



<b>Board of Directors</b>	:	<b>Mr. K. V. Vishnu Raju</b> <b>Mr. P. V. R. L. Narasimha Raju</b> <b>Mr. S.V.S. Shetty</b>
<b>Auditors</b>	:	<b>M.Anandam &amp; Co.</b> <b>Chartered Accountants</b> <b>7A, Surya towers</b> <b>S D Road</b> <b>Secunderabad - 500 003.</b>
<b>Bankers</b>	:	<b>Indian Bank</b> <b>Hyderabad Main Branch</b> <b>Bank Street, Koti</b> <b>Hyderabad - 500 001.</b> <b>Axis Bank</b> <b>Near Benz Circle</b> <b>Vijayawada-520 008.</b>
<b>Registered Office</b>	:	<b>153, Sitha Nilayam</b> <b>Dwarakapuri colony</b> <b>Punjagutta, Hyderabad - 500 082.</b>
<b>Corporate Office</b>	:	<b>Plot No.7 &amp; 8,</b> <b>Anjani Cement Centre</b> <b>Nagarjuna Hills, Punjagutta</b> <b>Hyderabad - 500 082.</b>
<b>Factory</b>	:	<b>Peda Avutapalli - 521 286.</b> <b>Krishna District</b> <b>Andhra Pradesh</b>



## NOTICE

Notice is hereby given that the Twenty Fifth Annual General Meeting of the Members of Hitech Print Systems Limited will be held on Friday, the 23<sup>rd</sup> day of September, 2011, at 3.00 P.M. at the Registered Office of the Company at Sitha Nilayam, 153, Dwarakapuri Colony, Punjagutta, Hyderabad – 500 082 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, 2011, and the Audited Balance Sheet together with the Report of the Board of Directors' and the Auditors' thereon.
2. To appoint a Director in place of Mr. K.V. Vishnu Raju, who retires by rotation and is eligible for re-appointment.
3. To appoint Auditors and fix their remuneration.

### **SPECIAL BUSINESS:**

4. **To consider, and if thought fit to pass with or without modifications the following resolution as a Special Resolution.**

“RESOLVED THAT the consent of the Company be and is hereby accorded to the Board of Directors under Section 293(1)(d) of the Companies Act, 1956 to borrow any sum of monies from time to time notwithstanding that the money or monies to be borrowed together with the monies already borrowed by the Company (apart from temporary loans obtained from the Company's Bankers in the ordinary course of business) may exceed the aggregate of the paid up capital of the Company and its reserves that is to say reserves not set apart for any specific purpose, provided however, the total amount so borrowed shall not exceed Rs.50 Crores (Rupees Fifty Crores only).”

“FURTHER RESOLVED THAT Board of Directors of the Company be authorized to create charge on the assets of the Company against the loan amounts availed from the Banks/Financial Institutions and also to do all such other acts in connection thereon.”



**5. To consider, and if thought fit to pass with or without modifications the following resolution as a Special Resolution.**

**Corporate Guarantee:**

“RESOLVED THAT Pursuant to Section 372A and other applicable provisions, if any, of the Companies Act, 1956 the consent of the Company be and is hereby accorded to the Board of Directors of the Company to give any guarantee/guarantees and/or provide any security/securities in connection with the Working Capital facilities/Term Loans availed/to be availed by M/s. Anjani Portland Cement Limited from any Bank(s)/Financial Institution(s) provided that the aggregate value of such outstanding guarantees and/or securities shall not exceed Rs.30 Crores at any point of time.

“RESOLVED THAT the Board of Directors of the Company be and is hereby authorised to determine the amount, terms and conditions of such guarantees and/or securities and to decide all or any other matters arising out of or incidental there to and to do all such acts and things including the execution of documents as may be necessary to implement this resolution”

“FURTHER RESOLVED THAT the Common Seal of the Company, if required be and is hereby authorised to be affixed on any of the documents connected therewith in the presence of any one of the Directors and another director or officer of the company who shall sign in witness there of”.

**By order of the Board**

**K.V. Vishnu Raju**

**Director**

**Place : Hyderabad**

**Date : 04.8.2011**

**Explanatory Statement Pursuant to Section 173(2) of the Companies Act, 1956.**

**Item No.4**

Section 293(1)(d) of the Companies Act, 1956 provides that the Board of Directors of a Company shall not borrow moneys (apart from temporary loans obtained from Company’s bankers in the ordinary course of business) in excess of the aggregate of paid-up capital of the Company and its free reserves, that is to say, reserves not set apart for any specific purpose, unless the Company in general meeting authorizes the Board of Directors to do so.



At the Extra Ordinary General Meeting held on 15.06.1994 a resolution was passed by the members authorizing Board of Directors of the Company, to borrow in the aggregate Rs.10 Crores not withstanding that the same may exceed the limit set out in Section 293(1)(d) of the Companies Act, 1956.

The Company has proposals to incur capital expenditure in respect of setting up expansion Projects. Considering such expansions and new projects, your Board of Directors consider it necessary to seek the consent of shareholders to increase the borrowing limits upto Rs.50 Crores (Rupees Fifty Crores Only) including the existing borrowings of the Company.

To comply the conditions of Banks / Financial Institutions while sanctioning the loan amount, assets of the Company may be mortgage/charge with the Banks/ Financial Institutions.

Your Directors therefore, recommend the resolution for your approval.

None of the Directors are concerned or interested in the proposed resolution.

#### Item No.5

As per U/s 372 of the Companies Act,1956 the Company can extend a Corporate Guarantee to any body corporate not exceeding 60% of the Paid up share capital and free reserves or 100% of the free reserves whichever is more. The paid up share capital and free reserves of the company is Rs 1156 Lakhs. Since the company proposes to extend corporate guarantee to its holding company, M/s Anjani Portland Cement Limited more than 60% of its reserves, it requires authorization by means of special resolution. Hence, the present special resolution.

Your Directors therefore, recommend the resolution for your approval.

None of the Directors are concerned or interested except Mr. K. V. Vishnu Raju and Mr. P. V. R. L. Narashimha Raju in the proposed resolution.

#### **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. The proxy form duly completed and signed should be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.



## DIRECTORS' REPORT

Dear Members,

Your Directors have pleasure in presenting the 25<sup>th</sup> Annual Report of your Company along with the Audited Accounts and Cash-flow Statement for the financial year ended 31<sup>st</sup> March, 2011.

