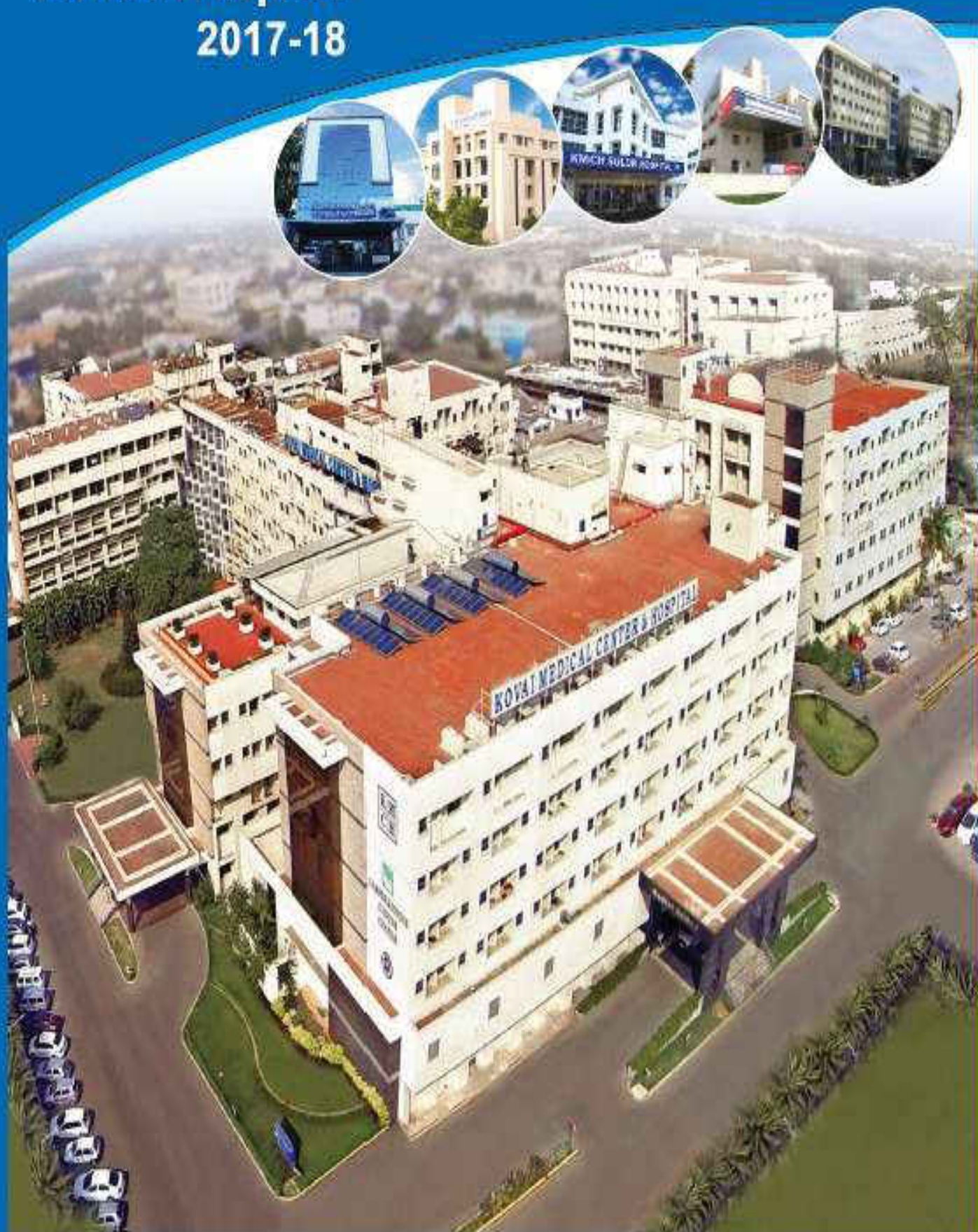
Yours faithfully

For KOVAI MEDICAL CENTER AND HOSPITAL LIMITED

S.P.CHITTIBABU
COMPANY SECRETARY



Annual Report 2017-18



Kovai Medical Center and Hospital Limited

Excellence in Healthcare



SEVEN YEARS SYNOPSIS

BUSINESS GROWTH

REVENUE



SHAREHOLDER VALUE ACCRETION

BOOK VALUE PER SHARE



OPERATING PROFIT [EBITDA]



