

## CORPORATE INFORMATION

### BOARD OF DIRECTORS

Shri K.V.Vishnu Raju	- Chairman
Shri R.Ravichandran	- Wholetime Director
Shri B.V.N.Satyanarayana Raju	- Director
Shri S.Ram Kumar	- Director
Shri P.V.R.L.Narasimha Raju	- Director

Shri Champak Kesari Burma - Company Secretary

### AUDITORS

M.Bhaskara Rao & Co.,  
5-4, 5<sup>th</sup> Floor, "Kautilya"  
6-3-652, Somajiguda  
Hyderabad – 500 482.

### BANKERS

Andhra Bank,  
Indian Bank  
Indian Overseas Bank  
Punjab National Bank

### Registrars and Share Transfer Agents

M/s. Sathguru Management – Consultants Private Limited  
Plot No.15, Hindi Nagar, Punjagutta, Hyderabad – 500 034.  
Phone No(s): 040-23356507, 23356975  
E-mail: sta@sathguru.com

### REGISTERED OFFICE

Vishnupur,  
Garagaparru Road  
Bhimavaram – 534 202  
West Godavari District

**Listed :** Bombay Stock Exchange Limited, Mumbai

**Book Closure Dates:** 20<sup>th</sup> September 2010 to 25<sup>th</sup> September 2010 (Both days inclusive)

***"Your Company kept its focus on the simple things: Remain close to customers and help them enhance efficiency and enable growth; focus on execution to deliver a superior quality of experience; and manage costs and operations optimally."***

## NOTICE

**Notice** is hereby given that the **Twenty Sixth** Annual General Meeting of the members of the Company will be held on Saturday the 25<sup>th</sup> **September, 2010 at 10.30 AM** at Administrative Building, Dr.B.V.Raju Foundation, Vishnupur, Garagaparru Road, Bhimavaram, W.G.District, and Andhra Pradesh to transact the following items of business:

### ORDINARY BUSINESS:

#### Ordinary business:

1. To receive, consider and adopt the audited Balance Sheet as at 31<sup>st</sup> March 2010 and the Profit and Loss Account for the year ended on that date, Notes and Schedules to Accounts and the Reports of the Directors and the Auditors thereon.
2. To appoint a Director in place of Sri B.V.N.Satyanarayana Raju, Director who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint M. Bhaskara Rao & Co., Chartered Accountants, Hyderabad as auditors of the Company to hold office from the conclusion of this meeting till the conclusion of the next Annual General Meeting and authorise the Board of Directors to fix their remuneration.

**Place: Hyderabad**

**Date: 14.08.2010**

**K. V. Vishnu Raju**  
**Chairman**

#### 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 / HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE INSTRUMENT APPOINTING A PROXY SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN 48 HOURS BEFORE THE TIME FOR HOLDING THE MEETING.**
2. The relevant explanatory statement required by Section 173 (2) of the Companies Act, 1956, in respect of the special business set out above is annexed hereto.
3. The Register of members and Share Transfer Books of the Company will remain closed from 20<sup>th</sup> September, 2010 to 25<sup>th</sup> September, 2010 (both days inclusive).

4. Voting is by show of hands unless a poll is demanded by a member or members present in person, or by proxy, holding at least one-tenth of the total shares entitled to vote on the resolution, or by those holding paid-up capital of at least Rs 50,000. A proxy shall not vote except on a poll
5. Members who hold shares in dematerialized form are requested to write their client ID and DP ID. Those who hold shares in physical form are required to write their Folio Number in the Attendance slip for attending the meeting.
6. Members holding shares in physical form are requested to notify/send any change in their address to the Company's share transfer agents, or to the Company at its Registered Office.
7. Members holding shares in dematerialisation form are requested to notify/send any changes in their address to the concerned depository participant (s).
8. In case of joint holders attending the Meeting, only such joint holders who is higher in the order of names will be entitled to vote.
9. Corporate members intending to send their authorized representatives to attend the Meeting are requested to send a certified copy of the Board Resolution authorizing their representatives to attend and vote on their behalf at the AGM.
10. Section 109A of the Companies Act, 1956 extends the nomination facility to individual shareholders of the Company. Therefore, the shareholders willing to avail this facility may make nomination in Form 2B.
11. Members/Proxies should bring duly filled in attendance slips sent herewith for attending the meeting along with the copies of annual reports to the Annual General Meeting.
12. Pursuant to the requirement of Corporate Governance code under the Listing Agreement entered into by the Company, the information about the Directors proposed to be appointed/re-appointed is given in the **Annexure to this Notice**.

**Additional information  
(As per Clause 49 of the Listing Agreement)**

**As required under the Listing Agreement, the particulars of Directors who seek appointment/re-appointment are given below:**

Name	B.V.N.Satyanarayana Raju	
Age	:	61 years
Qualification	:	Graduation
Expertise	:	Commercial Activities
Other Directorships	:	Nil
Shareholding in the Company		

**DIRECTORS' REPORT**

The Members of

**M/s. Raasi Enterprises Limited**

The Directors have pleasure in presenting the 26<sup>th</sup> Annual Report of the Company together with audited Annual Accounts for the year ended 31<sup>st</sup> March 2010.

**Financial results**

(Rs. in lakhs)

Particulars	Standalone	
	Year ended	
	31-03-2010	31-03-2009
Total income	101.65	89.26
Operating profit before interest, depreciation and tax	83.61	72.38
Interest and financial charges	22.34	39.18
Depreciation	13.00	13.28
Profit before taxation	48.27	19.92
Provisions for taxation	34.92	(122.12)
Profit after taxation	83.19	(102.20)
Transfer to General Reserves	-	-
Provision for dividend	-	-
Provision for dividend tax	-	-
Surplus carried to Balance Sheet	144.35	61.16

**Outlook**

We will strive to build customer and market delight, develop collaborative solutions and incubate disruptive solutions in the coming years. We constantly recognize the need to reinvent ourselves, as a result we continue to refine our operational processes while infusing greater efficiency into our systems. These measures enable us to offer exemplary service to our guests and make us what we are today.

**Share Capital**

The paid-up Share Capital of your Company stands at Rs.4,00,00,000/- (Rupees Four Crore only) as on 31<sup>st</sup> March, 2010.

**As you are aware that during the financial year your Company has obtained the revocation of suspension order from Bombay Stock Exchange Limited, members holding shares in physical mode are advised to avail of the facility of dematerialisation on either of the Depositories.**

**OPERATIONS AND FUTURE PLANS**

The Company could carry normal activities during the financial year under consideration. To serve the shareholders in the long run on a consistent basis, the Company has acquired a profit making unit in the food industry as a subsidiary company. Now the Company is expanding its horizon of activities. It has prepared a plan of action for undertaking construction, publication and other activities, which would endeavor to fully activate the company.

**FUTURE OUTLOOK**

A note on the future outlook of our Company is presented under Management Discussion and Analysis which forms part of this report.

**DEPOSITS**

The Company has not accepted any public deposits within the meaning of Section 58A and 58AA of the Companies Act, 1956, and the Companies (Acceptance of Deposit) Rules, 1975 and, as such, no amount on account of principal or interest on public deposits was outstanding as on the date of the Balance Sheet.

**DIRECTORS:**

In accordance with the provisions of Section 255 & 256 the Companies Act, 1956 and the Articles of Association of the Company, Sri B.V.N. Satyanarayana Raju shall retire by rotation and being eligible offer himself for re-appointment.:

**MANAGEMENT DISCUSSION AND ANALYSIS:**

The Management Discussion and Analysis of financial condition including the results of operations of the Company for the year under review as required under clause 49 of the listing agreement with the stock exchanges, is given as a separate statement in the Annual Report.

**SUBSIDIARY COMPANIES**

The statement pursuant to Section 212 of the Company's Act, 1956 and as per Accounting Standard – 21, containing details of subsidiary of the Company M/s. Sai Aditya Foods and Retail Private Limited forms part of the Annual Report.

Annual accounts of subsidiary Companies and the related detailed information are available for inspection at the Company's Registered Office. The same will be made available to the investors of the Companies upon request.

**CASH FLOW ANALYSIS**

The Cash Flow Statement for the year, under reference in terms of Clause 32 of the Listing Agreement entered by the Company with the Stock Exchanges, is annexed hereto.

**CONSOLIDATED FINANCIAL STATEMENTS**

In accordance with the Accounting Standard AS – 21 on Consolidated Financial Statements read with Accounting Standard AS – 23 on Accounting for Investment in Associates and with reference in terms of Clause 32 of the Listing Agreement, your Directors provide the Audited Consolidated Financial Statements in the Annual Report

The Auditors' Report to the Board of Directors does not contain any qualifications.

**DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to the requirement under Section 217 (2AA) of the Companies Act, 1956, with respect to Director's responsibility statement, it is hereby confirmed:

1. That in the preparation of the accounts for the year ended 31<sup>st</sup> March, 2010 the applicable accounting standards have been followed.
2. That such accounting policies have been selected and applied consistently and made judgments and estimates that are reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the financial year ended 31<sup>st</sup> March, 2010 and of the loss of the Company for that year.
3. The proper and sufficient care has 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.
4. That the annual accounts for the year ended 31<sup>st</sup> March 2010, have been prepared on a going concern basis.

**CORPORATE GOVERNANCE**

A separate section of Corporate Governance and a Certificate from the Auditors of the Company regarding compliance of conditions of Corporate Governance as stipulated under Clause 49 of the Listing Agreement with the Stock Exchanges, forms part of this Report.

**AUDITORS:**

M/s. Bhaskara Rao & Co., Chartered Accountants, who are the Auditors of the Company, retire at the close of the ensuing Annual General Meeting and being eligible offer themselves for re-appointment. The Company has received a certificate from them to the effect that their re – appointment, if made, would be within the limits prescribed under Section 224(1) of the Companies Act, 1956.

The notes to the accounts referred to in the Auditor's Report are self – explanatory and do not call for any further comments.

**PARTICULARS OF EMPLOYEES:**

There are no employees in the organization coming under the provisions of section 217(2A) of the Companies Act,

1956 read with the Companies (Particulars of employees) Rules, 1975 as amended.

**PERSONNEL**

The relationship between the management and staff was very cordial throughout the year under review. Your directors take the opportunity to record their appreciation for the co operation and loyal services rendered by the employees.

**COMPANIES (DISCLOSURE OR PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988.****A. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**

The particulars as prescribed under section 217(1)(e) of the Act, read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, are set out in an Annexure to this Report.

**RESEARCH & DEVELOPMENT**

- |   |                  |
|---|------------------|
| B. Technology absorption (e)  | : Not Applicable |
| C. Foreign Exchange Earnings and outgo<br>f) Activities relating to exports | :                |
| g) Total Foreign exchange used and<br>Earned foreign exchange outgo         | :                |

**ACKNOWLEDGEMENTS**

The Directors thank the Company's customers, vendors, investors, business associates, bankers and academic institutions for their support to the Company.

The Directors also thank the Government of India, the concerned State Governments, Government Departments and Governmental Agencies for their co-operation.

The Directors appreciate and value the contributions made by every member of the Company across the world.

The Directors wish to place on record their sincere appreciation of the dedicated services rendered by all the employees of the Company.

**By order of the Board**

**K. V. VISHNU RAJU**  
Chairman

**Place: Hyderabad**  
**Date: 14.08.2010**

## **CORPORATE GOVERNANCE REPORT**

### **COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE**

Corporate governance helps to serve corporate purposes by providing a framework within which stakeholders can pursue the objectives of the organisation most effectively. Corporate governance signifies acceptance by management of the inalienable rights of shareholders as the true owners of the organisation and of their own role as trustees on behalf of the shareholders.