### FINANCIAL RESULTS:

(Rs. in Lakhs)

PARTICULARS	2010 – 2011	2009 – 2010
<b>Sales and Other Income</b>	<b>2813.14</b>	<b>2463.51</b>
Profit before interest & depreciation	467.35	378.80
<b>Less: Interest &amp; Finance Charges</b>	<b>221.51</b>	<b>126.30</b>
<b>Less : Depreciation</b>	<b>223.32</b>	<b>178.68</b>
<b>Profit/(Loss) before tax for the year</b>	<b>22.52</b>	<b>73.82</b>
<b>Provision for taxation</b>		
Less : Current Tax	6.62	18.77
Less : Deferred Tax	8.34	4.15
<b>Profit after tax</b>	<b>11.79</b>	<b>50.90</b>
Add : Balance brought forward from the Previous year	836.60	785.70
<b>Amount Available for Appropriation:</b>	<b>848.39</b>	<b>836.60</b>
<b>Appropriation:</b>		
Proposed Dividend	---	---
Provision for Dividend Tax	---	---
General Reserve	---	---
<b>Balance transferred to Balance Sheet</b>	<b>848.39</b>	<b>836.60</b>

### OPERATIONS:

The Company has achieved a production of 184.06 Million impressions compared to previous year production of 230.02 Million impressions.

The Company has invested Rs.329.68 Lakhs towards machinery and other infrastructure facilities during the year, which has facilitated to take up the diversified jobs.

The Company has achieved a turnover of Rs. 2806.81 Lakhs compared to the previous year's turnover of 2451.79 Lakhs showing an increase of 15%.

The Net Profit of the Company stood at Rs.11.79 Lakhs, compared to the previous year net profit of Rs.50.90 Lakhs.

The reasons for decrease in the Net profit was mainly due to lesser turnover in Scratch Cards, where the margins are high compared to other products and lesser contribution in Answer Booklet Jobs.



**FUTURE OUTLOOK:**

Indian Print Industry is on a growth trajectory driven by several factors including overall economic growth, growth in key customer industries, growth in paper capacity & consumption, government support and growth of education sectors. Product diversification is key for the growth of mid sized companies as demonstrated by large competitors. However the players in the Print Industry face several challenges both on demand and supply side creating pressure on margins.

Keeping these aspects into consideration your company has prepared growth strategy & Business Plan Development to be implemented in phased manner for next five years to come, which helps to improve the volumes and profitability to be on competitive edge with other similar size of the industries.

- Diversifying into other segments of printing
- Investment in modern technology and latest machines from abroad
- Multi locations for customers services
- Focus on RFID and other technology related business

**DIVIDEND:**

Considering the growth plans of the company and the need to conserve the profits for its proposed expansion plan, our Directors express their inability to propose any dividend for the period under review.

**DIRECTORS:**

In accordance with the requirements of the Companies Act, 1956 and the Articles of Association of the Company, Sri K.V. Vishnu Raju is liable to retire by rotation and being eligible offers himself for re-appointment.

**AUDITORS:**

M/s. M. Anandam & Co., Chartered Accountants, Secunderabad, the Statutory Auditors of the Company, retire at the ensuing Annual General Meeting and are eligible for re-appointment.

**FIXED DEPOSITS:**

The Company has not accepted any Fixed Deposits during the year 2010-11.

**ENERGY, TECHNOLOGY AND FOREIGN EXCHANGE:**

Additional information on conservation of energy, Technology absorption, Foreign Exchange earnings and outgo as required to be disclosed in terms of Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure particulars in the Report of Board of Directors) Rules, 1988 is annexed hereto in Forms A, B & C which are part of this report.

**PARTICULARS OF EMPLOYEES:**

The Company does not have any employees drawing remuneration exceeding the limits prescribed under Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975.



**DIRECTORS' RESPONSIBILITY STATEMENT:**

Pursuant to provision of Section 217 (2AA) of the Companies (Amendment) Act, 2000 your Directors hereby confirm:

- i) In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures are made from the same.
- b) We have selected such accounting policies and applied them consistently and made judgements and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the period;
- c) We have taken proper and sufficient care 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
- d) We have prepared the annual accounts on a going concern basis.

**INDUSTRIAL RELATIONS:**

During the period, the Industrial relations continued to be cordial. Your Directors take this opportunity to thank all the employees for their dedicated and sincere services towards a harmonious relationship and the progress of the company.

**ACKNOWLEDGMENTS:**

Your Directors place on record their appreciation to the various statutory bodies and departments of the State and Central Governments and Bankers, Customers and Suppliers of the Company for their valuable support to the Company.

On behalf of the Board

Place : Hyderabad  
Date : 04.08.2011

K.V. Vishnu Raju  
Director

P.V.R.L. Narasimha Raju  
Director

S.V.S. Shetty  
Director



## ANNEXURE

Information under section 217 (1) (e) under the Companies Act, 1956 read with the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 and forming part of the Directors Report for the year ending 31<sup>st</sup> March, 2011

### DISCLOSURE OF INFORMATION IN RESPECT OF:

(A) Conservation of Energy:	NIL
(B) Technology absorption	NIL
(C) Foreign Exchange Earnings and Outgo	
(i) Foreign Exchange earned :	NIL
(ii) Foreign Exchange used :	Rs. 1,82,22,378

On behalf of the Board

Place : Hyderabad  
Date : 04.08.2011

K.V. Vishnu Raju  
Director

P.V.R.L. Narasimha Raju  
Director

S.V.S. Shetty  
Director



## Auditors' Report to the Shareholders

To  
The Members  
Hitech Print Systems Ltd.  
Hyderabad

1. We have audited the attached Balance Sheet of HITECH PRINT SYSTEMS LIMITED, as at 31<sup>st</sup> March, 2011 the Profit & Loss Account and the Cash Flow Statement for the year ended on that date annexed there to. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we 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. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) order, 2003 issued by the Company Law Board in terms of Section 227 (4A) of the Companies Act, 1956, we annex hereto a statement on the matters specified in paragraphs 4 & 5 of the said order.
4. Further to our comments in the Annexure referred to in paragraph 3 above:
  - a. We have obtained all the information and explanations, which to the best of our knowledge and belief are necessary for the purpose of our audit.
  - b. In our opinion, proper books of accounts as required by law have been kept by the company so far as appears from our examination of such books.
  - c. The Balance sheet, Profit & Loss Account and Cash Flow Statements dealt with by this report are in agreement with the books of accounts.
  - d. In our opinion the Profit & Loss Account and Balance Sheet and Cash Flow Statements dealt with by this report comply with the accounting standards referred to in Sub-Section (3C) of Section 211 of the Companies Act, 1956.
  - e. On the basis of written representations received from the Directors of the Company, as on 31<sup>st</sup> March, 2011 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31<sup>st</sup> March, 2011 from being appointed as a Director in terms of Clause (g) of the Sub Section (1) Section 274 of the Companies Act, 1956.
  - f. In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information as 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.
    - i. In the case of the Balance sheet, of the State of affairs of the Company as at 31<sup>st</sup> March, 2011;
    - ii. In the case of Profit & Loss account, of the Profit for the year ended on that date; and
    - iii. In the case of Cash Flow Statements, of the Cash Flows for the year ended on that date.

