

**IVRCL PSC Pipes
Private Limited**

Twelfth Annual Report

2010 - 2011

**IVRCL PSC PIPES PRIVATE LIMITED
HYDERABAD**

NOTICE TO SHARE HOLDERS

Notice is hereby given that the 12th Annual General Meeting of the members of IVRCL PSC Pipes Private Limited will be held on Thursday, the 23rd June, 2011 at 10.30 A.M. at the registered office of the Company at M-22/3RT, Vijaya Nagar Colony, Hyderabad – 500 057 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Profit and Loss Account for the year ended March 31, 2011, the Balance sheet as on that date and the Reports of the Board of Directors and the Auditors attached there on.
2. To appoint a Director in place of Mr. R. Balarami Reddy who retires by rotation being longest in office and being eligible offers himself for reappointment.
3. To appoint Auditors and fix their remuneration.

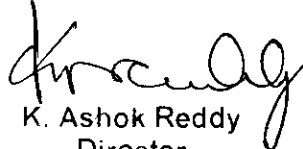
To consider and pass the following resolution with or without modification as an ordinary resolution:

“RESOLVED THAT *Mr. T. Vijay Kumar*, Chartered Accountant, Hyderabad (Membership No.023499) the retiring Auditor be and is hereby reappointed as Statutory Auditor of the Company to hold office till the conclusion of the next annual general meeting and the Board of Directors of the Company be and is hereby authorised to fix the remuneration payable to him.”

Place: Registered Office
M-22/3RT,
Vijaya Nagar Colony,
Hyderabad – 500 057

Date: 12.05.2011

By order of the Board of Directors


K. Ashok Reddy
Director

NOTES:

1. A Member is entitled to attend and vote at the meeting is entitled to appoint one or more proxies to attend and vote instead of himself and the proxy need not be a member of the Company.
2. The proxy form should be deposited at the registered office of the Company at least 48 hours before the meeting.

**IVRCL PSC PIPES PRIVATE LIMITED
HYDERABAD**

DIRECTORS' REPORT

The Members

Your Directors have pleasure in presenting the 12th Annual Report together with the Audited Accounts of the Company for the year ended 31st March 2011.

FINANCIAL PERFORMANCE

(Figures in Rupees)

	Year ended 31.03.2011	Year ended 31.03.2010
Gross Revenue	828	51,103
Profit/(Loss) Before Interest, Depreciation & Tax	(907,761)	(150,064)
Profit/(Loss) After Tax	(906,933)	(1,789,084)
Balance as per last account	(2,443,742)	(654,658)
Net Profit/(Loss) carried to Balance Sheet	(3,350,675)	(2,443,742)

REVIEW OF OPERATIONS

For the financial year ended 31st March, 2011, the company incurred a net loss of Rs.9.07 lakhs (Previous Year Loss: Rs.17.89 lakhs)

DIVIDEND

As there are accumulated losses, no dividend is recommended.

DIRECTORS

In accordance with the provisions of the Companies Act, 1956, Mr. R. Balarami Reddy, Director retires by rotation being longest in office at the Annual General Meeting and being eligible offers himself for re-appointment.

AUDITORS

Mr. T. Vijay Kumar, Chartered Accountant, (Membership No.023499) the retiring Auditor of the Company, is eligible for reappointment and has under Section 224 (1B) of the Companies Act, 1956 furnished a certificate of his eligibility.

STATUTORY INFORMATION UNDER SECTION 217

The Company has not employed any person who is in receipt of remuneration prescribed under Section 217(2A) of the Companies Act, 1956.

The provisions of Section 217(1)(e) of the Companies Act, 1956 relating to submission of information regarding technology absorption, energy consumption are not applicable to your Company. Further there are no foreign exchange earnings or outgo during the year.

**IVRCL PSC PIPES PRIVATE LIMITED
HYDERABAD**

**DIRECTORS RESPONSIBILITY STATEMENT AS PER SECTION 217 (2AA) OF THE
COMPANIES ACT, 1956**

It is hereby declared and confirmed that

- i) in the preparation of the annual accounts, the applicable accounting standards had been followed;
- ii) the Company had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as on 31st March, 2011 and of the profit or loss of the Company for the financial year ended on that date.
- iii) proper and sufficient care had been taken for the maintenance of adequate accounting records in 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; and
- iv) the annual accounts had been prepared on a going concern basis.