NETWORTH



PROFIT AFTER TAX [PAT]



EARNINGS PER SHARE





KOVAI MEDICAL CENTER AND HOSPITAL LIMITED

BOARD OF DIRECTORS

Dr. Nalla G Palaniswami
Managing Director

Dr. Thavamani Devi Palaniswami
Joint Managing Director

Dr. Mohan S Gounder
Joint Managing Director

Dr. Arun N Palaniswami
Whole Time Director

Mr. Kasi K Goundan
Independent Director

Dr. M. Manickam
Independent Director

CA A.M. Palanisamy
Independent Director

Dr. M.C. Thirumoorthi
Non-Independent Director

Mr. A.K. Venkatasamy
Independent Director

Mr. K. Saminathan
Independent Director

Dr. M.A. Muthusethupathi
Independent Director

Dr. Purani P Palaniswami
(Alternate – Dr.S.Krishnasamy)
Non-independent Director

CA. M.K. Ravindra Kumar
Chief Financial Officer

CS. S.P. Chittibabu
Company Secretary

REGISTERED OFFICE & HOSPITAL COMPLEX

99, Avanashi Road, Coimbatore - 641 014

CIN : L85110TZ1985PLC001659
Tele : +91 - 422 - 4323800, 3083800
Fax : +91 - 422 - 4270639
E-mail : secretarialdept@kmchhospitals.com
accounts@kmchhospitals.com
Website : www.kmchhospitals.com

AUDITORS

M/s.Haribhakti & Co. LLP
Chartered Accountants, Coimbatore - 641 012

SECRETARIAL AUDITORS

M/s KSR & Co. Company Secretaries LLP
Coimbatore – 641 018

REGISTRAR & SHARE TRANSFER AGENT

M/s.GNSA Infotech Limited
STA Department, Nelson Chambers, F-Block,
4th Floor, No.115, Nelson Manickam Road,
Aminjikarai, Chennai - 600 029.
Phone : + 91-44-42962025
Email : sta@gnsaindia.com

BANKERS

Indian Bank
Indian Overseas Bank
HDFC Bank Limited
State Bank of India
Bank of Baroda
ICICI Bank Limited



KOVAI MEDICAL CENTER AND HOSPITAL LIMITED

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KMCH - A Role Model in Healthcare



The past years witnessed unprecedented growth in our stature as a true leader for others to follow, not just in India, but for other developing countries as well. Right from the launch of Mobile Stroke Unit, Somatom CT machine to performing the first heterotopic heart transplant, Kovai Medical Center and Hospital has seen multiple firsts in its achievements. The Mobile Stroke Unit was relaunched with redesign of the entire Mobile Unit with the help of Schiller and this will change the way a Stroke will be treated. A unique helpline number 95665 95665 was established with a dedicated team of Doctors and nurses available 24 hours. It is truly a matter of great pride for Neurosciences, Interventional Radiology, Emergency Services, and Critical Care Department to have achieved this historic landmark.

HETEROTOPIC HEART TRANSPLANT

The Department of Cardio-Thoracic Surgery, headed by Dr.Prashant Vaijyanath, performed Asia's first heterotopic heart transplant with direct pulmonary artery anastomosis. In layman's term, this patient has two hearts beating inside his body, one from a donor who died after an accident and another his own badly damaged heart. It is a matter of great pride that Dr.Prashant will be receiving an award from the United Nations Headquarters, New York, USA for his original contribution for advancements of science by this new technique, which has been adjudged as an innovative surgery.



ROBOTIC SURGERY



The Department of Robotic Surgery has again proved itself to be a regional leader having performed the country's fastest Whipples Surgery by Dr. A. Ganesan and his team for a patient with pancreatic cancer. He is steadily developing into a national leader in complex robotic surgeries. The team of Dr.Ganesan, Dr.Kuppurajan, Dr.Rajkumar, Dr.Anandan, Dr.Anbukkani Subbian and Dr.Naga Kumaran have been successfully performing a variety of robotic procedures across surgical specialties.