for **M.Anandam & CO**  
Chartered Accountants

Place : Secunderabad  
Date : 04.08.2011

M.V Ranganath  
Partner  
M.No.28031



**Annexure referred to in Paragraph 3 of our report even date.**

- 1)
  - a. The company has compiled the fixed assets register showing full particulars including quantitative details, location and value of fixed assets.
  - b. As explained to us, the management has physically verified some of the fixed assets during the year. As reported to us, there were no discrepancies found during such verification.
  - c. In our opinion, the company has not disposed of a substantial part of the fixed assets during the year and the going concern status of the company is not affected.
- 2)
  - a. The management has conducted physical verification of finished goods, stores and spares and raw materials at reasonable intervals.
  - b. The procedures of physical verification of inventories followed by the management are reasonable and adequate commensurate with the size of the company and nature of its business.
  - c. As per the explanations given to us, the material variations wherever noticed on physical verification of stock have been properly dealt with in the books of accounts.
- 3)
  - a. The company has granted interest free unsecured loans to one party listed in the Register maintained under section 301 of the Company Act, 1956. The maximum amount involved during the year was Rs.350 Lakhs and the year end balance of loans granted is Rs.350 Lakhs.
  - b. In our opinion and according to the information and explanations given to us, the terms and conditions are not prima-facie prejudicial to the interest of the Company.
  - c. In respect of loans granted by the Company, repayments of principle are regular.
  - d. There are no overdue amounts as at the year end.
  - e. According to information and explanations given to us, the company has taken interest free loan from one party listed in the registers maintained under section 301 of the Companies Act 1956. The Maximum amount involved during the year was Rs. 188.73 Lakhs and year end balance of the loans granted is Rs. Nil.
  - f. In our opinion and according to the information and explanations given to us, terms and conditions or not prima-facie, prejudicial to the interest of the Company.
  - g. In respect of loans taken by the Company, the interest and repayment of principal amount are regular.
- 4) In our opinion and according to information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and nature of its business for the purchase of inventory, fixed assets and also for sale of goods. During the course of our audit, we have not observed any major weakness in the internal controls.
- 5)
  - a. According to information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under Sec.301 of the Companies Act,1956, have been so entered.
  - b. In our opinion and according to the information and explanation given to us, the company has not entered into contracts or arrangements exceeding Rs 5.00 Lakhs in value with the companies in which the directors are interested as listed in the Register maintained under Section 301 of the Companies Act, 1956.
- 6) In our opinion and according to information and explanations given to us and the company has complied with directives issued by Reserve Bank of India, the provisions of Section 58 A and 58AA of the Companies Act,1956 and The Companies ( Acceptance of Deposits ) Rules, 1975, with regard to the deposits accepted from the public.
- 7) The company has an adequate internal audit system which is commensurate with its size and nature of its business.
- 8) In respect of this company maintenance of cost records has not been prescribed by the Central Government under Section 209 (1) (d) of the Companies Act, 1956.



- 9) In respect of Statutory dues :
- According to the records of the company, the undisputed Statutory dues including Provident Fund, Employees State Insurance, Service Tax, Excise Duty, Sales Tax and Cess have been generally regularly deposited with the appropriate authorities. According to the information and explanations given to us, no undisputed amount payable in respect of the aforesaid dues were outstanding as at 31<sup>st</sup> March 2011, for a period of more than six months from the date they become payable.
  - According to the records of the company examined, there are no dues of Customs Tax, Wealth Tax, Excise Duty / Cess, except in case of Sales Tax ( i.e AP VAT ), the details are given below:

Name of the Statute	Nature of dues	Amount to extent not paid (Rs.in lakhs)	Period to which the amount relates	Forum Where dispute is pending
APGST Act	Sales Tax	48.66	1996-1997	A.P.High Court
APGST Act	Sales Tax	3.85	1999-2000	A.P.High Court
APGST Act	Sales Tax	6.11	2003-2004	A.P.High Court
TNGST Act	Sales Tax	1.78	2002-2003	AAC,Coimbatore
APGST Act	Central Sales Tax	0.36	1999-2000	A.P.High Court
APGST Act	Central Sales Tax	8.01	2002-2003	A.P.High Court
APGST Act	Central Sales Tax	2.96	1996-1997	A.P.High Court
APGST Act	Central Sales Tax	0.32	1997-1998	A.P.High Court
APVAT Act	Central Sales Tax	2.48	2005-2006	Appellate Tribunal Visakhapatnam
APVAT Act	VAT	0.36	2005-2006	
APVAT Act	Central Sales Tax	1.41	2006-2007	
APVAT Act	VAT	0.92	2006-2007	
APVAT Act	VAT	1.36	2007-2008	
APGST Act	Central Sales Tax	14.81	2003-2004	
APGST Act	Central Sales Tax	14.81	2003-2004	

- The company has no accumulated losses and has not incurred any cash losses during the financial year covered by our audit or in the immediately preceding financial year:
- Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the company has not defaulted in repayment of dues to financial institutions and banks.
- In our opinion and according to the information and explanations given to us, no loans and advances have been granted by the company on the basis of the security by way of pledge of shares and other securities.
- In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund/society. Therefore, Clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 is not applicable to the company.
- In our opinion and according to the information and explanations given to us, the Company is not dealing in shares, securities, debentures and other investments. Accordingly the provisions of Clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- In our opinion and according the information and explanations given to us, the company has not given any guarantees for loans taken by others from financial institutions.
- The Company has raised new term loans during the year. The term loans outstanding were applied for the purposes for which they were taken.
- As per the information and explanations given to us, we are of the opinion that the company has not utilized and any short-term sources towards long-term investments.
- During the year, the Company has not made any preferential allotment of shares to the parties and Companies covered in the register maintained under Section 301 of the of the Companies Act,1956.
- The company has not raised any money by way of issue of Debentures during the year; hence creation of securities on debentures issued is not applicable to the Company.
- According to the information and explanations given to us during the year the company has not raised any funds on public issue and hence this clause is not applicable to the company.
- According to the information and explanations given to us no fraud on or by the company has been noticed or reported during the course of our audit.