ACKNOWLEDGMENTS

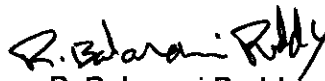
Your Directors wish to express their thanks for the support and co-operation extended by the suppliers, clients and the holding Company and sincerely wish to place on record their appreciation of the services rendered by the employees of the Company.

Place: Registered Office

M-22/3RT,
Vijaya Nagar Colony,
Hyderabad – 500 057

Date: May 12, 2011

For and on behalf of the Board


R. Balarami Reddy
(Director)


K. Ashok Reddy
(Director)

Office :
B-13, F-1, P.S. Nagar,
Vijayanagar Colony, Hyderabad - 500 057.
Phone : (0) 91-40-23340985, 23347946
Fax : 91-40-23341213
e-mail : dhr300@gmail.com

CS SHAIK RAZIA

M.COM., ACS
COMPANY SECRETARY

D. HANUMANTA RAJU & CO.
COMPANY SECRETARIES

COMPLIANCE CERTIFICATE

CIN of the Company – U52341AP1999PTC031125

Authorised Capital – Rs.50,00,000/-
Paid-up Capital – Rs.25,14,000/-

To
The Members
IVRCL PSC PIPES PRIVATE LIMITED
M-22/3RT, Vijayanagar Colony,
Hyderabad-500 057.

I have examined the registers, records, books and papers of **IVRCL PSC PIPES PRIVATE LIMITED** (the Company) as required to be maintained under the Companies Act, 1956, (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the **financial year ended on 31st March, 2011**. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the company, its officers and agents, I certify that in respect of the aforesaid financial year:

1. the company has kept and maintained registers as stated in '**Annexure A**' to this certificate, as per the provisions and the rules made there under and all entries therein have been duly recorded.
2. the company has filed forms and returns as stated in **Annexure 'B'** to this certificate with the Registrar of Companies.
3. the company being a private limited company has the minimum prescribed paid up capital and its maximum number of members during the said financial year was 4 (FOUR) excluding its present and past employees and the company during the year under scrutiny:
 - i. has not invited public to subscribe for its shares or debentures; and
 - ii. has not invited or accepted any deposits from persons other than its members, directors or their relatives.
4. the Board of Directors duly met 6 (Six) times on 12th April, 2010, 03rd May, 2010, 03rd June, 2010, 20th September, 2010, 15th November, 2010 and 14th March, 2011 in respect of which meetings notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.



5. the company has not closed its Register of Members during the financial year.
6. the Annual General Meeting for the financial year ended on 31st March, 2010 was held on 29th June, 2010 after giving due notice to the members and the resolutions passed thereat were recorded in Minutes Book maintained for the purpose.
7. An extra-ordinary general meeting was held on 02nd June, 2010 during the financial year.
8. the company has not advanced any loans to its directors or persons or firms or companies referred to under section 295.
9. the company has not entered into any contracts falling within the purview of Section 297 of the Act.
10. the company has made necessary entries in the register maintained under section 301 of the Act.
11. as there were no instances falling within the purview section 314 of the Act, the company has not obtained necessary approvals from the Board of Directors, members or the Central Government.
12. the Company has not issued any duplicate share certificates during the financial year.
13. the Company:
 - (i) has not allotted/transferred/transmitted any shares during the financial year.
 - (ii) the Company has not deposited any amount in a separate Bank Account as no dividend was declared during the financial year.
 - (iii) the Company was not required to post warrants to any member of the Company as no dividend was declared during the financial year.
 - (iv) the Company has transferred the amounts in unpaid dividend account, application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid for a period of seven years to investor education and protection fund. – NOT APPLICABLE.
 - (v) has complied with the provisions of section 217 of the Act.



14. the Board of Directors of the Company is duly constituted. There was no appointment of Additional Directors, Alternate Directors and Directors to fill Casual Vacancy during the financial year.
15. the Company has not appointed any Managing Director/ Whole-time Director/ Manager during the financial year.
16. the Company has not appointed any sole-selling agents during the financial year.
17. the company has not obtained any approvals of the Central Government, Company Law Board, Regional Director, Registrar and/or such other authorities under the various provisions of the Act during the financial year.
18. the directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. the company has not issued any shares/debentures or other securities during the financial year.
20. the company has not bought back any shares during the financial year.
21. the company has not issued any preference shares/debentures and hence the question of redemption of preference shares/debentures does not arise during the financial year under review.
22. there were no transactions necessitating the company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. the Company has not invited / accepted any deposits including any unsecured loans falling within the purview of Section 58A during the financial year.
24. the Company has not made any borrowings above the limits mentioned under section 293 (1) (d) of the Act during the year under scrutiny.
25. the Company has provided security to other body corporate, which is with in the limits prescribed under Section 372A of the Act.
26. the company has not altered the provisions of the memorandum with respect to situation of the company's registered office from one state to another during the year under scrutiny.
27. the company has not altered the provisions of the memorandum with respect to the objects of the company during the year under scrutiny.
28. the company has not altered the provisions of the memorandum with respect to name of the company during the year under scrutiny .