DEPARTMENT OF RADIOLOGY

The Department of Radiology has consistently stood as a leader and has acquired the world's fastest CT scanner, the Somatom Force, which is capable of covering 2.25 meters per second ensuring that the highest resolution imaging of the coronary arteries. It can be performed with the lowest dose of contrast and radiation. Further, the Somatom Force is also the world's most advanced spectral CT allowing analysis of tissue, which was never possible in the past.



The Fetal Medicine Department in KMCH is also the first department in Tamil Nadu outside Chennai to do fetoscopic procedures where delicate surgeries can be performed on the fetus to ensure its safety. The Department of Fetal Medicine with Dr.Sumathi, Dr.Pavithra and Dr.Saira is poised to become a leader in this region. With the addition of Dr.Amit Kumar, the Department of Fetal Medicine, has also extended its services by adding the Genetic Clinic, which allows detection of genetic disorders and further helps patients through counselling.

The Department of Radiology also has acquired the first wide-bore silent MRI system with in-bore experience allowing the patients to experience an 'out-of-the-world' feeling when they are undergoing MRI scans to ensure that discomfort associated with MRI procedures are not there. Further, this unit also has technology dedicated to do fetal MRI allowing diagnosis of extremely complex abnormalities, which were so far difficult.

HAEMATOLOGY & ONCOLOGY



The Department of Haematology and Radiation Oncology under the leadership of Dr.Rajasekar and Dr.Subramaniam created a milestone by installing the first blood irradiation chamber in this region. The key advantage of this is preventing transfusion-associated graft versus host disease. Also, this ensures safety of patients undergoing bone marrow transplants. With the increase in number of patients in oncology, the department is gearing up for its second state-of-the-art linear accelerator.

DEPARTMENT OF NUCLEAR MEDICINE

The Nuclear Medicine Department of KMCH played host to the Second World Rhenium Congress, a platform to foster research collaborations among various Nuclear medicine Specialists from 22 countries. Advanced Liver Cancers, which cannot be cured but need palliation for better quality of life, are being treated by radio nuclide therapy using radio conjugates. This radio conjugate is cheaper and equally effective if not better than other available options in treating advanced liver cancers. KMCH has been in the forefront of making available this novel treatment option.



COMBINED PANCREAS AND KIDNEY TRANSPLANT



Yet another first and a significant milestone is the combined pancreas and kidney transplant for a 29 year old patient from Salem, who was suffering from Type I diabetes along with end stage kidney failure, retinopathy and neuropathy. Dr. Mangal Kumar, Consultant Nephrologist and Dr. Vivekanandhan, Liver Transplant Consultant performed the complex operation. The patient will no more be insulin dependent since his new pancreas started secreting required insulin by restoring the normal insulin level.

MEDICAL COLLEGE PROJECT

The Medical College Project has commenced and construction of a new 700 Beds Teaching Hospital is in progress. The Medical College will be christened as "KMCH Institute of Health Sciences and Research (a Unit of Kovai Medical Center and Hospital Limited)". Foundation Stone of the Hospital Building was laid by Hon'ble Governor of Tamil Nadu, His Excellency Shri Banwarilal Purohit.



"LIFE ONCE MORE"

Liver transplants offer a second chance for the people with end stage Liver disease. KMCH Liver Unit has been offering Liver transplantation since July 2014. Since then over 75 transplants have been completed with success rate close to 90%. To celebrate this success, Patients who underwent Liver transplants at the Liver Unit, KMCH had their first reunion on 2nd December, 2017 to share their experience which they passed through during the process of transplantation. Eminent speakers inspired the entire team on the theme of "Life Once More". The event was made so meaningful for physicians and nurses who balanced emotionally with their old patients and had a chance of reuniting.