for M.ANANDAM & CO  
Chartered Accountants

Place : Secunderabad  
Date : 04.08.2011

M V Ranganath  
Partner  
M.No.28031

**BALANCE SHEET AS AT 31<sup>st</sup> MARCH, 2011**

PARTICULARS	Schedule No.	As at 31 <sup>st</sup> March, 2011		As at 31 <sup>st</sup> March, 2010	
		Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>SOURCES OF FUNDS :</b>					
<b>SHARE HOLDERS FUNDS :</b>					
Share Capital	1	1,50,00,000		1,50,00,000	
Reserves and Surplus	2	10,05,98,618	11,55,98,618	9,94,19,620	11,44,19,620
<b>LOAN FUNDS :</b>					
Secured Loans	3	17,36,36,528		13,44,30,057	
Unsecured Loans	4	1,64,710	17,38,01,238	1,64,710	13,45,94,767
Deferred Tax Liability(net)			1,46,15,608		1,37,81,315
<b>TOTAL</b>			<b>30,40,15,464</b>		<b>26,27,95,702</b>
<b>APPLICATION OF FUNDS :</b>					
<b>FIXED ASSETS :</b>					
GROSS BLOCK	5	34,94,37,260		31,72,60,981	
Less : Depreciation		20,46,95,316		18,26,02,092	
NET BLOCK			14,47,41,944		13,46,58,889
<b>NET CURRENT ASSETS :</b>					
<b>CURRENT ASSETS, LOANS AND ADVANCES :</b>					
a) Inventories	6	6,24,05,758		2,44,81,613	
b) Sundry Debtors	7	8,53,92,862		10,03,80,090	
c) Cash and Bank Balances	8	49,50,133		20,06,538	
d) Loans and Advances	9	6,74,66,442		6,37,21,387	
		22,02,15,195		19,05,89,628	
<b>LESS : CURRENT LIABILITIES &amp; PROVISIONS</b>					
a) Current Liabilities	10	5,99,29,755		6,02,25,351	
b) Provisions	10	10,11,920		22,27,464	
		6,09,41,675		6,24,52,815	
Net Current Assets			15,92,73,520		12,81,36,813
<b>TOTAL</b>			<b>30,40,15,464</b>		<b>26,27,95,702</b>
NOTES TO ACCOUNTS	19				

The Schedules and notes annexed hereto form part of these accounts

As per our report of even date

**For M.ANANDAM & CO**  
Chartered Accountants

**For and on behalf of the Board**

**M. V. Ranganath**  
Partner  
M.No.28031

**K. V. Vishnu Raju**  
Director

**P. V. R. L. Narasimha Raju**  
Director

Place : HYDERABAD  
Date : 04.08.2011

**S.V.S. Shetty**  
Director



**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31<sup>st</sup> MARCH, 2011**

PARTICULARS	Schedule No.	For the Year ended 31 <sup>st</sup> March, 2011		For the Year ended 31 <sup>st</sup> March, 2010	
		(Rs.)	(Rs.)	(Rs.)	(Rs.)
<b>I INCOME :</b>					
Sales		28,06,81,331		24,51,79,450	
Less : Taxes & Duties		1,13,69,430		95,00,185	
			26,93,11,901		23,56,79,265
Other Income	11		6,33,524		11,72,097
Increase / (Decrease) in Stocks	12		54,33,158		2,22,830
<b>TOTAL :</b>			<b>27,53,78,583</b>		<b>23,70,74,192</b>
<b>II EXPENDITURE :</b>					
Material Consumed	13	15,16,16,475		12,62,00,302	
Manufacturing Expenses	14	4,10,30,383		3,78,84,476	
Payments and Benefits to Employees	15	1,97,25,267		1,99,41,461	
Other Expenses	16	90,86,844		75,35,116	
Interest and Financial Charges	17	2,21,51,195		1,26,30,200	
Selling Expenses	18	71,83,913		76,30,868	
Depreciation	5	2,23,32,049		1,78,68,036	
<b>TOTAL :</b>			<b>27,31,26,126</b>		<b>22,96,90,459</b>
<b>III PROFIT BEFORE TAX</b>			<b>22,52,457</b>		<b>73,83,733</b>
<b>V Less: Taxes:</b>					
Current Tax /Earlier years		6,61,756		18,77,300	
Earlier Years Tax		(4,22,590)		-	
Deferred Tax		8,34,293	10,73,459	4,15,892	22,93,192
<b>PROFIT AFTER TAX</b>			<b>11,78,998</b>		<b>50,90,541</b>
Add : Balance Brought forward			<b>8,36,60,120</b>		<b>7,85,69,579</b>
<b>Balance carried to Balance Sheet</b>			<b>8,48,39,118</b>		<b>8,36,60,120</b>
NOTES TO ACCOUNTS	19				

Schedules and Notes annexed hereto form part of these accounts

As per our report of even date

**For M.ANANDAM & CO**  
Chartered Accountants

**For and on behalf of the Board**

**M. V. Ranganath**  
Partner  
M.No.28031

**K. V. Vishnu Raju**  
Director

**P. V. R. L. Narasimha Raju**  
Director

**S.V.S Shetty**  
Director

Place : HYDERABAD  
Date : 04.08.2011



**CASH FLOW STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2011**

PARTICULARS	As at 31 <sup>st</sup> March, 2011		As at 31 <sup>st</sup> March, 2010	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>				
Net Profit before Tax	22,52,457		73,83,733	
Adjustment for :				
Depreciation	2,23,32,049		1,78,68,036	
Loss on sale of Assets	1,21,562		—	
Operating Profit Before Working Capital Changes	2,47,06,068		2,52,51,769	
Changes in Working Capital				
(Increase)/Decrease in Inventories	(3,79,24,145)		3,89,279	
(Increase)/Decrease in Sundry Debtors	1,49,87,228		(3,00,83,609)	
(Increase)/Decrease in Loans and Advances	(37,45,055)		(3,84,12,728)	
Increase/(Decrease) in Current Liabilities	1,27,016		3,01,97,820	
Cash Generated from Operations	(18,48,888)		(1,26,57,469)	
Direct taxes paid	(18,77,300)		(1,13,96,646)	
Net Cash Flow from Operating Activities		(37,26,188)		(2,40,54,115)
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>				
Inflow/(Outflow)				
Purchase of Fixed Assets	(3,41,96,195)		(4,46,39,349)	
Proceeds from sale of Fixed assets	1,48,002		—	
(Increase) / Decrease in Capital work In Progress	15,11,505		25,20,069	
Net Cash Flow from Investing Activities		(3,25,36,688)		(4,21,19,280)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>				
Inflow / (Outflow)				
Repayment of Hire Purchase Loans	(1,48,514)		(87,262)	
Proceeds from Hire Purchase Loans	3,40,000			
Repayment of Term Loan	(1,72,31,006)		(35,14,202)	
Proceeds for Long Term Borrowing	3,72,57,233		6,86,95,675	
Increase / (Decrease ) in Cash Credit Utilisation	1,89,88,758		84,40,610	
(Repayment) / Proceeds from Unsecured Loans	0		(1,00,25,000)	
Net Cash Flow from Financing Activities		3,92,06,471		6,35,09,821
<b>D. NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS:</b>		29,43,595		(26,63,574)
Cash and Cash Equivalents at the Commencement of the year		20,06,538		46,70,112
Cash and Cash Equivalents at the close of the year		49,50,133		20,06,538

Note: Previous year's figures have been regrouped and recast wherever necessary to conform with current year's classification