**D. Hanumanta Raju & Co.,
Company Secretaries**

IVRCL PSC Pipes Private Limited

29. the company has not altered the provisions of the memorandum with respect to share capital of the company during the year under scrutiny.
30. the company has not altered its Articles of Association during the financial year.
31. there was no prosecution initiated against or show cause notice received by the company and no fines and penalties or any other punishment was imposed on the company during the financial year, for offences under the Act.
32. the company has not received any money as security from its employees during the financial year.
33. the company has not constituted any Provident Fund pursuant to section 418 of the Act during the financial year.

Place: Hyderabad

Date: 12.05.2011



Signature:

Sh. Razia

**Name of Company Secretary:
Shaik Razia
ACS: 17741; C. P. No: 7824
D. Hanumanta Raju & Co.,
Company Secretaries**

'ANNEXURE A'

REGISTERS MAINTAINED BY THE COMPANY

Sl No.	NAME OF THE REGISTER	UNDER SECTION
1.	Register of Members	150
2.	Register of Charges (Including Debentures)	143
3.	Register of Contracts	301
4.	Register of Director, Managing Director and Secretary	303
5.	Register of Directors' Shareholding and Debentures Holdings	307
6.	Register of Investments or loans made, guarantee given or security provided	372A
7.	Books of Accounts	209
8.	Register of Share Transfers	
9.	Register of Fixed assets	
10.	Register of Dividends	

Place: Hyderabad

Date: 12.05.2011



Signature:

A handwritten signature in blue ink, appearing to read "S. Razia".

**Name of Company Secretary:
Shaik Razia
ACS: 17741; C. P. No: 7824
D. Hanumanta Raju & Co.,
Company Secretaries**

'ANNEXURE - B'

Forms and returns filed by the Company with Registrar of Companies during the financial year ending 31st March 2011.

Sl No .	Form No/ Return	Filed under Section	Description	Date of Filing	SRN	Whether filed within prescribed time Yes / No	If delay in filing whether requisite additional fee paid Yes / No
1.	Form 23 AC & 23 ACA	220	Balance sheet & Profit and Loss Account	26-07-2010	P49008790	Yes	No
2.	Form 66	383A	Compliance Certificate	26-07-2010	P49008105	Yes	No
3.	Form 20 B	159	Annual Return	11-08-2010	P49449861	Yes	No
4.	Form 23	293 (1)(a) & 372 A	Registration of Resolution	17-09-2010	A94185428	No	Yes
5.	Form 8	125	Registration of Charge	06-07-2010	A88490719	Yes	No

Place: Hyderabad

Date: 12.05.2011.



Signature:

A handwritten signature in blue ink, appearing to read "Shaik Razia".

**Name of Company Secretary:
Shaik Razia**

**ACS: 17741; C. P. No: 7824
D. Hanumanta Raju & Co.,
Company Secretaries**

IVRCL PSC PIPES PRIVATE LIMITED

AUDITOR'S REPORT

To the members of IVRCL PSC Pipes Private Limited

1. I have audited the attached Balance Sheet of **IVRCL PSC Pipes Private Limited** as at 31st March,2011 ,the Profit and loss Account and Cash Flow Statement of the company for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. My responsibility is to express an opinion on these financial statements based on my Audit.
2. I conducted the Audit in accordance with Auditing Standards generally accepted in India. Those standards require that I plan and perform the Audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.
3. As required by the Companies (Auditor's Report) Order,2003 as amended by the Companies (Auditor's Report) (Amendment) Order 2004, issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956 ("the Act") , and on the basis of such checks of the books and records of the Company as I considered appropriate and according to the information and explanations given to me, I enclose in the annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to my comments in the Annexure referred to above, I report that:
 - i) I have obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purpose of my audit;
 - ii) In my opinion, proper books of account as required by law have been kept by the Company so far as appears from my examination of those books;
 - iii) The Balance Sheet ,Profit and loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account of the Company;
 - iv) In my opinion the Balance Sheet , Profit and loss Account and Cash Flow Statement of the Company dealt with by this report comply with the Accounting Standards referred to in Sub-section (3C) of Section 211 of the Companies Act, 1956;