By combining ethical values with business acumen, globalisation with national interests and core business with emerging business, the Company aims to be amongst the largest and most respected global organisations. The Company will continue to focus its resources, strengths and strategies to achieve its vision of becoming a truly global leader, while upholding the core values of excellence, integrity, responsibility, unity and understanding, which are fundamental to the growth of the business company.

The Company is in compliance with the requirements of the guidelines on corporate governance stipulated under Clause 49 of the Listing Agreements with the Stock Exchanges. The Company has moved ahead in its pursuit of excellence in corporate governance.

Your company believes in adhering to the code of corporate governance in true spirit, by complying with total transparency, disclosure norms and good corporate practice while dealing with the Shareholders, customers, creditors, lenders and others.

### **BOARD OF DIRECTORS:**

The Board of Directors ("the Board") has adequate representation of professional, Non-Executive and Independent Directors. For the matters requiring special attention and also for proper and effective disposal of such matters, the Board has constituted various committees of Directors. The Board and Committee meetings have been held as required. Adequate disclosures and information are provided to the Board as well as to the Committees. All the Directors attending the Board and Committee Meetings actively participate in their proceedings. Decisions at the Board and Committee meetings are taken unanimously.

The Board of the Company presently consists of five Directors, One Non-Executive Chairman, One Whole-time Director and Three Independent and Non-Executive Directors.

The details of Composition and categories of Directors are given here under.

<b>Sr.No.</b>	<b>Name of the Director</b>	<b>Category</b>
01.	Sri K.V.Vishnu Raju	Promoter, Chairman
02.	Sri R.Ravi Chandran	Whole-time Director
03.	Sri B.V.N.Satyanarayana Raju	Independent and Non-Executive
04.	Sri S.Ram Kumar	Independent and Non Executive
05.	Sri P.V.R.L.Narasimha Raju	Independent and Non Executive

Brief profile of Directors seeking re-appointment at the forthcoming Annual General Meeting pursuant to Clause 49 of the Listing Agreement.

B.V.N. Satyanarayana Raju is a Non-executive Independent Director. The brief profile of the Director is attached as Annexure to the Notice of AGM.

None of the Directors on the Board, are Members of more than ten Committees or Chairman of more than five Committees across all the companies in which they are Directors. Necessary disclosures regarding Committee positions in other public companies as on March 31, 2010 have been made by the Directors.



**BOARD PROCEDURE:**

**BOARD MEETINGS:**

The details about performance of the Company, financial position, statutory compliance's market environment and all other aspects of the Company, which are relevant for review of the Board of Directors, are being given in a structured format at each meeting. The said information substantially complies with the requirements of the code of Corporate Governance with regard to the information to be placed before the Board of Directors.

During the financial year 2009-10, the Board of Directors met six times in the following dates. 29<sup>th</sup> April, 2009, 30<sup>th</sup> June, 2009, 31<sup>st</sup> July, 2009, 29<sup>th</sup> October, 2009, 12<sup>th</sup> November, 2009, 29<sup>th</sup> January, 2010.

The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year and the number of Directorships and Committee Chairmanships/Memberships held by them in other companies are given herein below. Other directorships do not include alternate directorships, directorships of private limited companies, Section 25 companies and of companies incorporated outside India. Chairmanships/Memberships of Board Committees include only Audit and Shareholders/ Investors Grievance Committees.

S.No	Name	No of Board Meetings Attended	No of Director ship in other Public Companies	Membership held in Committee of other public Companies	Chairman ship held in Committee of other public Compponies	Attendance of each Director at Last AGM
01.	Sri K.V.Vishnu Raju	06	07			Yes
02.	Sri R.Ravi Chandran	06	01			Yes
03.	Sri B.V.N.Satayanarayana Raju	03	-			Yes
04.	Sri S.Ram Kumar	06	-			Yes
05.	Sri P.V.R.L.Narasimha Raju	03	04			Yes

None of the Non-Executive Directors have any material pecuniary relationship or transactions with the Company.

**AUDIT COMMITTEE**

To adhere to the principles of transparent governance a qualified and independent Audit Committee has been constituted comprising of two independent, non-executive directors and a promoter non-executive director to exercise and discharge functions as stipulated in Section 292 A of the Companies Act, 1956.

Meetings: The Audit Committee met 5 times during the year under review on the following dates: 20<sup>th</sup> April 2009, 30<sup>th</sup> June 2009, 31<sup>st</sup> July 2009, 29<sup>th</sup> October 2009, 29<sup>th</sup> January 2010. The necessary quorum was present for all the meetings.

Name of the Director	Category	No of Meetings Attended
Sri S.Ram Kumar	Independent and Non-Executive	5
Sri B.V.N. S.Raju	Independent and Non Executive	5
Sri K.V.Vishnu Raju	Promoter and Non-Executive	5

Sri.S.Ram Kumar is the Chairman of the committee having financial and accounting knowledge.

The Audit Committee has power to investigate any activity within its terms of reference seek information from any employee, obtain outside legal or other professional advice and secure attendance of outsiders with relevant expertise, if it considers necessary.

Sri S. Ram Kumar, Chairman of the Audit Committee had attended the previous 25<sup>th</sup> Annual General Meeting. The Audit Committee invites such of the executives as it considers appropriate (particularly the head of the finance function), representatives of the Statutory Auditors and representatives of the Internal Auditors to be present at its meetings.

The terms of reference of the Audit Committee also includes the following:

01. Overseeing of the Company's financial reporting process and the disclosure of the financial information to ensure that the financial statements are correct, sufficient and credible.
02. Recommending the appointment and removal of external auditor, fixation of audit fee and also approval for payment for any other services.
03. Reviewing with management the annual financial statements before submission to the Board, focusing primarily on:
  - a) Any changes in accounting policies and practices.
  - b) Major accounting entries based on exercise of judgment to management.
  - c) Qualifications in draft audit report.
  - d) Significant adjustments arising out of audit.
  - e) The going concern assumption.
  - f) Compliance with accounting standards.
  - g) Compliance with stock exchanges and legal requirement concerning financial statements.
  - h) Any related party transactions.
04. Discussion with external auditors before the audit commences, nature and scope of audit as well as post audit discussion to ascertain any area of concern.
05. Reviewing the Company's financial and risk management policies.
06. Such other matters as may be entrusted to the Committee from time to time.

#### **REMUNERATION COMMITTEE**

The Company has a Remuneration Committee of Directors. The committee comprises of the following Non-Executive and Independent Members of the Board.

01. Sri.P.V.R.L.Narasimha Raju
02. Sri.S.Ram Kumar
03. Sri B.V.N.Satyanarayana Raju

During the year from 1<sup>st</sup> April 2009 to 31<sup>st</sup> March 2010 the Remuneration Committee met once on 12<sup>th</sup> November, 2009 which was attended by all members of the Committee.

The Company does not have any Employee Stock Option Scheme. The details of Shares held by the Directors of the Company are as follows.

Sl.No.	Name of the Director	No. of Shares Held.
01.	Sri K.V.Vishnu Raju	13,20,400
02.	Sri R.Ravichandran	-
03.	Sri S.Ram Kumar, Chairman	-
04.	Sri B.V.N.Satyanarayana Raju	-
05.	Sri P.V.R.L.Narasimha Raju	800

The broad function of the Committee is to look after the Remuneration policies of the Managerial Personnel and such other activities related to the Remuneration.



The Company pays remuneration by way of salary, benefits, perquisites and allowances (fixed component) and commission (variable component) to its whole-time Director. Annual increments are decided by the Remuneration Committee within the salary scale approved by the Members and are effective April 1, each year. The Remuneration Committee decides on the commission payable to the whole-time Director and the Executive Directors out of the profits for the financial year and within the ceilings prescribed under the Companies Act, 1956, based on the performance of the Company as well as that of the Executive Director.

During the year, 2009-10, the Company paid Sitting Fees per meeting to its Non-Executive Directors for attending meetings of the Board and meetings of Committees of the Board.

#### **SHARE TRANSFER & SHARE HOLDERS GRIEVANCE COMMITTEE:**

The Company has a Shareholders/Investors Grievance Committee of Directors to look into the redressal of complaints of investors such as transfer or credit of shares, non-receipt of dividend/notices/annual reports, etc.

The composition of the Shareholders/Investors Grievance Committee and the details of meetings attended by its members are given below:

S.No	Name of the Director	No of Meetings held	No of Meetings attended
01.	Sri S.Ram Kumar, Chairman	4	4
02.	Sri R.Ravichandran	4	4
03.	Sri B.V.N.Satyanarayana Raju	4	4

Ch.Surya Prakash is the Compliance Officer of the Investor Grievance Committee.

There are no complaints / letters received during the financial year and no pending complaints as of now.

Terms of Reference:

1. The shares transfer committee ratifies the transfer of shares, deals with split and consolidation of shares, issue of duplicate shares etc.,
2. The shares holders grievance committee is to look into investors complaints such as Non-Receipt of Balance Sheet, Transfer of shares, Non-Receipt of declare dividend etc.,

#### **GENERAL BODY MEETINGS:**

Year	Location	Date	Time
2006-2007	Administrative Building, Dr.B.V.Raju Foundation, Vishnupur, Bhimavaram, W.G.District	29 <sup>th</sup> September 2007	10.30 AM
2007-2008	Administrative Building, Dr.B.V.Raju Foundation, Vishnupur, Bhimavaram, W.G.District	30 <sup>th</sup> September 2008	10.30 AM
2008-2009	Administrative Building, Dr.B.V.Raju Foundation, Vishnupur, Bhimavaram, W.G.District	09 <sup>th</sup> September 2009	10.30 AM

#### **DISCLOSURES**

Disclosure regarding materially significant related party transactions:

No transaction of material nature has been entered into by the Company with its promoters, directors or the management, subsidiaries or relatives etc. that may have potential conflict with the interest of the Company.

The Chairman of the Company has given certificate to the Board as per Clause 49 of the Listing Agreement.

Disclosure of non-compliance by the Company:

There were no instances of non-compliance or penalty, strictures imposed on the Company by Stock Exchanges or SEBI or any statutory authority on any matter related to capital markets, during the year.

Compliance of non-mandatory clause:

Board has noted the non-mandatory requirements and is taking steps for its implementation.

#### MEANS OF COMMUNICATIONS:

- a) Quarterly financial results of the Company and distribution of shareholding as required under Clause 35 of the listing agreement is made available in Stock Exchange website i.e.bseindia.com.
- b) The quarterly results of the Company were published during the financial year in leading news papers namely Business Standards/ The Financial Express and Andhra Boomi / Andhra Prabha (Regional Language)

#### SHAREHOLDER INFORMATION

This Annual Report includes yearly financial statement, key financial data and a section on shareholder information giving required information.

**a) Annual General Meeting:**

The Twenty-sixth Annual General Meeting ("the AGM") of the Company will be held on Saturday, the 25<sup>th</sup> September, 2010 at 10.30 AM at Administrative Building, Dr.B.V.Raju Foundation, Vishnupur, Bhimavaram, W.G.District, Andhra Pradesh.

