



Sujana Towers Limited  
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## STATEMENT OF CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2015

(Rs. in Lakhs)

Sl. No.	Particulars	3 months ended 31.03.2015	Preceding 3 months ended 31.12.2014	Corresponding 3 months ended 31.03.2014 in the previous year	Year to date figures for current year ended 31.03.2015	Previous year ended 31.03.2014
		Audited	Un-audited	Audited	Audited	Audited
<b>PART-I</b>						
1	<b>Income From Operations</b>					
	a. Net Sales/Income from Operations	42,389.22	54,702.38	75,564.72	226,384.25	193,693.70
	b. Other Operating Income	217.78	9.10	11.07	452.66	232.18
	<b>Total income from Operations (Net)</b>	<b>42,607.00</b>	<b>54,711.48</b>	<b>75,575.80</b>	<b>226,836.91</b>	<b>193,925.89</b>
2	<b>Expenses</b>					
	a. Cost of Materials Consumed	1,105.86	2,011.61	4,638.98	9,349.01	12,061.86
	b. Purchases of Stock-in-trade	30,865.04	46,181.29	65,890.50	184,852.08	157,220.50
	c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	838.67	(132.55)	(1,500.70)	2,653.60	(1,941.66)
	d. Employee benefits expenses	181.27	209.48	210.63	842.52	939.73
	e. Depreciation and amortisation expenses	721.21	672.88	602.22	2,762.01	2,278.67
	f. Other Expenses (Any item exceeding 10% of the total Expenses relating to continuing operations to be shown separately)	693.42	846.61	1,358.43	3,284.64	3,418.69
	<b>Total Expenses</b>	<b>34,405.47</b>	<b>49,789.32</b>	<b>71,200.06</b>	<b>203,743.86</b>	<b>173,977.79</b>
3	<b>(Profit)/(Loss) from operations before other income, finance costs and exceptional items</b>	<b>8,201.53</b>	<b>4,922.16</b>	<b>4,375.73</b>	<b>23,093.05</b>	<b>19,948.09</b>
4	Other Income	7.77	11.59	62.09	73.17	266.82
5	<b>Profit/(Loss) from ordinary activities before finance costs and exceptional items (3 + 4)</b>	<b>8,209.30</b>	<b>4,933.75</b>	<b>4,437.82</b>	<b>23,166.22</b>	<b>20,214.91</b>
6	Finance costs	8,230.56	4,820.13	5,260.89	22,702.26	20,906.89
7	<b>Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5 + 6)</b>	<b>(21.26)</b>	<b>113.62</b>	<b>(823.06)</b>	<b>463.96</b>	<b>(691.97)</b>
8	Exceptional Items	-	-	-	-	-
9	<b>Profit/(Loss) from ordinary activities before tax (7 + 8)</b>	<b>(21.26)</b>	<b>113.62</b>	<b>(823.06)</b>	<b>463.96</b>	<b>(691.97)</b>
10	Tax Expenses	(91.42)	110.65	33.00	120.60	107.85
11	<b>Net Profit/(Loss) from ordinary activities after tax (9 + 10)</b>	<b>70.18</b>	<b>2.97</b>	<b>(856.06)</b>	<b>343.36</b>	<b>(799.83)</b>
12	Extraordinary items (net of tax expenses Rs. in Lakhs)	-	-	-	-	-
13	<b>Net Profit/(Loss) for the period 11 + 12)</b>	<b>70.18</b>	<b>2.97</b>	<b>(856.06)</b>	<b>343.36</b>	<b>(799.83)</b>
14	Share of Profit/(Loss) of associates	-	-	-	-	-
15	Minority Interest	(19.59)	18.90	433.10	36.37	537.33
16	<b>Net Profit/(Loss) after taxes, minority interest and share of profit/(Loss) of associates (13+14+15)</b>	<b>50.57</b>	<b>21.87</b>	<b>(422.97)</b>	<b>379.73</b>	<b>(262.50)</b>
17	Paid-Up equity share capital (Face Value of Rs. 10/- each)	5,191.49	5,191.49	5,191.49	5,191.49	5,191.49
18	Reserve excluding revaluation reserves as per balance sheet of previous accounting year	-	-	-	84,377.67	83,797.73
19.i	Earnings per share (before extraordinary items) (of Rs. 10/- each) (not annualised):					
	(a) Basic	0.10	0.04	-	0.73	-
	(b) Diluted	0.10	0.04	-	0.73	-
19.ii	Earnings per share (after extraordinary items) (of Rs. 10/- each) (Not annualised)					
	(a) Basic	0.10	0.04	-	0.73	-
	(b) Diluted	0.10	0.04	-	0.73	-