IVRCL PSC PIPES PRIVATE LIMITED

- v) On the basis of the written representations received from the Directors, as on 31st March,2011 and taken on record by the Board of Directors, I report that none of the Director is disqualified as on 31st March, 2011 from being appointed as a Director in terms of clause (g) of Sub-section (1) of Section 274 of the Companies Act, 1956;
- vi) In my opinion and to the best of the information and according to the explanations given to me, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- In the case of Balance Sheet, of the state of affairs of the Company as at 31st March 2011
 - In the case of the Profit and loss Account of the loss for the year ended on that date;
 - In the case of Cash Flow Statement of the cash flows for the year ended on that date.

Place: Hyderabad
Date : 12.05.2011



T. Vijay Kumar
T. VIJAY KUMAR
Chartered Accountant
ICAI Membership No:23499

IVRCL PSC PIPES PRIVATE LIMITED

Annexure to the Auditor's Report referred to in Paragraph 3 of my report of even date

1. a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.

b) The fixed assets have been physically verified by the management as per a phased programme of verification. In my opinion, the frequency of verification is reasonable having regard to the size of the Company and the nature of its assets. The discrepancies reported on such verification were not material and have been properly dealt with in the books of account.

c) There is no disposal of substantial part of fixed assets during the year.
2. a) The inventory has been physically verified during the year by the management. In my opinion, frequency of verification is reasonable.

b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.

c) On the basis of my examination of the records of the inventory, I am of the opinion that the company is maintaining proper records of the inventory.
3. The Company during the year has neither granted loans nor taken any loans from Companies, firms or other parties covered in the register maintained under section 301 of the Act. However, the company had received earnest money deposits totaling to Rs.6,68,45,605 from companies covered in the register maintained under section 301 of the Act, towards development rights of land.
4. In my opinion and according to the information and explanation given to me, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for purchase of inventory, fixed assets and for the sale of goods. During the course of my audit, no major weakness has been noticed in the internal controls.
5. a) The transactions made in pursuance of contracts or arrangements that need to be entered in the register maintained under Section 301 of the Companies Act, 1956, have been recorded in the register maintained for the purpose.

b) In my opinion and according to the information and explanations given to me, the transactions exceeding rupees five lakhs each have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
6. The company has not accepted any deposits from the public to which the provisions of Section 58 A and 58 AA of the Companies Act, 1956 and rules made thereunder apply.
7. In my opinion, the company has an internal audit system commensurate with

IVRCL PSC PIPES PRIVATE LIMITED

8. I have been informed that the Central Government has not prescribed the maintenance of cost records under Section 209(1)(d) of the Companies Act, 1956 for any of the activities of the company.
9. a) According to the records of the company, the company is regular in depositing with appropriate authorities undisputed statutory dues including income-tax, sales-tax, wealth-tax, custom duty, excise-duty, cess and other statutory dues applicable to it. According to the information and explanations given to me, The Provident Fund Act and Employee State Insurance Act are not applicable to it.

b) According to the information and explanations given to me, no undisputed amounts payable in respect of income tax, wealth tax, sales tax, customs duty and excise duty were outstanding, as at 31st March, 2011 for a period of more than six months from the date they became payable.
10. The accumulated losses of the company are more than fifty percent of its net worth. The company has incurred a cash loss of Rs. 1,67,472 in the current financial year and Rs. 1,50,064 in the immediately preceding financial year. In arriving at the accumulated losses and net worth as above, I have considered the qualifications which are quantifiable in the audit reports of the years to which these losses pertain.
11. According to the records of the company, the company has not borrowed from financial institutions or banks or issued debentures. Hence, in my opinion, the question of reporting on defaults in repayment of dues to financial institutions or banks or debentures does not arise.
12. The company, during the year has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The company is not a nidhi /mutual benefit fund/society to which the provisions of special statute relating to chit fund are applicable.
14. In my opinion and according to the information and explanations given to me, the Company is not dealing in or trading in shares, debentures, securities and other investments.
15. According to the information and explanations given to me and the records examined by me, the company has not given any guarantees for loans taken by others from banks or financial institutions, the terms and conditions whereof are prima facie prejudicial to the interests of the company.
16. No term loans were raised by the company, during the year under review. Hence comments under the clause are not called for.
17. In my opinion and according to the information and explanations given to me and on an overall examination of the Balance Sheet of the company, I report that no funds raised on short term basis have been used for long term investment and vice-versa.
18. The Company has not made preferential allotment of shares to parties and

IVRCL PSC PIPES PRIVATE LIMITED

19. In my opinion and according to the information and explanations given to me, the company has not issued any secured debentures during the period covered by my report.
20. During the period covered by my audit report, the company has not raised any money by public issue.
21. According to the information and explanations given to me, no fraud on or by the company has been noticed or reported during the period.