**b) Financial Calendar 2010-2011**

(Tentative Schedule)

Annual General Meeting	:	September, 2011
Approval of quarterly results for the		
Quarter ending	:	
June 30, 2010	:	15 <sup>th</sup> August, 2010 (Tentative)
September 30, 2010	:	15 <sup>th</sup> November, 2010 (Tentative)
December 31, 2010	:	15 <sup>th</sup> February, 2011(Tentative)
March 31, 2011	:	15 <sup>th</sup> May 2011(Tentative)

Quarterly results will be approved & Disclosed by the Board in compliance with the Clause 41 of the Listing Agreement.

**c) Dates of Book Closure:**

The Register of Members and share transfer books will remain closed from the 20<sup>th</sup> September, 2010 to 25<sup>th</sup> September, 2010 (both days inclusive)

**d) Listing on Stock Exchanges:**

The Equity Shares of the company are listed with **Bombay Stock Exchange Limited**

**e) Stock Code:**

The Stock Code of the Company is: **511153**

The ISIN number of the Equity Shares of the company is as follows.

ISIN	Description	Company	Type
INE096I01013	RAASI ENTERPRISES LIMITED EQ	RAASI ENTERPRISES LIMITED	EQUITY SHARE

**f) Market Price Data:**

The trading of the Equity Shares of the Company commenced with effect from 28.04.2010 after obtaining the revocation of suspension from the Bombay Stock Exchange Limited. The details of High, Low during each Month in last financial year is as follows.

**Company :** RAASI ENTERPRISES LTD. ( 511153 )

**Period** ( Mar 2009 to Aug 2010 )

Month	Open Price	High Price	Low Price	Close Price	No. of Shares	No. of Trades	Total Turnover (Rs.)	* Spread (Rs.)	
								H-L	C-O
May 10	10.25	12.25	10.25	10.25	200	1	2,050	0.00	0.00
Jun 10	10.76	10.76	10.76	10.76	100	1	1,076	0.00	0.00
Jul 10	11.29	14.39	11.29	14.39	1,700	9	21,745	3.10	3.10
Aug 10	15.10	15.10	15.10	15.10	500	3	7,550	0.00	0.00

\* Spread

H-L : High-Low

C-O : Close-Open

**g) Registrar and Transfer Agents:**

The Registrar and Transfer Agents of the company is M/s. Sathguru Management Consultants (Pvt) Ltd., located at Plot No.15, Hindi Nagar Punjagutta, Hyderabad – 500 034, Andhra Pradesh. The Contact numbers for any type of query are Phone No(s): 23356507, 23356975.

**h) Share Transfer System:**

In coordination with Registrar and Transfer Agent Share Transfer Committee attends to the share transfer formalities once in 15 days from the date of receipt, subject to the documents being valid and complete in all respects.

**i) Distribution of shareholding:**

Shareholder statistics and Distribution of Shareholdings as on 31<sup>st</sup> March 2010 was as follows

Category (No of Shares)	No of Shareholders	No of Shares	% to Total Equity
001 – 500	4233	753470	18.84
501 – 1000	122	101600	2.54
1001 – 2000	64	110100	2.75
2001 – 3000	8	19400	0.49
3001 – 4000	14	55250	1.38
4001 – 5000	2	10000	0.25
5001 – 10000	4	27850	0.70
10001 & above	36	2922330	73.06
<b>Total</b>	<b>4483</b>	<b>4000000</b>	<b>100.00</b>

**j) Dematerialisation of Shares:**

Trading in Companies shares is permitted in dematerialisation form for all investors. The Company has signed agreements with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) to offer depository services to its share holders. Investors are therefore advised to open a demat account with a Depository participant of their choice to trade in dematerialized form.

The ISIN of Dematerialised shares of the Company allotted by the NSDL & CDSL is “INE096101013”

**k) Outstanding GDRs/ ADRs / Warrants/ Convertible Instruments: Nil**

**l) Address for correspondence:** Any of the investor contact the Registrar and Transfer Agent M/s. Sathguru Management Consultants (Pvt.) Ltd., located at Plot No.15, Hindi Nagar Punjagutta, Hyderabad – 500 034, Andhra Pradesh. The Contact numbers for any type of query are Phone No(s): 23356507, 23356975.

And for any other query anybody can contact the Registered Office / Corporate Office of the Company. The details of address are mentioned above.

In addition to that pursuant to Clause 47(f) of the Listing Agreement we have created an e-mail ID ([investorgrievances@raasienterprises.com](mailto:investorgrievances@raasienterprises.com)) for the investor grievances. The same is displayed at the website of Bombay Stock Exchange Limited. Hence the investors are requested to contact through mail for any type of grievances.

**For Raasi Enterprises Limited.,**

**Place: Hyderabad**  
**Date: 14.08.2010**

**K. V. Vishnu Raju**  
**Chairman**

### **DECLARATION ON CODE OF CONDUCT**

This is to inform you that the Board has laid down a Code of Conduct for all Directors and Senior Management Personnel of the Company. It is further confirmed that all Directors and Senior Management Personnel of the Company have affirmed compliance with the Code of Conduct of the Company for the financial year ended 31<sup>st</sup> March 2010 as envisaged in clause 49 of the Listing Agreement with Stock Exchanges.

**Place: Hyderabad**  
**Date: 14.08.2010**

**K.V.Vishnu Raju**  
**Chairman**

### **MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

We submit here under the Management Discussion and Analysis Report on the Business of the Company as applicable to the extent relevant:

#### **INDUSTRY STRUCTURE AND DEVELOPMENT**

Raasi Enterprises Limited (formerly Raasi Finance and Investment Limited) started in the year 1983 and went for public issue in the year 1985. The main activities of the company were mainly Non-Banking financial services like Hire purchase, Lease Financing, Bill Discounting, Investments and loans & advances. It was registered with Reserve Bank of India, Department of Finance Companies, Hyderabad to carry on Non-Banking Financial activities. The Company was consistently profit making and dividend paying till the year 1999-2000.

In view of the competition for financial services activities from entities like private sector banks, foreign banks and others, the finance companies in general suffered from erosion of margin and mounting non-performing assets. REL has repaid all the fixed deposits received from the Public and it was not having any Bank Finance for the financial services activities. The Board of the Company has taken a decision to surrender the registration certificate with Reserve Bank of India and discontinue operations in the financial services sector. Since, the Memorandum and Articles of the Company have permitted to take up other activities, the Company explored the possibility of taking up activities like construction, publications and Bakery and retailing.

#### **Opportunities and Challenges:**

In order to meet the competitive market situation and including new activities like construction, food industry.

**Segment Wise Performance**

The Company has changed its name from Raasi Finance and Investment Limited to Raasi Enterprises Limited and has acquired a food industry as a subsidiary company with stake of 73.95%.

**Outlook**

The demand for housing is growing tremendously facilitated by easy availability of Housing loans by Nationalised Banks, Private Sector Banks, Foreign Banks and Housing Finance Companies. The growth of the Economy has resulted in net saving in the hands of salaried class as well as other sectors. The land value in and around Metropolitan Cities, State Capitals and Major towns has grown up tremendously in view of the huge demand as well as flow inward remittances from Non-resident Indians. And also Investment in real estate is seen as a good instrument for savings. REL has experience in Construction Business, as it is already constructed residential apartments for about 60,000 sft earlier. The Company is proposing to expand its construction activities by constructing residential apartments, commercial complexes and Buildings for Educational Institutions. The Company is having enquiries for construction of Hostel, Auditorium, and College Buildings from reputed institutions. The Company has already identified and negotiated projects in and around Hyderabad, Kakinada, and Vizag etc.

**INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY**

The Company's internal control systems are regularly checked by auditors, who have access to all records and information about our Company. The Board and the Management review the findings and recommendations of the auditors and take corrective actions wherever necessary

The Board considers risk assessment, identification of mitigating actions and internal control to be fundamental to achieving company's strategic corporate objectives.

This system of internal control is:

- The Board's overall responsibility;
- Regularly, reviewed for its effectiveness by both the Board and Audit Committee
- Supported by Company's policies in such areas as Code of Conduct, legal and secretarial, finance and treasury.

**Discussion on Financial Performance with respect to Operation Performance:**

The company has acquired a food industry as a subsidiary with stake of 73.95% from its equity and is planning to take 100% subsidiary. The operations of the company are discussed below:

The Consolidated sales and other income were at Rs.1125.51 lakhs as against Rs.973.90 lakhs in the previous year.

The consolidated net profit/(loss) for the year was Rs.95.34 lakhs against Rs.(91.28) lakhs. The change in profit is due to deferred tax liability.

**Material Development in Human Resources / Industrial Relations:**

The Company believes that human resources are an invaluable asset. The Company has cordial relationship with employees.

**Cautionary Statement:**

Statements in the "Management Discussion and Analysis which seek to describe the Company's objective, projections, estimates, expectations may be considered to be "forward looking statements" within the meaning of applicable securities laws or regulations. Actual results could differ materially from those expressed or implied.

**CEO / CFO CERTIFICATION**

The CEO, i.e. the Wholetime Director in terms of the Companies Act, 1956 and the CFO any other person heading the finance function discharging that function shall certify to the Board that:

- (a) They have reviewed financial statements and the cash flow statement for the year and that to the best of their knowledge and belief:
  - (i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - (ii) these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) There are, to the best of their knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violative of the company's code of conduct.
- (c) They accept responsibility for establishing and maintaining internal controls for financial reporting and that they have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and they have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which they are aware and the steps they have taken or propose to take to rectify these deficiencies.
- (d) They have indicated to the auditors and the Audit committee
  - (i) significant changes in internal control over financial reporting during the year;
  - (ii) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
  - (iii) instances of significant fraud of which they have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

**Place: Hyderabad**  
**Date: 14.08.2010**

**Wholetime Director**

**Manager (Finance)**

**AUDITORS' REPORT ON CORPORATE GOVERNANCE**

To the Members of  
Raasi Enterprises Limited

We have examined the compliance of conditions of Corporate Governance by Raasi Enterprises Limited (formerly Raasi Finance & Investment Limited) for the year ended on 31<sup>st</sup> March, 2010, as stipulated in Clause 49 of the Listing Agreement of the Company with stock exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination has been limited to a review of the procedures and implementation thereof, adopted by the company for ensuring compliance with the conditions of Corporate Governance as stipulated in the said clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us and based on the representations made by the Directors and the management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

We state that no investor grievances are pending for a period exceeding one month against the Company as per records maintained by the Shareholders' / Investors' Grievance Committee.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**Place: Hyderabad**  
**Date: 14.08.201**

**For M.Bhaskara Rao & Co.,**  
**Chartered Accountants**  
**V.Raghunandan**  
**Partner**  
**Membership No.26255**

#### **AUDITOR'S REPORT**

To  
The Members of  
Raasi Enterprises Limited

1. We have audited the attached Balance Sheet of Raasi Enterprises Limited (formerly Raasi Finance & Investment Limited) as at 31st March 2010, the Profit and Loss Account and Cash Flow Statement of the Company for the year ended on that date both annexed thereto. 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 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 reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India in terms of Sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the annexure referred to in paragraph 3 above, we report that:
  - a) We have 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 accounts as required by law, have been kept by the Company so far as appears from our examination of those books.
  - c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account.

- d) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the applicable Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.
- e) Based on the written representations received from the directors as on 31st March, 2010 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March 2010 from being appointed as a director in terms of clause (g) of sub-section (1) to Section 274 of 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 read with significant accounting policies and subject to note 5 regarding reconciliation and confirmation of Sundry Creditors, Unsecured Loans, Loans and Advances and other notes thereon 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:
- i) in the case of the Balance Sheet, of the state of affairs of the company as at 31st March 2010;
  - ii) in the case of the Profit and Loss Account, of the profit of the company for the year ended on that date; and
  - iii) in the case of the Cash Flow Statement of the cash flow for the year ended on that date.