Sl. No.	Particulars	3 months ended 31.03.2015	Preceding 3 months ended 31.12.2014	Corresponding 3 months ended 31.03.2014 in the previous year	Year to date figures for current year ended 31.03.2015	Previous year ended 31.03.2014
		Audited	Un-audited	Audited	Audited	Audited
<b>PART-II</b>						
A	<b>Particulars of Share Holdings</b>					
1	<b>Public Share Holding</b>					
	- Number of Shares	32,970,109	32,970,109	32,970,109	32,970,109	32,970,109
	- Percentage of Holding	63.51	63.51	63.51	63.51	63.51
2	<b>Promoters and Promoter Group Shareholding</b>					
	<b>a) Pledged/Encumbered</b>					
	- Number of shares	18943457	18943457	18943457	18943457	18943457
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	99.99	99.99	99.99	99.99	99.99
	- Percentage of Shares (as a % of the total share capital of the company)	36.49	36.49	36.49	36.49	36.49
	<b>b) Non - Encumbered</b>					
	- Number of Shares	1357	1357	1357	1357	1357
	- Percentage of Shares (as a % of the total Shareholding of Promoter an Promoter group)	0.01	0.01	0.01	0.01	0.01
	- Percentage of Shares (as a % of the total Share capital of the Company)	0.00	0.00	0.00	0.00	0.00

S.No.	Particulars	3 months ended 31.03.2015
B	<b>Investor Compliants</b>	
	Pending at the beginning of the quarter	Nil
	Received during the quarter	Nil
	Deposited during the quarter	Nil
	Remaining unresolved at the end of the quarter	Nil

**Notes :**

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors on 20th May 2015
- The following are the Standalone results for the quarter ended 31.03.2015

(Rs. in Lakhs)

Particulars	3 months ended 31.03.2015	Preceding 3 months ended 31.12.2014	Corresponding 3 months ended 31.03.2014 in the previous year	Year to date figures for current year ended 31.03.2015	Previous year ended 31.03.2014
	Audited	Un-audited	Audited	Audited	Audited
Turnover	37,973.83	53,133.18	72,503.53	211,440.83	180,098.62
Profit Before Tax	(65.13)	149.79	50.60	503.32	266.53
Profit After Tax	26.30	39.14	38.97	382.73	180.05
Earning per Share					
(a) Basic	0.05	0.07	0.07	0.73	0.34
(b) Diluted	0.05	0.07	0.07	0.73	0.34

- The standalone financial results were available at the Registered Office of the Company as well as Company's Website [www.sujana.com](http://www.sujana.com) for inspection of members of the Company.
- The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year.
- The statutory auditors of the Company have Audited the standalone results for the year ended 31.03.2015 as per Clause 41 of the Listing Agreement except the subsidiary accounts.
- The company are primarily engaged in the business of Power and Telecom Infrastructure which in the context of Accounting Standard 17, is considered the only significant business segment.
- To facilitate comparison, figures of the previous period have been re-arranged, wherever necessary.
- The Statement of assets and liabilities as required under Clause 41(V)(H) of the Listing Agreement is as under for the consolidated financials





(Rs. in Lakhs)