Place: Hyderabad
Date : 12.05.2011



T. Vijay Kumar
T. VIJAY KUMAR
Chartered Accountant
ICAI Membership No:23499

IVRCL PSC PIPES PVT.LTD.
Balance Sheet as at March 31, 2011

	SCHEDULE		As at 31.03.2011		As at 31.03.2010
		₹	₹	₹	₹
SOURCES OF FUNDS :					
SHARE HOLDER' S FUNDS					
Share Capital	A	2,514,000		2,514,000	
Share Application Money		10,886,000		10,886,000	
			13,400,000		13,400,000
RESERVES & SURPLUS					
Industrial Subsidy			1,712,920		1,712,920
			15,112,920		15,112,920
APPLICATION OF FUNDS :					
FIXED ASSETS:					
Gross Block	B	15,448,590		15,448,590	
Less: Depreciation		12,133,358		11,393,897	
Net Block			3,315,232		4,054,693
CURRENT ASSETS, LOANS AND ADVANCES					
Inventories	C	2,798,446		2,798,446	
Sundry Debtors	D	3,338,363		3,338,363	
Cash & Bank Balances	E	781,189		480,581	
Loans and advances	F	69,045,888		69,213,968	
		75,963,886		75,831,358	
Less : CURRENT LIABILITIES AND PROVISIONS	G	67,516,873		67,216,873	
NET CURRENT ASSETS			8,447,013		8,614,485
Profit and Loss Account (Dr)			3,350,675		2,443,742
			15,112,920		15,112,920
NOTES ON ACCOUNTS					
	I				

The Schedules referred to above form an integral part of the Balance Sheet

As per my report of even date attached

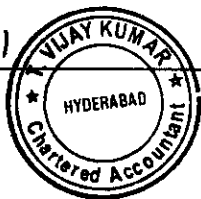
For and on behalf of the Board

T. Vijay Kumar
T. VIJAY KUMAR
Chartered Accountant
Membership No. 023499

K. Ashok Reddy
K.ASHOK REDDY
DIRECTOR

R. Balarami Reddy
R.BALARAMI REDDY
DIRECTOR

Place: Hyderabad
Date: 12.05.2011



IVRCL PSC PIPES PVT.LTD.

Profit and Loss Account for the Year ended March 31, 2011

	SCHEDULE	For the Year ended 31.03.2011		For the Year ended 31.03.2010	
		₹	₹	₹	₹
INCOME:					
Interest Received			828		51,103
			828		51,103
EXPENDITURE:					
Administration & Other Expenses	H		168,300		201,167
Depreciation			739,461		1,335,692
			907,761		1,536,859
Profit/(Loss) Before Tax			(906,933)		(1,485,756)
Provision for Deferred Tax			-		303,328
Profit After Tax			(906,933)		(1,789,084)
Add: Balance brought forward from Previous Year			(2,443,742)		(654,658)
Balance Carried to Balance Sheet			(3,350,675)		(2,443,742)

NOTES ON ACCOUNTS

The Schedules referred to above form an integral part of the Profit and Loss Account

As per my report of even date attached

For and on behalf of the Board

T. Vijay Kumar

T. VIJAY KUMAR

Chartered Accountant

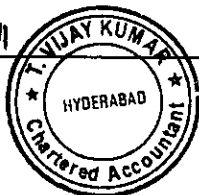
Membership No. 023499

K. Ashok Reddy
K.ASHOK REDDY
DIRECTOR

R. Balarami Reddy
R.BALARAMI REDDY
DIRECTOR

Place: Hyderabad

Date: 12-05-2011



IVRCL PSC PIPES PVT. LTD.