For M.ANANDAM & CO  
Chartered Accountants

for and on behalf of the Board

M.V.Ranganath  
Partner  
M.No.28031

K V Vishnu Raju  
Director

P V R L Narasimha Raju  
Director

S.V.S Shetty  
Director

Place : Hyderabad  
Date : 04.08.2011



**SCHEDULES**

PARTICULARS	As at 31.03.2011		As at 31.03.2010	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>1) SHARE CAPITAL :</b>				
<b>Authorised :</b>				
50,00,000 Equity Shares of Rs. 10/- each		5,00,00,000		5,00,00,000
Issued, Subscribed and Paid up : 15,00,000 Equity shares of Rs.10/- each fully paid up		1,50,00,000		1,50,00,000
		<b>1,50,00,000</b>		<b>1,50,00,000</b>
<b>2) RESERVES AND SURPLUS :</b>				
General Reserve	1,57,59,500		1,57,59,500	
Profit and Loss Account	8,48,39,118	10,05,98,618	8,36,60,120	9,94,19,620
		<b>10,05,98,618</b>		<b>9,94,19,620</b>
<b>3) SECURED LOANS :</b>				
<b>A. WORKING CAPITAL LOANS</b>				
CASH CREDIT		7,03,01,434		5,13,12,676
Securities :				
1) Working Capital Loans are secured by hypothecation of Stocks and Book Debts and are further secured by the first charge on Fixed Assets of the Company and by personal guarantee of one of the Director of the Company				
<b>B. TERM LOANS:</b>				
TERM LOAN I	1,01,38,406		1,41,60,792	
TERM LOAN II	4,67,84,693		1,44,46,017	
CORPORATE LOAN	4,59,59,595		5,42,49,658	
		10,28,82,694		8,28,56,467
<b>C. OTHER LOANS:</b>				
Against hypothecation of Vehicles		4,52,400		2,60,914
		<b>17,36,36,528</b>		<b>13,44,30,057</b>
<b>4) UNSECURED LOANS :</b>				
Trade Deposits from Dealers	1,64,710		1,64,710	
		<b>1,64,710</b>		<b>1,64,710</b>



**5) FIXED ASSETS:**

DESCRIPTION	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	AS AT 01.04.2010 (Rs.)	ADDITIONS (Rs.)	DELE- TIONS (Rs.)	AS AT 31.03.2011 (Rs.)	AS AT 01.04.2010 (Rs.)	FOR THE PERIOD (Rs.)	DEP.ON DED. (Rs.)	AS AT 31.03.2011 (Rs.)	AS AT 31.03.2010 (Rs.)
LAND	3,94,135	1,75,01,000	-	1,78,95,135	-	-	-	1,78,95,135	3,94,135
BUILDINGS	1,81,89,082	17,14,455	-	1,99,03,537	39,50,276	6,11,551	-	1,53,41,710	1,42,38,806
PLANT AND MACHINERY	24,08,70,352	69,83,114	-	24,78,53,466	14,93,80,609	1,28,55,050	-	8,56,17,807	9,14,89,743
DATA PROCESSING EQUIPMENT	4,61,37,044	63,25,936	-	5,24,62,980	2,30,92,012	80,98,893	-	2,12,72,075	2,30,45,032
FURNITURE AND FIXTURES	19,21,691	-	-	19,21,691	9,85,913	1,21,643	-	8,14,135	9,35,778
OFFICE EQUIPMENT	49,64,718	27,513	-	49,92,231	30,24,131	2,37,034	-	17,31,066	19,40,587
VEHICLES	45,00,528	4,16,103	5,08,411	44,08,220	21,69,151	4,07,878	2,38,825	20,70,016	23,31,377
<b>SUB TOTAL</b>	<b>31,69,77,550</b>	<b>3,29,68,121</b>	<b>5,08,411</b>	<b>34,94,37,260</b>	<b>18,26,02,092</b>	<b>2,23,32,049</b>	<b>2,38,825</b>	<b>14,47,41,944</b>	<b>13,43,75,458</b>
CAPITAL WORK IN PROGRESS	2,83,431	12,28,074	15,11,505	-	-	-	-	-	2,83,431
<b>TOTAL</b>	<b>31,72,60,981</b>	<b>3,41,96,195</b>	<b>20,19,916</b>	<b>34,94,37,260</b>	<b>18,26,02,092</b>	<b>2,23,32,049</b>	<b>2,38,849</b>	<b>14,47,41,944</b>	<b>13,46,58,889</b>
Previous Year Total	27,51,41,701	4,71,09,298	49,90,018	31,72,60,981	16,47,34,056	1,78,68,036		13,46,58,889	11,04,07,645



PARTICULARS	As at 31.03.2011		As at 31.03.2010	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>6) INVENTORIES :</b> (As taken, valued and certified by the Management)				
Raw Materials	5,24,15,015		1,95,82,300	
Finished Goods	76,94,033		22,60,875	
Stores & Spares	22,96,710		26,38,438	
		<b>6,24,05,758</b>		<b>2,44,81,613</b>
<b>7) SUNDRY DEBTORS : (Unsecured)</b>				
Outstanding for more than 6 months :				
Considered Good	1,11,90,863		97,71,265	
Others (Considered good)	7,42,01,999		9,06,08,825	
		<b>8,53,92,862</b>		<b>10,03,80,090</b>
<b>8) CASH &amp; BANK BALANCES :</b>				
Cash on Hand	78,136		—	
Balance with Scheduled Banks :				
In Current Accounts	17,85,397		2,81,038	
In Fixed Deposits - Margin Money	30,86,600		17,25,500	
		<b>49,50,133</b>		<b>20,06,538</b>



PARTICULARS	As at 31.03.2011		As at 31.03.2010	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>9) LOANS AND ADVANCES :</b>				
(Recoverable in cash or in kind or for value to be received, Unsecured, Considered good)				
Deposits Recoverable		1,17,41,087		82,42,442
Advances for Purchases		47,92,018		59,48,236
Balance with Excise/Customs Department		54,92,507		66,09,733
Sales Tax paid under Protest		37,19,043		33,48,681
Tax deducted at source		45,15,241		37,65,848
Prepaid Expenses		3,24,740		5,50,745
Income Tax Receivable Asst.Year 2007-08	2,39,739		2,39,739	
Income Tax Receivable Asst.Year 2008-09	15,963		15,963	
Income Tax Receivable Asst.Year 2010-11	16,26,104	18,81,806	-	2,55,702
Advance for Capital Items		3,50,00,000		3,50,00,000
		<b>6,74,66,442</b>		<b>6,37,21,387</b>
<b>10) CURRENT LIABILITIES &amp; PROVISIONS :</b>				
<b>A) Current Liabilities :</b>				
Sundry Creditors :				
Capital Items	22,08,062		1,89,29,328	
Trade	3,29,44,407		2,31,85,345	
Others	47,46,094	3,98,98,563	26,32,299	4,47,46,972
Advances from customers		1,99,588		82,307
Other Liabilities		1,98,31,604		1,53,96,072
		<b>5,99,29,755</b>		<b>6,02,25,351</b>
<b>B) Provisions :</b>				
Provision for Income Tax		10,11,920		22,27,464
		<b>6,09,41,675</b>		<b>6,24,52,815</b>