Sl. No.	Particulars	As at current year ended 31.03.2015 (Audited)	As at previous year ended 31.03.2014 (Audited)
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>Share Holders Funds</b>		
	(a) Share Capital	5,340.01	5,438.83
	(b) Reserves and Surplus	84,377.67	83,787.73
	(c) Money received against share warrants	-	-
	<b>Sub-Total Share Holders Funds</b>	<b>89,717.68</b>	<b>89,236.56</b>
<b>2</b>	Share Application Money pending Allotment		
<b>3</b>	Minority Interest		
<b>4</b>	<b>Non-Current Liabilities</b>		
	(a) Long Term Borrowings	106,420.97	111,106.52
	(b) Deferred Tax Liability (Net)	6,735.52	6,715.32
	(c) Other Long Term Liabilities	27,298.92	304.67
	(d) Long Term Provisions	220.89	202.89
	<b>Sub- Total Non-Current Liabilities</b>	<b>140,676.10</b>	<b>118,329.50</b>
<b>5</b>	<b>Current Liabilities</b>		
	(a) Short Term Borrowings	64,456.27	55,208.93
	(b) Trade Payables	78,871.03	64,622.39
	(c) Other Current Liabilities	23,381.63	27,392.57
	(d) Short-term Provisions	5,698.62	5,640.33
	<b>Sub- Total Current Liabilities</b>	<b>172,407.54</b>	<b>152,864.22</b>
	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>402,801.32</b>	<b>360,430.28</b>
<b>B</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-Current Assets</b>		
	(a) Fixed Assets	43,339.80	46,069.99
	(b) Goodwill on Consolidation	-	-
	(c) Non-Current Investments	-	-
	(d) Deferred Taxes (Net)	-	-
	(e) Long Term Loans and Advances	131,655.74	30,946.74
	(f) Other non-Current Assets	-	-
	<b>Sub Total Non-Current Assets</b>	<b>174,995.54</b>	<b>77,016.73</b>
<b>2</b>	<b>Current Assets</b>		
	(a) Current Investments	3,940.42	6,932.47
	(b) Inventories	221,009.35	271,330.74
	(c) Trade Receivables	90.65	191.26
	(d) Cash and Cash Equivalents	2,765.37	4,928.67
	(e) Short-Term loans and advances	-	30.40
	(f) Other Current Assets	-	-
	<b>Sub-total- Current Assets</b>	<b>227,805.79</b>	<b>283,413.55</b>
	<b>TOTAL - ASSETS</b>	<b>402,801.32</b>	<b>360,430.28</b>

By Order of the Board  
For SUJANA TOWERS LIMITED



G. SRINIVASA RAJU  
DIRECTOR

Place : Hyderabad  
Date : 20.05.2015



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Statement of Standalone Audited Financial Results for the year ended 31st March, 2015

(Rs. in Lakhs)