AWARDS



A proud recipient of an International Award for being one of "Asia's Best Healthcare Brand 2017" by The Economic Times Group in Dubai. Also bagged the AHPI Healthcare Excellence Award 2017 for being most patient friendly Hospital. Once again proving that winning awards is a way of life at KMCH.

NOTICE

NOTICE is hereby given that the Thirty Second Annual General Meeting of the Members of Kovai Medical Center and Hospital Limited will be held on Monday, the 06th August 2018 at 11.00 a.m. at "A.P.Kalyana Mandapam", 738/2, Avanashi Road, Goldwins, Coimbatore - 641 014 to transact the following business.

ORDINARY BUSINESS

1. To receive, consider and adopt the audited financial statement (including audited consolidated financial statements) for the financial year ended 31st March, 2018 and the Reports of the Directors and the Auditors thereon.
2. To declare dividend on equity shares for the financial year ended 31st March, 2018.
3. Dr.M.C.Thirumoorathi, Director, retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS

4. To consider and if thought fit, to pass with or without modification(s), the following resolution as an **ordinary resolution**:

"RESOLVED THAT pursuant to the provisions of Section 139(8) and other applicable provisions, if any, of the Companies Act, 2013, as recommended by the Audit Committee and Board of Directors of the company, M/s. VKS Aiyer & Co., Chartered Accountants (FRN.: 000066S), Coimbatore be and are hereby appointed as Statutory Auditors of the Company to fill the casual vacancy caused by the resignation of M/s. Haribhakti & Co. LLP, Chartered Accountants (FRN.:103523W/W100048), Coimbatore.

"RESOLVED FURTHER THAT M/s. VKS Aiyer & Co., Chartered Accountants, Coimbatore be and are hereby appointed as Statutory Auditors of the company and hold office for a period of five years from the conclusion of this Annual General Meeting till the conclusion of the 37th Annual General Meeting of the company on such remuneration and reimbursement of out of pocket expenses as may be mutually agreed between the Auditors and the Board."

5. To consider and if thought fit to pass with or without modification(s) the following resolution as an **ordinary resolution** :

"RESOLVED THAT in accordance with the provisions of Section 196, 197, 198, read with Schedule V and all other applicable provisions of the Companies Act, 2013 the approval of the Company be and is hereby accorded to the appointment of Dr. Mohan S Gounder as Joint Managing Director of the Company for a period of five years with effect from 19th July 2018 by the Board of Directors of the Company at their meeting held on 29th May 2018 on

the terms and conditions including remuneration as are set out hereunder with liberty to the Board of Directors (hereinafter referred to as the Board) to alter and vary the terms and conditions of the said appointment and / or remuneration so as not to exceed the limits specified herein and also specified in Schedule V to the Companies Act, 2013 or any amendments thereto as may be agreed to between the Board and Dr. Mohan S Gounder.

I. Salary

₹ 8,00,000/- (Rupees Eight lakhs only) per month.

II. Perquisites

Perquisites as follows will be paid and / or provided in addition to salary. Perquisites shall be valued in terms of actual expenditure incurred by the Company as per Income Tax Rules. However in cases where the actual amount of expenditure cannot be ascertained with reasonable accuracy the perquisites shall be valued as per Income Tax Rules.

- a. Medical Reimbursement
Reimbursement of medical expenses actually incurred for self and family as per the rules of the Company.
- b. Leave Travel Concession / Allowance
For self and family, once in a year in accordance with the rules of the Company.
- c. Club Fees
Fees of Club payable as per the rules of the Company.
- d. Car
Use of Company's car with driver
- e. Telephone
Communication facilities at residence.
- f. Any other perquisites as may be allowed by the Board.

The total of the perquisites as a cost to the company basis payable to Dr.Mohan S Gounder shall not exceed ₹ 2,00,000/- per month.

III. Other benefits

- a. Contribution to Provident Fund to the extent not taxable under the Income Tax Act.
- b. Gratuity at the rate of half month's salary for each completed year of service.
- c. Encashment of leave at the end of the tenure as per the rules of the Company.

The above benefits under (a) to (c) shall not be included in the computation of ceiling on remuneration or perquisites.