**For M.Bhaskara Rao & Co.,  
Chartered Accountants**

**V.Raghunandan  
Partner**

**Membership No.26255**

**Place: Hyderabad  
Date: 14.08.2010**

**Re: RAASI ENTERPRISES LIMITED**

**Statement referred to in Paragraph (3) of our report of even date**

- 01.(a) The company has compiled the fixed assets register showing full particulars including quantitative details, location and situation of the fixed assets.
- (b) No physical verification of fixed assets was carried out by the management during the year; hence we are unable to comment on the discrepancies, if any.
- (c) In our opinion, the Company has not disposed off substantial part of the fixed assets during the year and the going concern status of the company is not affected.
- 02.(a) The company has no inventories. Hence, the question of conducting physical verification by the management at reasonable intervals and the reasonableness of frequency of such verification does not arise.
- (b) As there are no inventories, the question of reasonableness and adequacy of the procedures of physical verification followed by the management does not arise.
- (c) As there are no inventories, the question of maintenance of proper records of inventory and discrepancies on physical verification does not arise.
- 03.(a) According to the information and explanations given to us, the Company has granted unsecured loan to M/s Anjani Portland Cement Limited covered in the Register maintained under Section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs.25,23,832/- and year end balance of the loans granted to such party is Rs.93,70,274/-.



- (b) According to the information given to us, the terms and conditions of such loan is prima facie not prejudicial to the interest of the Company.
  - (c) The party is regular in repaying the principal amounts as stipulated and has been regular in the payment of interest.
  - (d) There is no overdue amount of loan granted to the Company listed in the register maintained under Section 301 of the Companies Act, 1956.
  - (e) According to the information and explanations given to us, the Company has not taken any loans, secured or unsecured from Companies, firms or other parties covered in the Register maintained under Section 301 of the Companies Act, 1956. Accordingly, the provisions of clause (ii) (e), (f) and (g) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
04. In our opinion and according to the information and explanations given to us there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchase of fixed assets, sale of goods and services. During the course of our audit, we have not observed any major weaknesses in the Internal Controls.
05. (a) In our opinion and according to the information and explanations given to us, the particulars of contracts and arrangements referred to in Section 301 of the Companies Act, 1956 that need to be entered in the register maintained under the said section have been so entered.
- (b) In our opinion and according to the information and explanations given to us, there are no transactions (excluding loans reported under Paragraph-03 above) made in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Companies Act, 1956 aggregating during the year to Rs 5,00,000/- and above in respect of each party.
06. The company has not accepted any deposits from the public during the year.
07. The Company has no internal audit system in vogue.
08. In our opinion and according to the information and explanations given to us, the Central Government has not prescribed the maintenance of Cost Records under Section 209 (1) (d) of the Companies Act, 1956 for the activities of the Company.
09. (a) In our opinion and according to the information and explanations given to us, the Company is generally regular in depositing the Provident Fund dues with the appropriate authorities. According to the information and explanations given to us, the provisions of Employees' State Insurance Act, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty and Cess are not applicable to the company at present. The total amount of unclaimed dividends outstanding for more than seven years and payable to Investor Education and Protection Fund account is Rs 61,780/- (Previous Year Rs 7,90,875/-)
- (b) According to the information and explanations given to us, there are no undisputed amounts payable in respect of income tax, wealth tax, sales tax, customs duty and excise duty outstanding as at 31st March 2010 for a period of more than six months from the date they became payable.
- (c) According to the information and explanations given to us, there are no dues of Sales Tax, Customs duty, Wealth Tax, Service Tax, Excise duty & Cess, which have not been deposited on account of any dispute except Income Tax Demand amounting to Rs.6.80 lakhs for the Assessment year 1998-99 as on 31st March 2010 (Previous Year Rs.6.80 lakhs) which has not been paid as the matter is under appeal with Commissioner of Income Tax (Appeals) and Rs.4.78lakhs/- (Previous Year Rs.4.78 lakhs/-) towards lease income from buildings in respect of which the company has filed an appeal with Commissioner Income Tax (Appeals).
10. The company has no accumulated losses as on 31st March 2010. Further, it has not incurred cash losses in the financial year under report and in the immediately preceding financial year.
11. Based on our audit procedures and according to the information and explanation given to us, we are of the opinion that the company has not defaulted in repayment of dues to financial institutions and banks.
12. According to the information and explanations given to us during the course of the audit, the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures or other securities.



13. The provisions of any special Statute applicable to Chit Fund, Nidhi or Mutual Benefit Fund / Societies are not applicable to the Company.
14. In our opinion and according to the information and explanations given to us during the course of the audit, the company does not deal or trade in shares, securities, debentures or other investments.
15. In our opinion and according to the information and explanations given to us during the course of the audit, the company has not given any guarantee for loans taken by others from bank or financial institutions.
16. To the best of our knowledge and belief and according to the information and explanations given to us, in our opinion, term loans availed by the Company were, prima facie, applied by the Company during the year for the purposes for which the loans were obtained. During the year the company has taken a term loan from a Nationalised Bank, which was utilized for the purpose for which it was availed.
17. During the year the company has not raised any funds on short-term basis, hence the question of its applicability for long-term investment does not arise.
18. *The company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956.*
19. According to the information and explanations given to us during the year, no debentures have been issued by the Company hence the question of creation of securities does not arise.
20. The Company has not raised any money by public issues during the year; hence the question of disclosure and verification of end-use of such money does not arise.
21. In our opinion and 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.Bhaskara Rao & Co.,  
Chartered Accountants**

**Place: Hyderabad  
Date: 14.08.2010.**

**V.Raghunandan  
Partner  
Membership No.26255**

## Balance Sheet As At 31st March 2010

	Sch No	As at 31st March 2010 Rs.	As at 31st March 2009 Rs.
<b>Sources of Funds</b>			
1 Share Holders Funds			
a) Share Capital	1	<b>39,458,280</b>	39,458,280
b) Reserves & Surplus	2	<b>42,627,489</b>	<u>34,308,580</u>
		<b>82,085,769</b>	73,766,860
2 Loan Funds			
a) Secured Loans	3	<b>14,531,183</b>	20,824,237
b) Unsecured Loans	4	<b>1,000,000</b>	<u>2,377,405</u>
		<b>15,531,183</b>	23,201,642
3 Deferred Tax Liability (Net)		<b>5,580,362</b>	<u>4,168,998</u>
Total		<b>103,197,314</b>	<u>101,137,500</u>
<b>Application of Funds</b>			
1 Fixed Assets	5		
a) Gross Block		<b>88,126,534</b>	121,420,210
Less: Depreciation		<u>10,452,613</u>	<u>42,445,972</u>
Net Block		<b>77,673,921</b>	78,974,238
2 Investments	6	<b>17,155,740</b>	17,155,740
3 Deferred Tax Asset (Net)		-	-
4 Current Assets, Loans and Advances	7		
a) Sundry Receivables		<b>1,535,150</b>	1,339,356
b) Cash and Bank Balances		<b>218,542</b>	975,924
c) Loans and Advances		<b>20,003,954</b>	<u>38,518,042</u>
		<b>21,757,646</b>	<u>40,833,322</u>
Less: Current Liabilities and Provisions	8	<b>13,389,994</b>	<u>35,825,800</u>
Net Current Assets		<b>8,367,652</b>	<u>5,007,522</u>
Total		<b>103,197,314</b>	<u>101,137,500</u>
Significant Accounting policies and Notes on Accounts	12		

As per our report attached  
for M.BHASKARA RAO & CO.,  
Chartered Accountants

For and on behalf of the Board

**V.Raghunandan**  
Partner  
Membership No.26255  
Place: Hyderabad  
Date: 14.08.2010

**K.V.Vishnu Raju**  
Chairman

**R.Ravichandran**  
Wholetime Director

**Champak K Burma**  
Company Secretary

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2010

		Year Ended 31.03.2010, Rs.	Year Ended 31.03.2009, Rs.
<b>A INCOME</b>			
Interest & Other Income	9	10,165,117	8,925,951
<b>Total</b>		<u>10,165,117</u>	<u>8,925,951</u>
<b>B EXPENDITURE</b>			
Employee Cost	10	1,251,480	1,096,493
Administrative Expenses	11	552,219	591,072
Interest and Financial Charges	12	2,234,448	3,917,878
Depreciation	5	1,300,319	1,328,348
<b>Total</b>		<u>5,338,466</u>	<u>6,933,791</u>
<b>C Profit Before Tax (A-B)</b>		<u>4,826,651</u>	<u>1,992,160</u>
Provision for Taxation -			
Current Tax		(800,000)	(224,886)
Prior Year Taxation		5,703,622	
Deferred Tax Asset/(Liability)		(1,411,365)	(11,980,347)
Fringe Benefit Tax		-	(7,055)
<b>D Profit / (Loss) after tax</b>		<u>(8,318,908)</u>	<u>(10,220,128)</u>
Profit / (Loss) brought forward1		<u>6,116,232</u>	<u>16,336,360</u>
<b>E Profit / (Loss) carried to Balance Sheet</b>		<u>14,435,141</u>	<u>6,116,232</u>
Basic & Diluted Earnings Per Share		<u>2.08</u>	<u>(2.56)</u>
Significant Accounting Policies and Notes on Accounts	13		

As per our report attached  
for M.BHASKARA RAO & CO.,  
Chartered Accountants

For and on behalf of the Board

**V.Raghunandan**  
Partner  
Membership No.26255  
Place: Hyderabad  
Date: 14.08.2010

**K.V.Vishnu Raju**  
Chairman

**R.Ravichandran**  
Wholetime Director

**Champak K Burma**  
Company Secretary

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2010

	Year Ended 31.03.2010, Rs.	Year Ended 31.03.2009, Rs.
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before Tax and Extraordinary items:	<b>4,826,651</b>	1,992,160
Adjustments for:		
Depreciation on fixed assets	<b>1,300,319</b>	1,328,348
Interest and Finance Charges paid	<b>2,234,448</b>	3,917,878
	<b>3,534,767</b>	5,246,226
Operating Profit before Working Capital Changes Adjustments for:	<b>8,361,418</b>	7,238,386
(Increase)/ Decrease in Sundry Receivables	<b>(195,794)</b>	539,144
(Increase)/ Decrease in Loans and Advances	<b>18,514,088</b>	7,932,704
Increase/ (Decrease) in Current Liabilities	<b>(17,532,184)</b>	(8,212,381)
Cash Generated from Operations	<b>9,147,527</b>	7,497,852
Income tax paid	-	(231,941)
Net Cash Flow from Operating Activities	<b>9,147,527</b>	7,265,911
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	-	-
Net Cash Flow from Investing Activities	-	-
<b>C CASH FLOW FROM FINANCIAL ACTIVITIES</b>		
(Repayment)/ Proceeds from Secured Loans	<b>(7,670,459)</b>	(4,394,690)
Interest Paid	<b>(2,234,448)</b>	(3,917,878)
Net Cash Flow from Financing Activities	<b>(9,904,907)</b>	(8,312,568)
<b>D NET INCREASE /(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(757,380)</b>	(1,046,657)
Cash and Cash Equivalents as at the commencement for the year	<b>975,925</b>	2,022,581
Cash and Cash Equivalents as at the close of the year	<b>218,545</b>	975,924