S.No.	Particulars	3 months ended 31.03.2015	Preceding 3 months ended 31.12.2014	Corresponding 3 months ended 31.03.2014 in the previous year	Year to date figures for current year ended 31.03.2015	Previous year ended 31.03.2014
		Audited	Unaudited	Audited	Audited	Audited
1	<b>Income From Operations</b>					
	a. Net Sales/Income from Operations	37,973.83	53,133.19	72,503.53	211,440.83	180,098.62
	b. Other Operating Income	163.87	8.99	11.49	391.51	232.18
	<b>Total income from Operations (Net)</b>	<b>38,137.70</b>	<b>53,142.18</b>	<b>72,515.02</b>	<b>211,832.34</b>	<b>180,330.80</b>
2	<b>Expenses</b>					
	a. Cost of Materials Consumed	1,105.86	2,011.61	4,639.33	9,349.01	12,061.86
	b. Purchases of Stock-in-trade	26,461.76	44,620.81	62,851.94	169,968.33	143,804.99
	c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	838.67	(132.54)	(1,500.70)	2,653.60	(1,941.66)
	d. Employee benefits expenses	183.33	181.44	204.52	761.38	810.69
	e. Depreciation and amortisation expenses	715.36	668.08	596.72	2,741.00	2,254.56
	f. Other Expenses (Any item exceeding 10% of the total Expenses relating to continuing operations to be shown)	694.32	835.66	1,333.16	3,248.61	3,309.73
	<b>Total Expenses</b>	<b>29,999.29</b>	<b>48,185.06</b>	<b>68,124.97</b>	<b>188,721.92</b>	<b>160,300.17</b>
3	<b>(Profit)/(Loss) from operations before other income, finance costs and exceptional items</b>	<b>8,138.42</b>	<b>4,957.12</b>	<b>4,390.05</b>	<b>23,110.43</b>	<b>20,030.62</b>
4	Other Income	7.76	11.61	62.09	73.17	266.82
5	<b>Profit/(Loss) from ordinary activities before finance costs and exceptional items (3 ± 4)</b>	<b>8,146.17</b>	<b>4,968.73</b>	<b>4,452.14</b>	<b>23,183.59</b>	<b>20,297.44</b>
6	Finance costs	8,211.30	4,818.94	4,401.54	22,680.27	20,030.91
7	<b>Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5 ± 6)</b>	<b>(65.13)</b>	<b>149.79</b>	<b>50.60</b>	<b>503.32</b>	<b>266.53</b>
8	Exceptional Items	-	-	-	-	-
9	<b>Profit/(Loss) from ordinary activities before tax (7 ± 8)</b>	<b>(65.13)</b>	<b>149.79</b>	<b>50.60</b>	<b>503.32</b>	<b>266.53</b>
10	Tax Expenses	(91.42)	110.65	11.63	120.60	86.48
11	<b>Net Profit/(Loss) from ordinary activities after tax (9 ± 10)</b>	<b>26.30</b>	<b>39.14</b>	<b>38.97</b>	<b>382.73</b>	<b>180.05</b>
12	Extraordinary items (net of tax expenses Rs. in Lakhs)	-	-	-	-	-
13	<b>Net Profit/(Loss) for the period (11 ± 12)</b>	<b>26.30</b>	<b>39.14</b>	<b>38.97</b>	<b>382.73</b>	<b>180.05</b>
14	Share of Profit/(Loss) of associates	-	-	-	-	-
15	Minority Interest	-	-	-	-	-
16	<b>Net Profit/(Loss) after taxes, minority interest and share of profit/(Loss) of associates (13 ± 14 ± 15)</b>	<b>26.30</b>	<b>39.14</b>	<b>38.97</b>	<b>382.73</b>	<b>180.05</b>
17	Paid-Up equity share capital (Face Value of Rs.10/- each)	5,191.49	5,191.49	5,191.49	5,191.49	5,191.49
18	Reserve excluding revaluation reserves as per balance sheet of previous accounting year	-	-	-	72,051.67	71,671.47
19.i	Earnings per share (before extraordinary items) (of Rs.10/- each) (not annualised):					
	(a) Basic	0.05	0.07	0.07	0.73	0.34
	(b) Diluted	0.05	0.07	0.07	0.73	0.34
19.ii	Earnings per share (after extraordinary items) (of Rs.10/- each) (Not annualised)					
	(a) Basic	0.05	0.07	0.07	0.73	0.34
	(b) Diluted	0.05	0.07	0.07	0.73	0.34



Part II						
<b>A</b>	<b>Particulars of Share Holdings</b>					
1	<b>Public Share Holding</b>					
	-Number of Shares	32,970,109	32,970,109	32,970,109	32,970,109	32,970,109
	-Percentage of Holding	63.51	63.51	63.51	63.51	63.51
2	<b>Promoters and Promoter Group Shareholding</b>					
	<b>a) Pledged/Encumbered</b>					
	- Number of shares	18943457	18943457	18943457	18943457	18943457
	-Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	99.99	99.99	99.99	99.99	99.99
	-Percentage of Shares (as a % of the total share capital of the company)	36.49	36.49	36.49	36.49	36.49
	<b>b) Non - Encumbered</b>					
	-Number of Shares	1357	1357	1357	1357	1357
	-Percentage of Shares (as a % of the total Shareholding of Promoter or Promoter group)	0.01	0.01	0.01	0.01	0.01
	-Percentage of Shares (as a % of the total Share capital of the Company)	0.00	0.00	0.00	0.00	0.00

S.No.	Particulars	3 Months Ended 31.03.2015
<b>B.</b>	<b>Investor Complaints</b>	
	Pending at the beginning of the quarter	Nil
	Received during the quarter	Nil
	Disposed of during the quarter	Nil
	Remaining unresolved at the end of the quarter	Nil

**Notes:**

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors on 20th May 2015
- The following are the Consolidated results for the quarter ended 31.03.2015