Cash Flow Statement for the Year ended March 31, 2011

		For the Year ended 31.03.2011		For the Year ended 31.03.2010
	₹	₹	₹	₹
A. CASHFLOW FROM OPERATING ACTIVITIES				
NET PROFIT BEFORE TAX AND EXTRAORDINARY ITEMS		(906,933)		(1,485,756)
Adjustment for:				
Depreciation	739,461		1,335,692	
Preliminary Expenses Written Off	-	739,461	-	1,335,692
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES		(167,472)		(150,064)
(Increase)/ Decrease in Inventories	-		-	
(Increase)/ Decrease in Debtors	-		-	
(Increase)/ Decrease in Loans and Advances	168,080		16,626,867	
Increase/ (Decrease) in Current Liabilities	300,000	468,080	(16,008,781)	618,086
CASH GENERATED FROM / (USED IN) OPERATIONS		300,608		468,022
Direct taxes paid		-		-
NET CASH GENERATED FROM / (USED IN) OPERATIONS		300,608		468,022
B. CASHFLOW FROM INVESTING ACTIVITIES				
NET CASH USED IN INVESTING ACTIVITIES		-		-
C. CASHFLOW FROM FINANCING ACTIVITIES				
NET CASH FROM FINANCING ACTIVITIES		-		-
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		300,608		468,022
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		480,581		12,559
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		781,189		480,581

Notes :

1. The Cash flow statement is prepared under 'indirect method' as set out in Accounting Standard -3 on Cash Flow Statements as specified in the Companies (Accounting Standards) Rules, 2006.

2. Previous year's figures have been regrouped, wherever necessary

This is the Cash Flow Statement referred to in my report of even date attached

For and on behalf of the Board

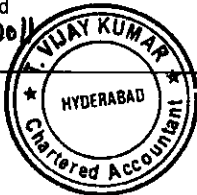
T. Vijay Kumar
T. VIJAY KUMAR
Chartered Accountant
Membership No. 023499

K. Ashok Reddy
K.ASHOK REDDY
DIRECTOR

R. Balarami Reddy
R.BALARAMI REDDY
DIRECTOR

Place: Hyderabad

Date: 12.05.2011



IVRCL PSC PIPES PRIVATE LTD.

		As at 31.03.2011		As at 31.03.2010
	₹	₹	₹	₹
SCHEDULE A				
SHARE CAPITAL				
Authorised Capital				
5,00,000 Equity Shares of Rs.10 each		5,000,000		5,000,000
		5,000,000		5,000,000
Issued, Subscribed And Paid up				
2,51,400 Equity Shares of Rs.10 each fully paid up		2,514,000		2,514,000
Of the above, 1,67,000 (Previous Year 1,67,000 Equity Shares) Equity Shares of Rs.10 each fully paid are held by IVRCL Infrastructures & Projects Ltd., the Holding Company.		2,514,000		2,514,000
SCHEDULE C				
Consumables				
Finished Goods		52,360		52,360
Work in Progress		1,360,070		1,360,070
		1,386,016		1,386,016
		2,798,446		2,798,446
SCHEDULE D				
Sundry Debtors				
Debts outstanding for a period exceeding six months		3,338,363		3,338,363
		3,338,363		3,338,363
SCHEDULE E				
Cash & Bank Balances				
a) Cash balance on Hand		188		188
b) Balances with Scheduled Banks - in Current Account		781,001		480,393
		781,189		480,581
SCHEDULE F				
Loans and Advances				
(Advances recoverable in cash or in kind or for value to be received)				
Land for development		66,845,605		66,845,605
Other Advances		2,123,050		2,291,130
Deposits		9,067		9,067
Minimum Alternate Tax		68,166		68,166
		69,045,888		69,213,968
SCHEDULE G				
Current liabilities and Provisions				
Sundry Creditors :				
Others		671,268		371,268
Earnest Money Deposit received for development rights				
From IVRCL Assets & Holdings Limited	37,968,245		37,968,245	
(Formerly IVR Prime Urban Developers Limited)				
From IVR Hotels & Resorts Limited	28,877,360	66,845,605	28,877,360	66,845,605
		67,516,873		67,216,873

NAME OF THE ASSET	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	AS ON 01.04.2010 ₹	ADDITION DURING THE YEAR ₹	AS AT 31.03.2011 ₹	UPTO 01.04.2010 ₹	FOR THE YEAR ₹	UPTO 31.03.2011 ₹	AS AT 31.03.2011 ₹	AS AT 31.03.2010 ₹
LAND	247,765	-	247,765	-	-	-	247,765	247,765
BUILDING	4,806,163	-	4,806,163	1,578,170	160,526	1,738,696	3,067,467	3,227,993
PLANT & MACHINERY	10,370,952	-	10,370,952	9,792,960	577,992	10,370,952	-	577,992
VEHICLES	23,270	-	23,270	22,327	943	23,270	-	943
FURNITURE	440	-	440	440	-	440	-	-
TOTAL	15,448,590	-	15,448,590	11,393,897	739,461	12,133,358	3,315,232	4,054,693
PREVIOUS YEAR	(15,448,590)	-	(15,448,590)	(10,058,205)	(1,335,692)	(11,393,897)	(4,054,693)	

X

IVRCL PSC PIPES PRIVATE LTD.