PARTICULARS	Year Ended 31 <sup>st</sup> March, 2011		Year Ended 31 <sup>st</sup> March, 2010	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>11) OTHER INCOME :</b>				
Interest earned (Gross)	1,92,234		3,93,842	
Other Income	4,41,290		7,78,255	
		<b>6,33,524</b>		<b>11,72,097</b>
<b>12) INCREASE / (DECREASE) IN STOCKS</b>				
Opening Stock of Finished Goods	22,60,875		20,38,045	
Closing stock of Finished Goods	76,94,033		22,60,875	
Increase / (Decrease) in Stocks		<b>54,33,158</b>		<b>2,22,830</b>
<b>13) MATERIALS CONSUMED :</b>				
Opening Stock	1,95,82,300		1,94,93,766	
Add : Purchases	18,44,49,190		12,62,88,836	
	20,40,31,490		14,57,82,602	
Less : Closing Stock	5,24,15,015		1,95,82,300	
<b>Consumption of Raw Materials</b>		<b>15,16,16,475</b>		<b>12,62,00,302</b>
<b>14) MANUFACTURING EXPENSES :</b>				
Packing Material Consumed		77,16,076		51,16,930
Stores Consumed		1,32,40,873		1,44,43,180
Production Expenses		1,09,87,307		87,89,785
Power and Fuel		52,35,989		49,71,070
Repairs and maintenance :				
:Buildings	1,09,836		6,53,355	
: Plant & Machinery	29,75,437		37,50,134	
:Others	7,64,865	38,50,138	1,60,022	45,63,511
		<b>4,10,30,383</b>		<b>3,78,84,476</b>



PARTICULARS	Year Ended 31 <sup>st</sup> March, 2011		Year Ended 31 <sup>st</sup> March, 2010	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>15) PAYMENTS AND BENEFITS TO EMPLOYEES :</b>				
Salaries, Wages, Bonus and other Allowances	1,56,21,867		1,64,42,292	
Gratuity and Statutory provisions	6,72,408		1,14,288	
Staff and workmen welfare expenses	18,97,638		22,09,776	
Contribution to PF, ESI and others	15,33,354		11,75,105	
		<b>1,97,25,267</b>		<b>1,99,41,461</b>
<b>16) OTHER EXPENSES :</b>				
Printing & Stationery	1,41,487		1,67,041	
Communication Expenses	11,12,552		12,73,732	
Travelling & Conveyance	22,30,679		25,89,992	
Rates, Fees and Taxes	2,29,606		1,72,009	
Audit Fee	2,86,045		2,80,283	
Consultation and Professional Charges	8,34,245		8,02,843	
Vehicle maintenance	1,48,967		2,42,663	
Rent	16,95,112		4,39,243	
Insurance	2,58,375		2,58,385	
Office Maintenance	19,23,676		12,68,145	
Loss on sale of Fixed Assets	1,21,562		–	
Service Tax/Sales Tax paid	1,04,538		40,780	
		<b>90,86,844</b>		<b>75,35,116</b>
<b>17) INTEREST &amp; OTHER FINANCIAL CHARGES</b>				
Interest on Term Loans	62,95,654		28,47,847	
Interest on working capital	79,13,160		58,93,907	
Interest on Other Loans	75,67,148		20,35,530	
Bank and other financial charges	3,75,233		18,52,916	
		<b>2,21,51,195</b>		<b>1,26,30,200</b>
<b>18) SELLING EXPENSES :</b>				
Carriage and Freight Outwards	57,18,003		46,84,030	
Commission and Discounts	10,08,290		20,69,687	
Business Promotion Expenses	4,57,620		8,77,151	
		<b>71,83,913</b>		<b>76,30,868</b>

**19) SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS****A. Significant Accounting Policies:****1) Basis of Preparation:**

The Financial Statements are prepared under the Historical cost convention on an accrual basis in accordance with the requirements of The Companies Act 1956 and comply with the Accounting Standards referred to in Sub Sec (3c) of Section 211 of the said Act.

**2) Revenue Recognition:**

Income from sale of goods is recognized at the point of dispatch of goods to customers. Sale value includes Excise Duty, VAT and applicable freight.

**3) Fixed Assets:**

Fixed assets are stated at cost of acquisition or construction. Cost comprises of the purchase price and other expenses attributable in bringing them to the present location and condition, including cost of borrowings till the date of capitalization of the asset acquired / installed / commissioned.

All the expenditure incurred on establishing / setting up of new projects / substantial expansion of existing facilities and creation of new assets are capitalized. Expenditure capitalized includes borrowing / finance costs on eligible assets incurred upto the date of commencement of commercial production.

**4) Depreciation:**

Depreciation on fixed assets has been provided on the straight line method and at the rates and in the manner specified in Schedule XIV to the Companies Act, 1956.

**5) Investments:**

Long term investments are stated at cost. The diminution in the market value of such investments is not recognized unless it is considered permanent in nature. Current investments are valued at the cost or market value whichever is lower.

**6) Borrowing Costs:**

Borrowing costs relating to acquisition of fixed assets which takes substantial period of time to get ready for its intended use are included to the extent they relate to the period till such assets are ready to be put to use. All other borrowing costs are charged to revenue. Borrowing costs consist of interest and financial costs the company incurs on its borrowed capital.

**7) Accounting for Leases:**

Rentals in respect of leased premises are charged to profit and loss account, being rents paid in pursuance of cancellable lease agreements.

**8) Inventories:**

Items of inventories are measured at lower of cost or net realizable value after providing for obsolescence, if any. Cost comprises of cost of purchase, cost of conversion, and other costs incurred in bringing the inventories to the present location and condition.

**9) Employee Benefits:****a) Defined Contribution Plan:**

Retirement benefits in the form of Provident Fund are defined contribution scheme and contributions in respect of such scheme are recognized in the Profit and Loss.

**b) Defined Benefit Plan:****Gratuity:**

Gratuity liability is a defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year. The company has created an approved gratuity fund, which has taken a group gratuity cum insurance policy with Life Insurance Corporation of India (LIC), for future payment of gratuity to the employees. The Company accounts for gratuity liability of its employees on the basis of actuarial valuation carried out at the year end by LIC.



**c) Other Long Term Employee Benefits.**

Long term compensated absences are provided in the books of account when the obligation to pay arises.

**10) Taxes on Income:**

**a) Current Tax:**

Provision for current tax is made for the amount of tax payable in respect of taxable income for the year computed under the provisions of the Income Tax Act, 1961.

**b) Deferred Tax:**

Deferred tax is recognized on timing difference being the difference between taxable income and accounting income that originate in one period and are capable of being reversed in the subsequent period/s, subject to the consideration of prudence.

**11) Foreign Currency Transactions:**

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing at the time of the transaction. Monetary items denominated in foreign currencies at the year end are translated at the year-end rates, the resultant gain or loss will be recognized in the profit and loss account. Any gain or loss arising on account of exchange difference on settlement of transaction is recognized in the profit and loss account

**12) Provisions, Contingent Liabilities and Contingent Assets:**

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are disclosed when the Company has possible obligation or a present obligation and it is probable that a cash outflow will not be required to settle the obligation. Contingent Assets are neither recognized nor disclosed in the financial statements.