(Rs. in Lakhs)

Particulars	3 months ended 31.03.2015	Preceding 3 months ended 31.12.2014	Corresponding 3 months ended 31.03.2014 in the previous year	Year to date figures for current year ended 31.03.2015	Previous year ended 31.03.2014
	Audited	Unaudited	Audited	Audited	Audited
Turnover	42,389.22	54,702.38	75,564.72	226,384.25	193,693.70
Profit Before Tax	(40.85)	113.62	(823.06)	463.96	(691.97)
Profit After Tax	50.57	21.87	(422.97)	379.73	(262.50)
Earning per Share					
(a) Basic	0.10	0.04	-	0.73	-
(b) Diluted	0.10	0.04	-	0.73	-

- The standalone financial results were available at the Registered Office of the Company as well as Company's Website www.sujana.com for inspection of members of the Company.
- The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year.
- The statutory auditors of the Company have Audited the standalone results for the year ended 31.03.2015 as per Clause 41 of the Listing Agreement except the subsidiary accounts.
- The company are primarily engaged in the business of Power and Telecom Infrastructure which in the context of Accounting Standard 17, is considered the only significant business segment
- To facilitate comparison, figures of the previous period have been re-arranged, wherever necessary.



8 The Statement of assets and liabilities as required under Clause 41(v)(b) of the Listing Agreement is as under for the Standalone financials  
Rs.in Lakhs

	PARTICULARS	As at	As at
		current year ended 31.03.2015 Audited	previous year ended 31.03.2014 Audited
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>Share Holders Funds</b>		
	(a) Share Capital	5,340.01	5,438.83
	(b) Reserves and Surplus	72,051.67	71,671.48
	(c) Money received against share warrants	-	-
	<b>Sub-Total Share Holders Funds</b>	<b>77,391.68</b>	<b>77,110.30</b>
<b>2</b>	Share Application Money pending Allotment	-	-
<b>3</b>	Minority Interest	-	-
<b>4</b>	<b>Non-Current Liabilities</b>		
	(a) Long Term Borrowings	98,906.08	103,863.57
	(b) Deferred Tax Liability (Net)	6,742.00	6,722.10
	(c) Other Long Term Liabilities	27,298.92	304.67
	(d) Long Term Provisions	220.69	202.99
	<b>Sub- Total Non-Current Liabilities</b>	<b>133,167.69</b>	<b>111,093.34</b>
<b>5</b>	<b>Current Liabilities</b>		
	(a) Short Term Borrowings	64,456.27	55,208.93
	(b) Trade Payables	33,974.35	24,598.40
	(c) Other Current Liabilities	23,286.89	27,363.56
	(d) Short-term Provisions	5,698.62	5,606.04
	<b>Sub- Total Current Liabilities</b>	<b>127,416.13</b>	<b>112,776.93</b>
	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>337,975.49</b>	<b>300,980.56</b>
<b>B</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-Current Assets</b>		
	(a) Fixed Assets	43,166.85	45,876.03
	(b) Goodwill on Consolidation	-	-
	(c) Non-Current Investments	13,993.74	13,993.74
	(d) Deferred Taxes (Net)	-	-
	(e) Long Term Loans and Advances	132,770.53	32,061.53
	(f) Other non-Current Assets	-	-
	<b>Sub Total Non-Current Assets</b>	<b>189,931.12</b>	<b>91,931.30</b>
<b>2</b>	<b>Current Assets</b>		
	(a) Current Investments	5,804.86	6,801.68
	(b) Inventories	142,037.78	199,923.79
	(c) Trade Receivables	54.85	73.59
	(d) Cash and Cash Equivalents	2,146.88	2,219.79
	(e) Short-Term loans and advances	-	30.60
	(f) Other Current Assets	-	-
	<b>Sub-total- Current Assets</b>	<b>148,044.57</b>	<b>209,049.26</b>
	<b>TOTAL - ASSETS</b>	<b>337,975.49</b>	<b>300,980.56</b>