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

As per our report attached  
for M.BHASKARA RAO & CO.,  
Chartered Accountants

For and on behalf of the Board

**V.Raghunandan**  
Partner  
Membership No.26255  
Place: Hyderabad  
Date: 14.08.2010

**K.V.Vishnu Raju**  
Chairman

**R.Ravichandran**  
Wholetime Director

**Champak K Burma**  
Company Secretary

## Schedules to Accounts

	As at 31st March 2010 Rs.	As at 31st March 2009 Rs.
<b>SCHEDULE - 1</b>		
<b>SHARE CAPITAL</b>		
<b>AUTHORISED</b>	<u>50,000,000</u>	<u>50,000,000</u>
50,00,000 equity shares of Rs.10/- each		
<b>ISSUED CAPITAL</b>		
40,00,000 equity shares of Rs.10/ each	<u>40,000,000</u>	<u>40,000,000</u>
Less: Calls in Arrears	<u>541,720</u>	<u>541,720</u>
	<b>39,458,280</b>	<b>39,458,280</b>
<b>SCHEDULE - 2</b>		
<b>RESERVES AND SURPLUS</b>		
General Reserve	<u>6,930,294</u>	<u>6,930,294</u>
Reserve Fund	<u>18,946,054</u>	<u>18,946,054</u>
Investment Allowance Reserve	<u>2,316,000</u>	<u>2,316,000</u>
Opening Balance of P & L account	<u>6,116,233</u>	<u>16,336,360</u>
Add: Profit / (loss) for the year	<u>8,318,908</u>	<u>(10,220,128)</u>
	<b>14,435,141</b>	<b>6,116,232</b>
<b>TOTAL</b>	<u><b>42,627,489</b></u>	<u><b>34,308,580</b></u>
<b>SCHEDULE - 3</b>		
<b>SECURED LOANS</b>		
A .Term loans from Banks	<u>14,379,695</u>	<u>20,442,749</u>
B. Vehicle Loan	<u>151,488</u>	<u>381,488</u>
Total	<u><b>14,531,183</b></u>	<u><b>20,824,237</b></u>
<b>SCHEDULE - 4</b>		
<b>UNSECURED LOANS</b>		
Unsecured Loans		
- From Others	<u>1,000,000</u>	<u>2,377,405</u>
<b>TOTAL</b>	<u><b>1,000,000</b></u>	<u><b>2,377,405</b></u>

## Raasi Enterprises Limited

Schedule - 5

(Amounts in Rs.)

## Fixed Assets

		Gross Block at cost			Depreciation				Net Block	
		As At 31.03.2009	Additions / (Deletions) during the period	As at 31.03.2010	Upto 31.03.2009	For the Year		Upto 31.03.2010	As at 31.03.2010	As At 31.03.2009
						Additions	Deletions			
1	Land	13,109,470		13,109,470	-	-		-	13,109,470	13,109,470
2	Buildings 72,925,905		-	72,925,905	7,726,499	1,188,692	-	8,915,191	64,010,714	65,199,406
3	Furniture & Fixtures	378,449	-	378,449	371,144	7,305	-	378,449	-	7,305
4	Office Equipment	240,873	-	240,873	226,128	14,745	-	240,873	-	14,745
5	Air Conditioner	27,930	-	27,930	27,930	-	-	27,930	-	-
6	Motor Vehicles	914,064	-	914,064	277,609	86,835	-	364,444	549,620	636,455
7	Wooden Partitions	222,883	-	222,883	222,883	-	-	222,883	-	-
8	Computers	268,183	-	268,183	268,183	-	-	268,183	-	-
9	Electrical Equipment	38,777	-	38,777	31,919	2,742	-	34,661	4,116	6,858
B.Assets on Hire										
1	Plant and Machinery	9,775,324	(9,775,324)	-	9,775,324	-	9,775,324	-	-	-
C.Assets on Lease										
1	Plant and Machinery	13,048,413	(13,048,413)	-	13,048,413	-	13,048,413	-	-	-
2	Vehicles	1,738,587	(1,738,587)	-	1,738,587	-	1,738,587	-	-	-
3	Electric Meters	7,301,728	(7,301,728)	-	7,301,728	-	7,301,728	-	-	-
4	Temporary Sheds	1,429,624	(1,429,624)	-	1,429,624	-	1,429,624	-	-	-
		121,420,210	(33,293,676)	88,126,534	42,445,971	1,300,319	33,293,676	10,452,613	77,673,921	78,974,239
	Previous Year	121,420,210	-	121,420,210	41,117,624	1,328,348	-	42,445,972	78,974,238	80,302,586

**Schedules to Accounts**

	As at 31st March 2010 Rs.	As at 31st March 2009 Rs.
<b>SCHEDULE - 6</b>		
<b>INVESTMENTS</b>		
<b>A. Government Securities - At cost - unquoted</b>		
14% GOI Loan 2006 (Face Value of Rs.1,00,000/-)	100,000	100,000
<b>B LONG TERM INVESTMENTS (AT COST)</b>		
Quoted		
M/s. Regency Ceramics Limited 100 fully paid equity shares of Rs.10/- each	1,789	1,789
In Non Trade Investments		
Unquoted		
M/s.Andhra Pradesh Steel Limited 10200 fully paid equity shares of Rs.10/- each	1	1
M/s. Sparteck Ceramics Limited 50 fully paid equity shares of Rs.10/- each	3,950	3950
M/s. Sai Aditya Foods and Retails Private Limited 120946 fully paid equity shares of Rs.100/- each	17,000,000	17,000,000
<b>C OTHER INVESTMENTS</b>		
Mutual Funds : At Cost Quoted		
M/s.Morgan Stanely Mutual Fund (Growth Fund) 5000 fully paid units of Rs.10/- each	50,000	50,000
<b>TOTAL</b>	<b>17,155,740</b>	<b>17,155,740</b>
<b>SCHEDULE - 7</b>		
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>		
<b>A. CURRENT ASSETS</b>		
Tax deducted at Source	1,535,150	1,339,356
Sundry Receivables		
Considered Good	-	-
Considered Doubtful	10,120	10,120
Less: Provision for doubtful debts	10,120	10,120
<b>TOTAL</b>	<b>1,535,150</b>	<b>1,339,356</b>
<b>Cash and Bank Balances</b>		
a) Cash on Hand	6,070	1,949
b) Balance with Scheduled Banks in Current Accounts	212,472	973,975
<b>TOTAL</b>	<b>218,542</b>	<b>975,924</b>



## Schedules to Accounts

	31st	As at March 2010, Rs.	31st	As at March 2009, Rs.
<b>B LOANS AND ADVANCES</b>				
a) Advances recoverable in cash or kind or for value to be received (Unsecured and considered good)		10,831,212		14,166,126
Considered doubtful	276,707		276,707	
Less: Provision for doubtful Debts	276,707	-	276,707	-
b) Deposits		229,828		260,530
c) Advance Tax		8,932,071		24,054,011
d) Hire Purchase Suspense		10,845		37,375
<b>TOTAL</b>		<b>20,003,954</b>		<b>38,518,042</b>
<b>SCHEDULE - 8</b>				
<b>CURRENT LIABILITIES AND PROVISIONS</b>				
<b>A. CURRENT LIABILITIES</b>				
Sundry Creditors				
- Others	150,306		150,306	
Investor Education and Protection Fund	61,780		790,875	
Other Liabilities	4,599,686		3,266,429	
Interest Accrued	-		3,007,353	
		<b>4,811,772</b>		<b>7,214,963</b>
<b>B PROVISIONS</b>				
Provisions for Income Tax	8,578,221		28,610,837	
		<b>8,578,221</b>		<b>28,610,837</b>
<b>TOTAL</b>		<b>13,389,994</b>		<b>35,825,800</b>

	Year Ended 31.03.2010, Rs.	Year Ended 31.03.2009, Rs.
--	-------------------------------	-------------------------------

### SCHEDULE - 9

#### INTEREST AND OTHER INCOME

Provision no longer required written back-interest	3,007,353	-
Interest on loans and Other Income	959,061	2,727,248
Rental Charges	6,198,703	6,198,703
	<b>10,165,117</b>	<b>8,925,951</b>

### SCHEDULE - 10

#### EMPLOYEE COST

Salaries & Wages	1,069,395	868,488
Contribution to Provident Fund & Other Funds	72,085	76,605
Staff & Workmen welfare expenses	1,10,000	151,400
	<b>1,251,480</b>	<b>1,096,493</b>

**Schedules to Accounts**

	Year Ended 31.03.2010, Rs.	Year Ended 31.03.2009, Rs.
<b>SCHEDULE - 11</b>		
<b>ADMINISTRATIVE EXPENSES</b>		
Advertisement and Publicity Charges	140,705	154,966
Travelling and Conveyance Expenses	-	7,500
Printing & Stationery	50,007	65,809
Telephone and Postal Expenses	82,245	50,252
General Expenses	30,595	60,981
Auditors' Remuneration		
Statutory Audit Fee	33,090	33,090
Tax Audit Fee	33,090	16,545
Insurance	52,555	37,472
Legal & Professional Charges	81,164	64,878
Listing Fee, Board & General Meeting Expenses	46,268	88,012
Vehicle Maintenance	-	6,567
Rates and Taxes	2,500	5,000
<b>TOTAL</b>	<b>552,219</b>	<b>591,072</b>
<b>SCHEDULE - 12</b>		
<b>INTEREST AND FINANCIAL CHARGES</b>		
a) Interest on Term Loans	2,066,946	3,707,247
b) Interest on Others	156,532	165,717
c) Bank charges	10,970	44,914
<b>TOTAL</b>	<b>2,234,448</b>	<b>3,917,878</b>

**SCHEDULE – 13****SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS:****I. SIGNIFICANT ACCOUNTING POLICIES:**

The Company maintains its accounts on accrual basis following the historical cost convention in accordance with Generally Accepted Accounting Principles (GAAP) in India.

**1. INCOME RECOGNITION:**

Income from lease transaction, interest and other income are recognized on accrual basis.

**2. EXPENSES ACCOUNTING:**

a) In respect of gratuity, the company has covered all eligible employees under group gratuity scheme of LIC. Accordingly the company pays annual premium to LIC and difference between annual gratuity liability and annual premium paid is provided in books.

b) Leave encashment to employees is provided on an estimated basis.

**3. FIXED ASSETS AND DEPRECIATION:**

a) Fixed Assets including Leased Assets are accounted for on historical cost.

b) Depreciation on Fixed Assets including Leased Assets is provided on straight-line method at rates and in the manner stipulated in Schedule XIV to the Companies Act, 1956.

c) All fixed assets are tested for any indications of impairment at the end of each financial year. On such indication, impairment loss, being the excess of carrying value over recoverable value of the assets, is charged to profit and loss account in the respective financial years. The impairment loss recognised in the prior years is reversed in cases where the recoverable value exceeds the carrying value upon reassessments in the subsequent years.

**4. VALUATION:**

Long Term Investments are valued at cost after providing for any permanent diminution in value.

**5. Borrowing Costs:**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

**6. Taxes on Income**

a) The provision for current tax is made for the tax payable in accordance with provisions of Income Tax Act, 1961.

b) Deferred Tax is recognised in accordance with the Accounting Standard – 22" Accounting for Taxes on Income".

**7. Contingent Liabilities:**

Contingent liabilities arising from claims, litigations, assessments, fines, penalties, etc., are provided when it is probable that a liability may be incurred and the amount can be reliably estimated.