**13) Use of Estimates:**

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets, liabilities, revenues and expenses. The estimates used in preparation and presentation of financial statements are prudent and reasonable. Actual results could differ from estimates. Any revision of accounting estimates is recognized prospectively in the current and future periods.

**14) Impairment:**

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal/external factors. An impairment loss will be recognized if the carrying amount of an asset exceeds its estimated recoverable amount. The recoverable amount is greater of asset's net selling price and value in use. In assessing the value in use, the estimated future economic benefits are discounted to the present value at the weighted average cost of capital.

**B. Notes on Accounts:**

**1. Secured Loans**

**a) Term Loans:**

Term Loans availed from Indian Bank & Axis Bank are secured by a first charge by way of hypothecation of all Inventories and Receivables both present & future, Equitable Mortgage of Factory together with building thereon, Plant & Machinery and Electrical Equipment. Term Loans are further secured by the personal guarantee of one of the Directors and Corporate Guarantee of M/s Anjani Portland Cement Ltd.

**b) Working Capital:**

Cash Credit facility with Indian Bank & Axis Bank are secured by hypothecation of stocks of raw materials, stock in process, finished goods, spares, book debts and second charge on Fixed Assets. The Cash Credit facility is further secured by the personal guarantee of one of the Directors of the Company and Corporate Guarantee of M/s Anjani Portland Cement Ltd.

**2. Outstanding dues of Micro enterprises and Small enterprises.**

Information as per Notification No. GSR 719 (E) & as per "The Micro, Small and Medium Enterprises Development Act, 2006 (MSMED)"

Sl.No.	PARTICULARS	2010-11	2009-10
1.	The Principal amount and the Interest due thereon remaining unpaid to any supplier as at the end of each accounting year	NIL	NIL
2.	The amount of interest paid by the buyer in terms of Sec 16, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year	NIL	NIL
3.	The amount of interest due and payable for the period of delay of making payment but without adding the interest specified under the Act	NIL	NIL
4.	The amount of interest accrued and remaining unpaid at the end of the each accounting year	NIL	NIL
5.	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the Small enterprises, for the purpose of disallowance as a deductible expenditure Under Sec 23.	NIL	NIL

3. The balances of sundry creditors, sundry debtors, unsecured loans and loans and advances are subject to confirmation and reconciliation.

**4. Segment Reporting:**

The Company has no reportable segments under AS-17

**5. Contingent Liabilities:**

(Rs in Lakhs)

PARTICULARS	2010-11	2009-10
Claims against the Company not acknowledged as debt Disputed liability in respect of sales tax demand	93.39	87.09
Bank Guarantees	47.90	41.66

**6. Auditors Remuneration**

(Amount in Rs)

PARTICULARS	2010-11	2009-10
Audit Fee	2,00,000	2,00,000
Tax audit Fee	50,000	50,000
Service Tax	25,750	25,750
Out of Pocket Expenses	10,295	4,533
Total	2,86,045	2,80,283

**7. Defined benefit plans:**

As per actuarial valuation as on March 31, 2011 and recognized in the financial statements in respect of post retirement gratuity plan with LIC.

**I. Actuarial Assumptions**

Rs. In Lakhs

Sl.No.	PARTICULARS	2010-11
1.	Discount Rate	8.00 %
2.	Salary Escalation	4.00 %

**II. Components of Employer Expenses**

(Amount in Rs)

Sl.No.	PARTICULARS	2010-11
1.	Current Service Cost	1,42,175
2.	Interest Cost	1,38,107
3.	Employee Contributions	-
4.	Expected Return on planned assets	(1,81,594)
5.	Net Actuarial (Gains) / Losses	(21,726)
6.	Past service Cost	-
7.	Settlement / Curtailment (Gain)	-
8.	Total Expenses	76,962

**III. Net Assets / (Liability) recognized in the Balance Sheet.**

Sl.No.	PARTICULARS	2010-11
1.	Present value of Defined Benefit obligation as at the end of the year	19,08,164
2.	Fair value of plan as at the end of the year	22,29,476
3.	Funded Status ( surplus / (Deficit) )	3,21,312
4.	Net Assets / (Liability) recognized in the balance sheet	(3,21,312)

**IV. Change in obligation during the year**

Sl.No.	PARTICULARS	2010-11
1.	Present Value of obligations at the beginning of the year	17,20,339
2.	Current Service Cost	1,42,175
3.	Interest Cost	1,38,107
4.	Settlement / Curtailment (Gain)	-
5.	Past Service Cost	-
6.	Employee Contributions	-
7.	Actuarial (Gain) / Losses on obligation	(21,726)
8.	Benefits paid	(76,731)
9.	Present Value of obligation at the end of the year	19,08,164

**V. Change in Fair value of the assets**

Sl.No.	PARTICULARS	2010-11
1.	Fair value of the plan assets at the beginning of the year	20,14,917
2.	Expected return on planned assets	1,81,594
3.	Contributions	1,09,696
4.	Benefits paid	(76,731)
5.	Actuarial Gain / (Loss ) on plan assets	Nil
6.	Fair value of the plan assets at the end of the year	22,29,476

\*The company is providing for gratuity on actuarial basis for the first time, hence the previous year details are not provided.

**8. Related Party Disclosures:**

- a) Relationship
- a) Holding Company
- i. Anjani Portland Cement Limited.
- b) Key Management Personnel
- i. Sri. K.V. Vishnu Raju
- ii. Sri P.V.R.L.Narasimha Raju
- iii. Sri S.V.S.Shetty
- c) Relatives of Key Management Personnel
- i. Sri. K.S.N.Raju
- d) Enterprises owned or significantly influenced by Key Management Personnel
- i. Vennar Ceramics Ltd
- ii. Sai Aditya Foods & Retails Pvt Ltd
- iii. Sri Vishnu Educational Society

**B). The following transactions are carried out with related parties in the course of business**

(Amount in Rs)

Particulars	Holding Company	Key managerial Persons	Relatives of Key managerial Persons	Enterprises of Key managerial Persons	Total (Rs.)
Purchases	-	-	-	-	-
Sales	7,07,973	-	-	29,03,086	36,11,059
Remuneration	-	-	-	-	-
Office Rent	-	6,25,404	6,25,404	-	12,50,808
Interest	-	-	-	-	-
Loans Given	-	-	-	-	-
Loans Repaid	-	-	-	-	-
Balance out standing at the end of the Current Year	-	-	-	3,50,00,000	3,50,00,000
Balance out standing at the end of the Previous Year	-	-	-	3,50,00,000	3,50,00,000

**9. Earnings Per Share:**

(Amount in Rs)

PARTICULARS	2010-11	2009-10
Profit for the Year after tax	11,78,898	50,90,541
Number of Equity Shares	15,00,000	15,00,000
Earning Per Share (Basic and Diluted)	0.79	3.39



## 10. Deferred Tax Liability comprises of the following:

(Amount in Rs)

PARTICULARS	2010-11	2009-10
On account of Depreciation		
Opening Balance	1,37,81,315	1,33,65,423
Add: Current Year Liability	8,34,293	4,15,892
Closing Balance	1,46,15,608	1,37,81,315