Place : Hyderabad  
Date : 20.05.2015



BY Order of  
For SUJANA TOWERS LIMITED

G. SRINIVAS RAJU  
DIRECTOR

## **INDEPENDENT AUDITORS' REPORT**

**To**  
**The Members,**  
**Sujana Towers Limited.**

### **Report on the Standalone Financial Statements**

We have audited the accompanying financial statements of M/s.Sujana Towers Limited, which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss, and Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information,

### **Management's Responsibility for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2015, and its profit and its cash flows for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;



- d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e) On the basis of the written representations received from the directors as on 31st March 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2015 from being appointed as a director in terms of Section 164 (2) of the Act; and
- f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion, and to the best of our information and according to the explanations given to us:
- I. There are no pending litigations for the company that will impact the financial position of the company;
  - II. There are no foreseeable losses on long-term contracts including derivative contracts;
  - III. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

**For VENUGOPAL & CHENOY,  
Chartered Accountants,  
FRN: 004671S**

**Sd/-  
( P.V.SRI HARI )  
Partner  
Membership No.021961**

**Place: Hyderabad  
Date: 20-05-2015**

### **Annexure to the Independent Auditors' Report**

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2015, we report that:

- (i) (a) The Company is in the process of updating its Fixed Assets register showing full particulars, including quantitative details and situation of fixed assets.

(b) According to the information given to us, the fixed assets have been physically verified during the year by the management in accordance with a programme of verification. In our opinion, the periodicity of verification is reasonable having regard to the size of the company and the nature of its assets. However, the comparison of the fixed assets physically found is pending reconciliation with the Fixed Assets Register
- (ii) (a) As explained to us, the physical verification of inventory was carried out during the year by the management at reasonable intervals. However, the documentation with regard to such verification has to be strengthened.

(b) In our opinion and according to the information and explanation given to us, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.

(c) According to the information and explanation given to us, the company is maintaining proper records of inventory. The discrepancies noticed on physical verification of inventory as compared to book record were not material.
- (iii) (a) The Company has not granted loans to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act').
- (iv) In our opinion and according to the information and explanations given to us, the internal control procedures, considering the size of the company and the nature of its business, need to be strengthened with regard to purchase of inventory, fixed assets and with regard to sale of goods and services. However, we were informed, that the company is taking steps to improve the internal control procedures. We have not observed any other continuing failure to correct major weaknesses in internal controls.

- (v) In our opinion and according to the information and explanation given to us, the company has not accepted any deposits from the public.
- (vi) We have broadly reviewed the books of account maintained by the Company pursuant to Section 148(1) of the Companies Act, 2013, and we are of the opinion that prima facie the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the records.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance income tax, excise, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues were in arrears as at 31 March 2015 for a period of more than six months from the date they became payable except:

	Rs. In Lakhs
Income Tax (2009-2010)	151.14
Income Tax (2010-2011)	2688.45
Income Tax (2011-2012)	2447.15
Income Tax (2012-2013)	129.69
Income Tax (2013-2014)	102.20

- (b) According to information and explanations given to us, the following dues of Excise Duty and Sales tax have not been deposited by the Company on account of disputes:

Name of the Statute (Nature of the Dues)	Period to which the amount relates	Forum where matter is pending	Amount
<b>Excise Department:</b>			
Excise Duty on Job Work	2010-2011	Additional Commissioner of central Excise	Rs. 30.98 lacs (paid Rs.15.49 lacs during the year 2010-2011)
<b>Sales Tax Department:</b>			
Submission of C Forms	2011-2012	Appellate Deputy Commissioner	Rs. 72.02 lacs

- (viii) In our opinion, the company has no accumulated losses as at 31.03.2015 and it has not incurred any cash losses in the financial year ended on that date or in the immediately preceding financial year.

- (ix) According to the information and explanations given to us, the company has not given any guarantees for loans taken by others from banks or financial institutions.
- (x) According to the information and explanations given to us, the company has applied the term loans disbursed during the year for the purposes for which they were granted.
- (xi) According to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit.

**For VENUGOPAL & CHENOY,  
Chartered Accountants,  
FRN: 004671S**

**Sd/-  
( P.V.SRI HARI )  
Partner  
Membership No.021961**

**Place: Hyderabad  
Date: 20-05-2015**