**II. NOTES ON ACCOUNTS:****1. CONTINGENT LIABILITIES NOT PROVIDED FOR:**

i) Disputed Income Tax demands year 1998-99 Rs. 6.80 lakhs (previous year Rs.6.80 lakhs).

ii) Disputed Income Tax Liability for A.Y.2004-05 Rs.9,77,706/- towards lease income from buildings in respect of which the company has filed an appeal with Commissioner Income Tax (Appeals).

2. The company has been advised that its present practice of recognizing income on rentals though presently disputed by Income Tax Department will ultimately be decided in favour of the Company.

3. Buildings situated at Bhimavaram, W.G.District are constructed on a land belonging to Sri Vishnu Educational Society, a society registered under the Public Registration Societies Act, 1860.

**4. Aggregated Related Party Disclosures****Related Parties**

Enterprises owned or significantly influenced by Key Management personnel or relatives

- Anjani Portland Cement Limited
- Sri Vishnu Educational Society
- Dr.B.V.Raju Foundation
- Hitech Print Systems Limited



## Raasi Enterprises Limited

### Subsidiary Company

- Sai Aditya Foods and Retail Private Limited  
Key Management Personnel

Shri K.V.Vishnu Raju	-	Chairman
Shri R.Ravichandran	-	Whole Time Director
Shri B.V.N.Satyanarayana Raju	-	Director
Shri S.Ram Kumar	-	Director
Shri P.V.R.L.Narasimha Raju	-	Director

Following are the transactions with related parties during the year ended 31.03.2010.

Particulars	Subsidiary Personnel	Key Managerial Personnel	Relatives of the key Key Managerial Personnel	Enterprises of Key Managerial	Amount (Rs.)
Rentals received from Sri Vishnu Educational Society					61,98,702 61,98,702
Interest on Loan received from Anjani Portland Cement Limited					23,63,034 23,63,034
Balances outstanding as on 31.03.2010					
Anjani Portland Cement Limited- Unsecured loan					94,70,274 (Cr) 1,18,94,105 (Cr)
Sri Vishnu Educational Society					13,52,682 (Dr) 2,72,796 (Cr)
Dr.B.V.Raju Foundation					1,50,000 (Cr) 1,50,000 (Cr)
Hitech Print Systems Limited					11,28,980 (Cr) 28,980 (Cr)
Sai Aditya Food and Retail Private Limited	13,17,093 (Cr) 18,56,859 (Cr)				

Figures in italics represent previous year's figures

- Balances with Scheduled Banks, Loans & Advances, Unsecured loans and Creditors are subject to confirmation and reconciliation.
- The term loan from Indian Overseas Bank, Bhimavaram Branch, is secured against the Lease Rentals receivable on the buildings let out to Sri Vishnu Educational Society, Bhimavaram. Further they are secured by equitable mortgage on land and building situated at Bhimavaram. Sri K.V.Vishnu Raju, Chairman of the Company in his personal capacity and Sri Vishnu Educational Society stood as guarantors for the said loan.
- Deferred Tax Asset / Liability:  
In accordance with Accounting Standard 22 "Accounting for taxes on Income" issued by the Institute of Chartered Accountants of India, the company has a Net Deferred Tax Liability aggregating to Rs.55,80,362/- (Previous Year Net Deferred Tax Liability Rs.41,68,998/-).



Deferred tax assets and liabilities arising due to timing differences comprise of:

Particulars	As at 31.03.2010, Rs.	As at 31.03.2009, Rs.
a) Deferred Tax Asset – (Unabsorbed Losses)	<b>43,95,735</b>	40,51,985
b) Deferred Tax Liability – (Depreciation)	<b>99,76,097</b>	82,20,983
c) Net Deferred Tax Liability / (Asset) (b-a)	<b>55,80,362</b>	41,68,998

8. Earnings per share:		
Particulars	Year ended 31.03.2010 Rs.	Year ended 31.03.2009 Rs.
a) Profit / (Loss) after tax	<b>83,18,909</b>	(1,02,20,128)
b) Weighted average No. Of shares	<b>40,00,000</b>	40,00,000
c) Earnings per share –Basic	<b>2.08</b>	(2.56)
Diluted	<b>2.08</b>	(2.56)

9. Previous year's figures have been re-grouped / reclassified wherever necessary to conform to the current year's classification.

As per our report attached  
for M.BHASKARA RAO & CO.,  
Chartered Accountants

For and on behalf of the Board

**V.Raghunandan**  
Partner  
Membership No.26255  
Place: Hyderabad  
Date: 14.08.2010

**K.V.Vishnu Raju**  
Chairman

**R. Ravichandran**  
Wholetime Director

**Champak K Burma**  
Company Secretary

## BALANCE SHEET ABSTRACT AND COMPANY GENERAL PROFILE

**1 Registration Details.**

Registration No. 01 4005 State Code 0 1

Balance Sheet Date 31 03 2010

**2 Capital raised during the year (Amount in Rs.Thousands)**

Public Issue N I L Rights Issue N I L

Bonus Issue N I L Private Placement N I L

**3 Position of Mobilisation and Deployment of Funds (Amt. In Rs.Thousands)**

Total Liabilities 0 1 0 3 2 0 Total Assets 0 1 0 3 2 0

Source of Funds:

Paid-Up Capital 3 9 4 5 8 Reserves & Surplus 4 2 6 2 8

Secured Loans 1 4 5 3 1 Unsecured Loans 0 1 0 0 0

Application of Funds:

Net Fixed Assets 0 7 7 6 8 Investments 1 7 1 5 5

**4 Performance of Company (Amount in Rs.Thousands)**

Turnover Total 1 0 1 6 5 Expenditure 0 5 3 3 8

+/- Profit/Loss Before Tax + 4 8 2 7 +/- Profit / Loss After Tax + 8 3 1 9

**5 Generic Name of Four Principal of Company ( as per Monetary terms):**

Item Code No:

As per our report of even date attached  
for M.Bhaskara Rao & Co.,  
Chartered Accountants

for and on behalf of

**V.Raghunandan**  
Membership No.26255

**K.V.Vishnu Raju**  
Chairman

**R. Ravichandran**  
Wholtime Director

Place: Hyderabad  
Date: 14.08.2010

**Champak K Burma**  
Company Secretary

# **Consolidated Financial Accounts of Raasi Enterprises Limited**

**AUDITORS' REPORT ON CONSOLIDATED ACCOUNTS**

The  
Directors  
Raasi Enterprises Limited  
Hyderabad

We have examined the attached Consolidated Balance Sheet of the Raasi Enterprises Limited (formerly Raasi Finance & Investment Limited) and its subsidiary Sai Aditya Foods and Retail Private Limited (formerly Sai Aditya Hotels & Supermarkets Private Limited) as at 31<sup>st</sup> March 2010, the Consolidated Profit and Loss Account and the Consolidated Cash Flow Statement for the year there ended.

These financial statements are the responsibility of the Raasi Enterprises Limited's management. Our responsibility is to express an opinion on these financial statements based on our Audit. 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 mis-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.

We did not audit the financial statements of the subsidiary, whose financial statements reflect total asset of Rs. 438.75 lakhs as at March 31, 2010 and the total revenue of Rs.1031.45 lakhs for the year ended. These financial statements have been audited by other auditor whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included in respect of the subsidiary, is based solely on the report of the other auditor.

We report that the consolidated financial statements have been prepared by the Company in accordance with the requirements of Accounting Standard (AS) 21, Consolidated Financial Statements, issued by the Institute of Chartered Accountants of India, and the basis of the separate audited financial statements of the Raasi Enterprises Limited and its subsidiary included in the consolidated financial statements.

On the basis of the information and explanations given to us and on the consideration of the separate audit reports on individual audited financial statements of Raasi Enterprises Limited and its subsidiary, and subject to Note 2 regarding the method of depreciation followed by subsidiary company and Note 8 regarding pending reconciliation and confirmation of Sundry Creditors, Sundry Debtors, Unsecured Loans, Loans and Advances of the parent Company, we are of the opinion that the said consolidated financial statements give a true and fair view in conformity with the accounting principles generally accepted in India.

- a) in the case of the Consolidated Balance Sheet, of the state of affairs of the Raasi Enterprises Limited and its subsidiary as at March 31, 2010.
- b) in the case of the Consolidated Profit and Loss Account, of the consolidated results of operations of Raasi Enterprises Limited and its subsidiary for the year ended on that date; and
- c) in the case of the Consolidated Cash Flow Statement, of the consolidated cash flow of Raasi Enterprises Limited and its subsidiary for the year ended on that date.

**For M.Bhaskara Rao & Co.,  
Chartered Accountants**

**V.Raghubandan  
Partner**

**Place: Hyderabad  
Date: 14.08.2010**

**Membership No.26255**



**Consolidated Balance Sheet As At 31st March 2010**

	Schedule No	As at 31st March 2010 Rs.	As at 31st March 2009
Rs.			
<b>SOURCES OF FUNDS</b>			
1 Share Holders Funds			
a) Share Capital	1	39,458,280	39,458,280
b) Reserves & Surplus	2	46,437,498	37,220,131
		85,895,778	76,678,411
2 Minority Interest		44,67,143	41,50,648
3 Loan Funds			
a) Secured Loans	3	37,906,448	46,048,886
b) Unsecured Loans	4	4,354,000	6,165,405
		42,260,448	52,214,291
4 Deferred Tax Liability (Net)		5,580,362	4,168,998
<b>TOTAL</b>		<b>138,203,731</b>	<b>137,212,348</b>
<b>APPLICATION OF FUNDS</b>			
1 Fixed Assets			
A) Goodwill		8,131,353	8,131,353
B) Other Fixed Assets	5		
a) Gross Block		134,029,536	159,050,888
Less: Depreciation		29,638,060	58,531,047
Net Block		104,391,476	100,519,841
b) Capital Work In Progress		5,583,507	9,508,486
		109,974,983	110,028,327
2 Investments	6	155,740	155,740
3 Deferred Tax Asset (Net)		-	-
4 Current Assets, Loans and Advances	7		
a) Inventories		9,682,930	8,923,069
b) Sundry Receivables		7,875,888	7,385,201
c) Cash and Bank Balances		1,307,880	2,038,547
d) Loans and Advances		25,649,269	41,333,663
		44,515,967	59,680,480
Less: Current Liabilities and Provisions	8	24,574,312	40,783,552
Net Current Assets		19,941,655	18,896,928
<b>TOTAL</b>		<b>138,203,731</b>	<b>137,212,348</b>
Significant of Accounting Policies and Notes on Accounts	15		