## 11. Additional information pursuant to the provisions of paragraphs 3,4c and 4d of part II of Schedule VI of the Companies Act, 1956. (to the extent applicable)

## a) Capacity &amp; Production (\*Being technical matter, not verified by the auditors)

(units in millions)

PARTICULARS	2010-11	2009-10
Licensed	600.00	600.00
Installed Capacity	600.00	600.00
Actual Production	184.06	230.02

## b) Details of Turnover:

(Amount in Rs)

PARTICULARS	2010-11	2009-10
MICR Warrants, Computer Stationery, Forms etc.	28,06,81,331	24,51,79,450

## c) Material Consumption:

(Amount in Rs)

Particulars	Unit of Measurement	2010-11		2009-10	
		Qty.	Amount in Rs.	Qty.	Amount in Rs.
Paper	Metric Tonne (‘000 Meters)	3013.38	14,27,64,564	2517.96	11,59,19,158
Carbon		2950.10	21,83,738	2731.55	19,11,451
Ink			44,92,422		61,59,611
Others			21,75,751		22,10,082
Total			15,16,16,475		12,62,00,302

## d) Opening &amp; Closing Stock of Finished Goods :

(Amount in Rs)

Particulars	2010-11		2009-10	
	Opening stock	Closing stock	Opening stock	Closing stock
MICR Warrants and computer stationery forms Etc	22,60,875	76,94,033	20,38,045	22,60,875



## 12. Value of Imported and Indigenous Raw Materials, Consumables etc,

(Amount in Rs)

Particulars	Raw Material				Consumable stores etc.,			
	2010-11		2009-10		2010-11		2009-10	
	%	In Rs.	%	In Rs.	%	In Rs.	%	In Rs.
Imported	0.06	89,453	-	-	6.76	8,95,055	4.29	6,20,134
Indigenous	99.94	15,15,27,022	100.00	12,62,00,302	93.24	1,23,45,818	95.71	1,38,23,046
Total	100.00	15,16,16,475	100.00	12,62,00,302	100.00	1,32,40,873	100.00	1,44,43,180

## 13. CIF Value of Imports :

(Amount in Rs)

PARTICULARS	2010-11	2009-10
Capital Goods	1,72,37,870	63,26,383
Stores & Spares	8,95,055	6,20,134
Inks	89,453	
Total	1,82,22,378	69,46,517

## 14. Expenditure in Foreign Currency:

(Amount in Rs)

PARTICULARS	2010-11	2009-10
Repairs to Machinery and others	--	5,53,402
Subscription, Books & periodicals and AMC	--	2,77,500
Total	--	8,30,902

15. Previous year figures have been regrouped and reclassified wherever considered necessary. Paise have been rounded off to the nearest Rupee.

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

As per our report of even date  
**For M.ANANDAM & CO**  
 Chartered Accountants

**For and on behalf of the Board**

**M. V. Ranganath**  
 Partner  
 M.No.28031

**K. V. Vishnu Raju**  
 Director

**P. V. R. L. Narasimha Raju**  
 Director

Place : HYDERABAD  
 Date : 04.08.2011

**S.V.S. Shetty**  
 Director

**Balance Sheet Abstract and Company's General Business Profile**

(As per Schedule VI, Part IV of the Companies Act, 1956)

**I. Registration Details**Registration No.  State Code Balance Sheet Date **II. Capital raised during the year (Rs. in Thousands)**

Public Issue	Rights Issue	Bonus Issue	Private Placement
<input type="text" value=""/> <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/> <input type="text" value=""/>	<input type="text" value=""/> <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/> <input type="text" value=""/>	<input type="text" value=""/> <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/> <input type="text" value=""/>	<input type="text" value=""/> <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/> <input type="text" value=""/>

**III. Position of Mobilisation and Deployment of Funds (Rs.Thousands)**

Total Liabilities	Total Assets
<input type="text" value="3"/> <input type="text" value="0"/> <input type="text" value="4"/> <input type="text" value="0"/> <input type="text" value="1"/> <input type="text" value="5"/>	<input type="text" value="3"/> <input type="text" value="0"/> <input type="text" value="4"/> <input type="text" value="0"/> <input type="text" value="1"/> <input type="text" value="5"/>

**Sources of Funds**

Paid-up Capital	Reserves & Surplus	Secured Loans	Unsecured Loans	Deferred Tax Liabilities
<input type="text" value="1"/> <input type="text" value="5"/> <input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="0"/>	<input type="text" value="1"/> <input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="5"/> <input type="text" value="9"/> <input type="text" value="8"/>	<input type="text" value="1"/> <input type="text" value="7"/> <input type="text" value="3"/> <input type="text" value="6"/> <input type="text" value="3"/> <input type="text" value="6"/>	<input type="text" value="1"/> <input type="text" value="6"/> <input type="text" value="5"/>	<input type="text" value="1"/> <input type="text" value="4"/> <input type="text" value="6"/> <input type="text" value="1"/> <input type="text" value="6"/>

**Application of Funds**

Net Fixed Assets	Net Current Assets	Misc. Expenditure	Investment
<input type="text" value="1"/> <input type="text" value="4"/> <input type="text" value="4"/> <input type="text" value="7"/> <input type="text" value="4"/> <input type="text" value="2"/>	<input type="text" value="1"/> <input type="text" value="5"/> <input type="text" value="9"/> <input type="text" value="2"/> <input type="text" value="7"/> <input type="text" value="3"/>	<input type="text" value=""/> <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/> <input type="text" value=""/>	<input type="text" value=""/> <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/> <input type="text" value=""/>

**IV. Performance of Company ( Rs.Thousands)**

Turnover	Total Expenditure	Profit / (Loss) Before Tax	Profit After Tax
<input type="text" value="2"/> <input type="text" value="6"/> <input type="text" value="9"/> <input type="text" value="9"/> <input type="text" value="4"/> <input type="text" value="5"/>	<input type="text" value="2"/> <input type="text" value="6"/> <input type="text" value="7"/> <input type="text" value="6"/> <input type="text" value="9"/> <input type="text" value="2"/>	<input type="text" value="2"/> <input type="text" value="2"/> <input type="text" value="5"/> <input type="text" value="3"/>	<input type="text" value="1"/> <input type="text" value="1"/> <input type="text" value="7"/> <input type="text" value="9"/>

Earnings per Share (Rs.)	Dividend Rate (%)
<input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="."/> <input type="text" value="7"/> <input type="text" value="9"/>	<input type="text" value=""/> <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/> <input type="text" value=""/>

**V. Generic Names of three principal products / Services of the Company (As per monetary terms)**

Item Code No. (ITC Code)	Product Description
4820.00	Printed Material
4901.90	Offset - Printing

For and on behalf of the order of the Board of Directors

Place : HYDERABAD

**K. V. Vishnu Raju****P. V. R. L. Narasimha Raju**

Date : 04.08.2011

Director

Director

**S.V.S Shetty**

Director