	For the Year ended 31.03.2011	For the Year ended 31.03.2010
	₹	₹
SCHEDULE H		
Administration & Other Expenses		
Travelling & Conveyance	-	6,460
Rates & Taxes	4,265	5,486
Audit fee	20,000	20,000
Legal & Professional Charges	5,515	6,513
Insurance	-	26,075
Labour Charges	-	2,913
Land lease	36,300	33,000
Watch & Ward Expenses	102,000	100,500
Bank Charges	220	220
	168,300	201,167



IVRCL PSC PIPES PRIVATE LIMITED

SCHEDULE – J

Significant accounting policies and notes on accounts

A. Significant accounting policies

1. Method of Accounting

The financial statements are based on historical cost convention and prepared in accordance with Generally Accepted Accounting Principles (Indian GAAP) and in compliance with the Accounting Standards as specified in Companies (Accounting Standards) Rules, 2006.

2. Use of Accounting Estimates

The preparation of the financial statements in conformity with GAAP requires to make estimates and assumptions that affect the balances of assets and liabilities and disclosures relating to contingent liabilities as at the reporting date of the financial statements and amounts of income and expenses during the year of account. Examples of such estimates include valuation of work in progress and depreciation impairment on assets.

3. Fixed Assets

Fixed Assets are stated at cost, less accumulated depreciation and amortization. Direct costs inclusive of inward freight, duties & taxes and incidental expenses including interest relating to acquisition and cost of improvements thereon are capitalized until fixed assets are ready for use.

4. Depreciation and Impairment of Assets

4.1 Depreciation on fixed assets is provided on the straight line method as per rates prescribed in Schedule XIV of the Companies Act, 1956.

4.2 Assets of small value (acquired for less than ₹ 5,000/- each) are fully depreciated in the year of purchase.

4.3 Some of the machinery has been adjusted in value for impairment in their useful life.

5. Recognition of Revenue

Revenue from supply and laying of pipes is recognized based on the terms of agreement with Principals. Revenue from lease of machineries is accounted on accrual basis.

6. Inventories including Work - in - Progress

The inventories, except scrap, at the end of the year are valued at cost. The cost is being determined on first-in-first-out method. Scrap is valued at net realizable value. Work in progress is valued at average cost. Finished goods are valued at lower of cost or net realizable value.

7. Taxes on Income

Current tax in respect of income for the year has been provided as per the provision of the Income Tax Act. Deferred tax assets and liabilities are recognized, subject to prudence, on timing differences, being the difference between taxable income and accounting income, that originate in one period and are capable of reversal in one or more subsequent periods and quantified using the tax rates and laws enacted or substantively enacted by the reporting date.

IVRCL PSC PIPES PRIVATE LIMITED

B.NOTES ON ACCOUNTS

1. Auditors' Remuneration:

	For the Year ended 31.03.2011	For the Year ended 31.03.2010
	₹	₹
Audit fees	20,000	20,000
Total	20,000	20,000

2. Dues to Small Scale Industrial Units: No amounts are due to any Small Scale Industrial Units (SSI).

3. The Company has acquired land for development either by itself or through others. The land acquired admeasures 27.34 Acres and, the economic development rights are vested with IVR Hotels and Resorts Limited for 9.95 Acres and with IVRCL Assets & Holdings Limited (formerly IVR Prime Urban Developers Limited) for 17.39 Acres for which, the company has received Earnest Money Deposit of ₹ 288.77 lakhs and ₹ 379.68 lakhs respectively.