As per our report attached  
for M.BHASKARA RAO & CO.,  
Chartered Accountants

For and on behalf of the Board

**V.Raghubandan**

Partner

Membership No.26255

Place: Hyderabad

Date: 14.08.2010

**K.V.Vishnu Raju**

Chairman

**R. Ravichandran**

Wholtime Director

**Champak K Burma**

Company Secretary

**Consolidated Profit and Loss account for the year ended 31st March 2010**

	Schedule No	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
<b>A INCOME</b>			
Sales		<b>100,993,956</b>	87,463,806
Interest and Other Income	9	<b>11,556,639</b>	9,926,000
<b>TOTAL</b>		<b>112,550,595</b>	97,389,806
<b>B EXPENDITURE</b>			
Manufacturing Expenses	10	<b>78,958,405</b>	67,444,609
(Increase) / Decrease in Stocks	11	<b>(759,861)</b>	(1,208,356)
Employee Cost	12	<b>11,872,205</b>	10,365,703
Administrative Expenses	13	<b>6,453,346</b>	6,024,708
Interest and Financial Charges	14	<b>5,277,203</b>	7,399,011
Depreciation	5	<b>4,400,691</b>	4,244,284
<b>TOTAL</b>		<b>106,201,989</b>	94,269,959
<b>C Consolidated Profit Before Taxation (A-B)</b>		<b>6,348,605</b>	3,119,847
Provision for Taxation:			
Current Tax		<b>(1,070,000)</b>	(224,886)
Prior year Taxation		<b>5,703,622</b>	-
Deferred Tax Liability		<b>(1,411,365)</b>	(11,980,347)
Fringe Benefit Tax		<b>(37,000)</b>	(42,755)
<b>D Consolidated Profit After Tax</b>		<b>9,533,862</b>	(9,128,141)
(before adjst. For Minority Interest)			
Less: Share of Minority Interest in profit / (loss)		<b>316,496</b>	284,463
Consolidated Profit after minority interest		<b>9,217,366</b>	(9,412,604)
Balance in Profit and Loss Account brought forward		<b>9,027,783</b>	18,440,387
<b>E Balance carried to Balance Sheet</b>		<b>18,245,150</b>	9,027,783
Basic & Diluted Earnings Per Share		<b>2.30</b>	(2.35)
Significant Accounting Policies and Notes on Accounts	15		

As per our report attached  
for M.BHASKARA RAO & CO.,  
Chartered Accountants

For and on behalf of the Board

**V.Raghunandan**

Partner

Membership No.26255

Place: Hyderabad

Date: 14.08.2010

**K.V.Vishnu Raju**

Chairman

**R. Ravichandran**

Wholetime Director

**Champak K Burma**

Company Secretary

**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2010**

<b>Rs. In lacs</b>	<b>Year Ended 31st March 2010 Rs. In lacs</b>	<b>Year Ended 31st March 2009</b>
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before Tax and Extraordinary items:	<b>63.49</b>	31.19
Adjustments for:		
Depreciation on fixed assets	44.00	42.44
Interest and Finance Charges paid	<b>50.58</b>	73.02
	<u><b>94.59</b></u>	<u>115.46</u>
Operating Profit before Working Capital Changes	<u><b>158.07</b></u>	<u>146.65</u>
Adjustments for:		
(Increase)/ Decrease in Inventories	<b>(7.60)</b>	(12.07)
(Increase)/ Decrease in Sundry Receivables	<b>(4.91)</b>	(6.18)
(Increase)/ Decrease in Loans and Advances	176.22	78.81
(Increase)/ Decrease in Deposits	<b>(0.57)</b>	(2.02)
(Increase)/ Decrease in Prepaid Insurance	<b>(0.24)</b>	0.25
Increase/ (Decrease) in Current Liabilities	<u><b>(131.63)</b></u>	<u>(70.92)</u>
	<b>31.28</b>	(12.13)
Cash Generated from Operations	<b>158.07</b>	146.65
Income tax paid	<u><b>(3.07)</b></u>	<u>((2.68))</u>
Net Cash Flow from Operating Activities	<b>186.28</b>	131.84
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	<b>(43.47)</b>	(20.25)
Proceeds from sale of Fixed Assets	-	10.00
Net Cash Flow from Investing Activities	<b>(43.47)</b>	(10.25)
<b>C CASH FLOW FROM FINANCIAL ACTIVITIES</b>		
(Repayment)/ Proceeds from Secured Loans	<b>(77.72)</b>	(44.49)
Proceeds from Long term borrowings	<b>(35.10)</b>	(28.07)
Increase / ( Decrease ) in Cash Credit Utilisation	<b>17.64</b>	7.85
Interest Paid	<b>(50.58)</b>	(73.02)
(Repayment)/ Proceeds from unsecured Loans	<u><b>(4.34)</b></u>	<u>(2.12)</u>
Net Cash Flow from Financing Activities	<u><b>(150.11)</b></u>	<u>(139.85)</u>
<b>D NET INCREASE /(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(7.30)</b>	(18.25)
Cash and Cash Equivalents as at the commencement for the year	<b>20.38</b>	38.64
Cash and Cash Equivalents as at the close of the year	<b>13.08</b>	20.38
Note: Previous year's figures have been regrouped and recast wherever necessary to conform with current year's Classification		

As per our report attached  
for M.BHASKARA RAO & CO.,  
Chartered Accountants

For and on behalf of the Board

**V.Ragunandan**  
Partner  
Membership No.26255  
Place: Hyderabad  
Date: 14.08.2010

**K.V.Vishnu Raju**  
Chairman

**R. Ravichandran**  
Wholetime Director

**Champak K Burma**  
Company Secretary

## Consolidated Financial Statements

	As at 31st March 2010	As at 31st March 2009
	Rs.	Rs.
<b>SCHEDULE - 1</b>		
<b>SHARE CAPITAL</b>		
<b>AUTHORISED</b>	<u>50,000,000</u>	<u>50,000,000</u>
50,00,000 equity shares of Rs.10/- each		
<b>ISSUED CAPITAL</b>		
40,00,000 equity shares of Rs.10/ each	40,000,000	40,000,000
Less: Calls in Arrears	<u>541,720</u>	<u>541,720</u>
	<b>39,458,280</b>	<b>39,458,280</b>
<b>SCHEDULE - 2</b>		
<b>RESERVES AND SURPLUS</b>		
General Reserve	6,930,294	6,930,294
Reserve Fund	18,946,054	18,946,054
Investment Allowance Reserve	2,316,000	2,316,000
Opening Balance of P and L account	9,027,784	18,440,387
Add: Profit / (Loss) for the year	<u>9,217,367</u>	<u>(9,412,604)</u>
	<u>18,245,150</u>	<u>9,027,783</u>
<b>TOTAL</b>	<u>46,437,498</u>	<u>37,220,131</u>
<b>SCHEDULE - 3</b>		
<b>SECURED LOANS</b>		
A .Term loans from Banks	28,153,261	37,727,215
B. Bank Over Draft	9,380,565	7,617,452
C. Vehicle Loans	372,622	704,219
<b>TOTAL</b>	<u>37,906,448</u>	<u>46,048,886</u>
<b>SCHEDULE - 4</b>		
<b>UNSECURED LOANS</b>		
Unsecured Loans		
- From Directors	900,000	2,200,000
- From Others	3,454,000	3,965,405
<b>TOTAL</b>	<u>4,354,000</u>	<u>6,165,405</u>

## Raasi Enterprises Limited

## Schedule - 5

Amount in Rs.

## Consolidated Fixed Assets

		Gross Block at - cost				Depreciation				Net Block	
		As At	Additions	Deletions	As at	Upto	for the year		Upto	As at	As At
		31.03.2009	during the year	during the year	31.03.2010	31.03.2009	Additions	Deletions	31.03.2010	31.03.2010	31.03.2009
1	Land	13,109,470	-	-	13,109,470	-	-	-	-	13,109,470	13,109,470
2	Buildings 77,861,777		5,808,640	-	83,670,417	9,502,788	1,637,103	-	11,139,891	72,530,526	68,358,989
3	Furniture & Fixtures	13,371,926	336,908	-	13,708,834	4,914,957	874,168	-	5,789,125	7,919,709	8,456,969
4	Office Equipment	240,873	-	-	240,873	226,128	14,745	-	240,873	0	14,745
5	Air Conditioner	27,930	-	-	27,930	27,930	-	-	27,930	0	0
6	Motor Vehicles	2,578,114	-	-	2,578,114	1,450,088	214,103	-	1,664,192	913,922	1,128,026
7	Wooden Partitions	222,883	-	-	222,883	222,883	-	-	222,883	-	-
8	Computers	1,609,522	45,800	-	1,655,322	1,362,080	108,137	-	1,470,217	185,105	247,442
9	Electrical Equipment	38,777	-	-	38,777	31,919	2,742	-	34,661	4,116	6,858
10	Machinery and Equipment	16,695,940	2,080,976	-	18,776,916	7,498,596	1,549,692	-	9,048,288	9,728,628	9,197,344
	<b>B.Assets on Hire</b>				-						
1	Plant and Machinery	9,775,324	-	(9,775,324)	-	9,775,324	-	9,775,324	-	-	-
	<b>C.Assets on Lease</b>				-						
1	Plant and Machinery	13,048,413	-	(13,048,413)	-	13,048,413	-	13,048,413	-	-	-
2	Vehicles	1,738,587	-	(1,738,587)	-	1,738,587	-	1,738,587	-	-	-
3	Electric Meters	7,301,728	-	(7,301,728)	-	7,301,728	-	7,301,728	-	-	-
4	Temporary Sheds	1,429,624	-	(1,429,624)	-	1,429,624	-	1,429,624	-	-	-
		159,050,888	8,272,324	(33,293,676)	134,029,536	58,531,045	4,400,690	33,293,676	29,638,059	104,391,477	100,519,843
	Previous Year	158,183,274	1,867,614	1,000,000	159,050,888	54,286,763	4,244,284	-	58,531,047	100,519,841	103,896,511



## Consolidated Financial Statements

	As at 31st March 2010 Rs.	As at 31st March 2009 Rs.
<b>SCHEDULE - 6</b>		
<b>INVESTMENTS</b>		
<b>A. Government Securities - at cost - Unquoted</b>		
14.00% GOI Loan 2006	100,000	100,000
Face Value of Rs.1,00,000/-		
<b>B. LONG TERM INVESTMENTS (AT COST)</b>		
<b>Un quoted</b>		
<b>M/s.Andhra Pradesh Steel Limited</b>	1	1
10200 fully paid equity shares of Rs.10/- each		
<b>M/s.Sparteck Ceramics Limited</b>	3,950	3,950
50 fully paid equity shares of Rs.10/- each		
<b>M/s. Gorintla Hotels Private Limited</b>	-	1,000,000
1250 fully paid equity shares		
<b>Quoted</b>		
<b>M/s. Regency Ceramics Limited</b>	1,789	1,789
100 fully paid equity shares of Rs.10/- each		
<b>C. OTHER INVESTMENTS</b>		
Mutual Funds (Growth Fund) : At Cost Quoted		
M/s. Morgan Stanely Mutual Fund	50,000	50,000
5000 fully paid units of Rs.10/- each		
<b>Total</b>	<b>155,740</b>	<b>1,155,740</b>
<b>SCHEDULE - 7</b>		
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>		
<b>A. CURRENT ASSETS</b>		
<b>Inventories</b>		
Closing Stock of Goods	9,682,930	8,923,069
<b>Sundry Receivables</b>		
a) Debts outstanding for a period exceeding six months:	6,340,738	6,045,845
Unsecured, Considered Good		
b) Other Debtors; Secured, Considered Good, Unsecured, Considered Good	1,535,150	1,339,356
Considered Doubtful	10,120	10,120
Less: Provision for Doubtful	10,120	10,120
<b>Total</b>	<b>7,875,888</b>	<b>7,385,201</b>
<b>Cash and Bank Balances</b>		
a) Cash on Hand	9,86,487	954,529
b) Balance with Scheduled Banks in Current Accounts	3,21,393	1,084,018
<b>Total</b>	<b>1,307,880</b>	<b>2,038,547</b>