4. As per Accounting Standard 18, issued by the Institute of Chartered Accountants of India, the disclosures of transactions with the related parties as defined in the Accounting Standard are given below:

List of Related Parties with whom transactions have taken place and relationships

1. **Holding Company**

IVRCL Limited
(formerly IVRCL Infrastructures & Projects Limited)

2. **Fellow Subsidiaries**

IVRCL Assets & Holdings Limited
Hindustan Dorr Oliver Limited
IVRCL Building Products Limited
IVRCL Patalaganga Trucks Terminal Pvt Limited
IVR Enviro Projects Private Limited
IVRCL Steel Constructions & Services Limited
IVRCL-Cadagua Hogenakkal Water Treatment Company Private Limited
IVRCL International FZE
IVRCL Holdings & Services Pte Limited
IVR Hotels & Resorts Limited
Alkor Petroo Limited

<u>Particulars</u>	<u>As at 31.03.2011</u>	<u>As at 31.03.2010</u>
	₹	₹
EMD Received for development rights from		
a. IVRCL Assets & Holdings Limited	37,968,245	37,968,245
b. IVR Hotels & Resorts Limited	28,877,360	28,877,360

IVRCL PSC PIPES PRIVATE LIMITED

5. Additional information pursuant to provisions of paragraph 4C and 4D of part II of Schedule VI of the Companies Act, 1956.

A) Particulars of Production Capacity:

Description	Licenced Capacity Qty(Mts)	Installed Capacity Qty (Mts)	Actual Production for the year 31.03.2011	Actual Production for the year 31.03.2010
PSC Pipes	10,000	10,000	NIL	NIL

B) Production, Sales and Stock of Finished goods:

Particulars	Opening Stock		Sales & Value			
	As at 01.04.2010 Qty(mts)	As at 01.04.2009 Qty(mts)	For the year ending 31.03.2011		For the year ending 31.03.2010	
			Qty (mts)	Value ₹	Qty (mts)	Value ₹
PSC Pipes	138	138	Nil	--	Nil	--

C) Closing Stock of Finished Goods

Particulars	As at 31.03.2011		As at 31.03.2010	
	Qty (Mts)	Value ₹	Qty (Mts)	Value ₹
Pre Stressed Concrete Pipes	138	1,360,070	138	1,360,070

D) Value of imported and indigenous material consumed and percentage of each to total consumption:

Particulars	For the year Ended 31.03.2011	For the year Ended 31.03.2010
Raw materials:		
Imported	NIL	NIL
Indigenous (Rs.)	NIL	NIL
Stores & Spares:		
Imported	NIL	NIL
Indigenous (Rs.)	NIL	NIL



IVRCL PSC PIPES PRIVATE LIMITED

6. Figures for the previous year have been regrouped/rearranged wherever considered necessary to conform to the figures presented in the current year.

As per my report of even date attached

For and behalf of the Board

T. Vijay Kumar
T.VIJAY KUMAR
Chartered Accountant
Membership No. 023499

K. Ashok Reddy *R. Balarami Reddy*
K.ASHOK REDDY R.BALARAMI REDDY
Director Director

Place: Hyderabad
Date: 12.05.2011



IVRCL PSC PIPES PRIVATE LIMITED

**BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE
AS ON 31.03.2011**

1	Registration Details	: 31125	State Code	: 01
2	Capital raised during the year (Rupees in lakhs)			: NIL
3	Position of Mobilisation and Deployment of Funds (Rupees in lakhs)			
	Total Liabilities	: 151.13	Total Assets	: 151.13
	<u>Sources of Funds</u>			
	Paid up Capital	: 25.14	Share Application Money	: 108.86
	Secured Loans	: NIL	Reserves & Surplus	: 17.13
	Deferred Tax Liability	: NIL	Unsecured Loans	: NIL
	<u>Application of Funds</u>			
	Net Fixed Assets	: 33.15	Investments	: NIL
	Deferred Tax Asset	: -	Net Current Assets	: 84.47
	Miscellaneous Expenditure	: NIL	Profit and Loss Account (Dr.)	: 33.51
4	Performance of Company (Rupees in lakhs)			
	Sales & Other Income	: 0.01	Total Expenditure	: 9.08
	Profit Before Tax	: (9.07)	Profit After Tax	: (9.07)
	Earnings Per Share (Rs.)	: NIL	Dividend Rate %	: NIL
5	Generic Names of Three Principal Products / Services of Company (as per monetary terms)			
	Service of the Company	:	Manufacture of prestressed concrete pipes	
	Item Code No.	:	NIL	

As per my report of even date attached

For IVRCL PSC PIPES PRIVATE LIMITED

T. Vijay Kumar

T. VIJAY KUMAR
Chartered Accountant
Membership No. 023499

R. Balarami Reddy

R. BALARAMI REDDY
DIRECTOR

K. Ashok Reddy

K. ASHOK REDDY
DIRECTOR