## Consolidated Financial Statements

	As At 31st March 2010 Rs.	As At 31st March 2009 Rs.
<b>B LOANS AND ADVANCES</b>		
a) Advances recoverable in cash or kind or for value to be received (Unsecured and considered good)	15,400,162	15,986,067
Considered Doubtful	276,707	276,707
Less: Provision for Doubtful	276,707	276,707
b) Deposits	1,260,104	1,233,756
c) Advance Tax	8,932,071	24,054,011
d) Hire Purchase Suspense	10,843	37,375
e) Prepaid Insurance	46,089	22,454
<b>TOTAL</b>	<b>25,649,269</b>	<b>41,333,663</b>
<b>SCHEDULE - 8</b>		
<b>CURRENT LIABILITIES AND PROVISIONS</b>		
<b>A. CURRENT LIABILITIES</b>		
Sundry Creditors		
- For Goods & Services	7,720,053	5,056,026
- Others	150,306	150,306
Investor Education and	61,780	790,875
Other Liabilities	8,063,952	3,168,156
Interest accrued	-	3,007,353
	15,996,091	12,172,716
<b>B PROVISIONS</b>		
Provisions for Income Tax	8,578,221	8,578,221
	28,610,837	28,610,837
<b>TOTAL</b>	<b>24,574,312</b>	<b>40,783,553</b>
<b>SCHEDULE - 9</b>		
<b>INTEREST AND OTHER INCOME</b>		
Provision no longer required written back-interest	3,007,353	-
Interest on loans and Other Income	2,350,583	3,727,297
Rental Charges	6,198,703	6,198,703
	11,556,639	9,926,000
<b>SCHEDULE - 10</b>		
<b>MANUFACTURING EXPENSES</b>		
1 Purchases and Rawmaterials	67,895,407	54,616,394
2 Transport Charges	671,347	524,514
3 Consumption of Packing Material	4,670,473	4,973,605
4 Showroom, Generator Maintenance	680,127	1,197,090
5 Sales Commission	100,579	367,786
6 Business Promotion	30,268	36,958
7 Water Charges	112,419	122,606
8 Repairs and Maintenance	2,292,340	2,999,450
9 Electricity Charges	2,505,445	2,606,206
Total	78,958,405	67,444,609

## Consolidated Financial Statements

	Year ended 31st March 2010 (Rs.)	Year ended 31st March 2009 (Rs.)
<b>SCHEDULE - 11</b>		
<b>(INCREASE) / DECREASE IN STOCKS</b>		
Opening Stocks	9,682,930	8,923,069
Closing Stocks	8,923,069	7,714,713
(Increase) / Decrease in Stocks	<u>759,861</u>	<u>1,208,356</u>
<b>SCHEDULE - 11</b>		
<b>EMPLOYEE COST</b>		
Salaries and Wages	8,041,171	8,082,957
Contribution to Provident Fund and Other Funds	328,779	824,862
Staff & Workmen Welfare Expenses	3,502,255	1,457,884
<b>TOTAL</b>	<u>11,872,205</u>	<u>10,365,703</u>
<b>SCHEDULE - 12</b>		
<b>ADMINISTRATIVE EXPENSES,</b>		
Advertisement and Publicity Charges	166,828	237,769
Rent, Rates and Taxes	3,126,262	2,562,648
Travelling and Conveyance Expenses	131,935	165,307
Vehicle Maintenance	675,444	889,413
Printing and Stationery	279,395	343,198
Telephone and Postal Expenses	393,623	399,650
General Expenses	123,095	455,405
Auditors' Remuneration		
Statutory Audit Fee	204,144	82,725
Tax Audit Fee	33,090	16,545
Legal and Professional Charges	716,442	195,678
Listing Fee, Board and General	46,268	88,012
Meeting Expenses		
Security Charges	403,910	305,198
Audit Expenses	4,632	12,524
Car Hire Charges	49,635	167,000
Insurance	98,643	103,636
<b>Total</b>	<u>6,453,346</u>	<u>6,024,708</u>
<b>SCHEDULE - 13</b>		
<b>INTEREST AND FINANCIAL CHARGES</b>		
a) Interest on Term Loans	3,958,596	6,108,018
b) Interest on Overdraft	905,432	948,297
c) Interest on Others	183,229	200,790
c) Bank Charges	229,946	141,906
<b>TOTAL</b>	<u>5,277,203</u>	<u>7,399,011</u>



**SCHEDULE – 15**
**CONSOLIDATION OF ACCOUNTS**
**SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS:**

The Company maintains its accounts on accrual basis following the historical cost convention in accordance with Generally Accepted Accounting Principles (GAAP) in India

**I. SIGNIFICANT ACCOUNTING POLICIES:**
**01. Principles of Consolidation:**

The Consolidated financial statements relate to Raasi Enterprises Limited ('the Company') and its Subsidiary Company M/s Sai Aditya Foods and Retail Private Limited ("the Subsidiary"). Goodwill arising out of acquisition of subsidiary is shown under Fixed Assets. The consolidated financial statements have been prepared on the following basis:

- a. The financial statements of the Company and its Subsidiary company are combined on a line-by-line basis by adding together book values of like items of assets, liabilities, income and expenses after fully eliminating intra-group balances and intra-group transactions resulting in unrealized profit and losses in accordance with the Accounting Standard (AS) 21 issued by the Institute of Chartered Accountants of India.
- b. Minority Interest's share of net profit for the year is identified and adjusted against the consolidated income in order to arrive at the net income attributable to shareholders of the Company.
- c. Minority Interest's share of net assets is identified and presented in the consolidated balance sheet separate from liabilities and equity of the Company's shareholders.

**02. INCOME RECOGNITION:**

- i) Income from Lease transactions, interest and other income is recognized on accrual basis.
- ii) Revenue recognition – Sales are recognized when goods are supplied in accordance with the terms of sale.

**03. EXPENSES ACCOUNTING:**

- i) a) In respect of gratuity, the company has covered all eligible employees under group gratuity scheme of LIC. Accordingly the company pays annual premium to LIC and difference between annual gratuity liability and annual premium paid is provided in books.
- b) Leave encashment to employees is provided on an estimated basis.

**ii) FIXED ASSETS AND DEPRECIATION:**

- a) Fixed Assets including Leased Assets are accounted for on historical cost.
- b) i) Depreciation on Fixed Assets including Leased Assets is provided on straight-line method at rates and manner stipulated in Schedule XIV to the Companies Act, 1956.
- ii) In respect of Subsidiary Company depreciation on Fixed Assets is provided on Written Down Value method at the rates higher than those specified by Schedule XIV of the Companies Act 1956 as follows:
- c) All fixed assets are tested for any indications of impairment at the end of each financial year. On such indication, impairment loss, being the excess of carrying value over recoverable value of the assets, is charged to profit and loss account in the respective financial years. The impairment loss recognised in the prior years is reversed in cases where the recoverable value exceeds the carrying value upon reassessments in the subsequent years.

**iii) INVESTMENTS:**

- a) Long Term Investments are valued at cost after providing for any permanent diminution in value.
- b) Inventories:-  
Finished goods are valued at cost or net realizable value which ever is lower and Raw materials, Stores & Spares are valued at cost in the books of Subsidiary.c) Assets & Liabilities are recorded at historical cost in the books of Subsidiary.

**iv) BORROWING COSTS**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

- v) Taxes on Income

- a) The provision for current tax is made for the tax payable in accordance with provisions of Income Tax Act, 1961.
- b) Deferred Tax is recognized as Tax effect on the timing differences in accordance with the Accounting Standard - 22 "Accounting for Taxes on Income".
- vi) **Contingent Liabilities:**  
Contingent liabilities arising from claims, litigations, assessments, fines, penalties, etc., are provided when it is probable that a liability may be incurred and the amount can be reliably estimated.

## II. NOTES ON ACCOUNTS:

1. The Subsidiary Company considered in the consolidated financial statement is:

Name of the Subsidiary	Country of Incorporation	Proportion of Ownership Interest
Sai Aditya Foods and Retail Private Limited	India	73.95%

2. In respect of Subsidiary Company Fixed Assets comprising of 34.25 % of total Consolidated Fixed Assets have been depreciated on written down value method as against the straight line method followed by the Holding Company.
3. **CONTINGENT LIABILITIES NOT PROVIDED FOR:**
  - i) Disputed Income Tax demands for the years 1998-99 amounting to Rs. 6.80 lakhs (previous year Rs.6.80 lakhs).
  - ii) Disputed Income Tax Liability for A.Y.2004-05 Rs.9,77,706/- towards lease income from buildings in respect of which the company has filed an appeal with Commissioner Income Tax (Appeals).
4. The company has been advised that its present practice of recognizing income on rentals though presently disputed by Income Tax Department will ultimately be decided in favour of the Company.
5. Buildings situated at Bhimavaram, W.G.District are constructed on a land belonging to Sri Vishnu Educational Society, a society registered under the Public Registration Societies Act, 1860.
- 6.a) The term loan availed from Indian Overseas Bank, Bhimavaram Branch is secured against the Lease Rentals receivable on the buildings let out to Sri Vishnu Educational Society, Bhimavaram. Further they are secured by equitable mortgage on land and building situated at Bhimavaram. Sri K.V.Vishnu Raju, Chairman of the Company is his personal capacity and Sri Vishnu Educational Society stood as guarantors for the said loan.
- b) In the books of Subsidiary the term loan is secured on the whole of the various items of Machinery & Interior Wood work etc., by a deed of Hypothecation with Indian Bank, Dabagardens Brach, Visakhapatnam. The cash credit facility extended by Indian Bank, Dabagardens Branch, Visakhapatnam is secured by a charge on all inventories (Stocks & Goods) in favour of Indian Bank, Visakhapatnam.
7. **Aggregated Related Party Disclosures Related Parties**  
Enterprises owned or significantly influenced by Key Management personnel or relatives
  - Anjani Portland Cement Limited
  - Sri Vishnu Educational Society
  - Dr.B.V.Raju Foundation
  - Hitech Print Systems Limited

### Key Management Personnel

Shri K.V.Vishnu Raju	-	Chairman
Shri B.V.N.Satyanarayana Raju	-	Director
Shri S.Ram Kumar	-	Director
Shri R.Ravichandran	-	Wholetime Director
Shri P.V.R.L.Narasimha Raju	-	Director

Following are the transactions with related parties during the year ended 31.03.2010.

			Amount (Rs.)
Particulars	Key Managerial Personnel	Relatives of the key Managerial Personne	Enterprises of Key Managerial Personnel
Rentals received from Sri Vishnu Educational Society	-	-	61,98,702 61,98,702
Interest on Loan received from Anjani Portland Cement Limited	-	-	23,63,034 23,63,034
Anjani Portland Cement Limited- Unsecured loan	-	-	94,70,274(Cr) 1,18,94,105(Cr)
Sri Vishnu Educational Society	-	-	13,52,682(Dr) 2,72,796 (Cr)
Dr.B.V.Raju Foundation	-	-	1,50,000 (Cr) 1,50,000 (Cr)
Hightech Print Systems Limited			11,28,980(Cr) 28,980(Cr)

Figures in italics represent previous year's figures

8. Balances with Scheduled Banks, Sundry Debtors, Loans & Advances, Unsecured loans and Creditors are subject to confirmation and reconciliation.
9. Deferred Tax Asset / Liability:  
In accordance with Accounting Standard 22 "Accounting for taxes on Income" issued by the Institute of Chartered Accountants of India, the company has a Net Deferred Tax Liability aggregating to Rs.55,80,362/- (Previous Year Net Deferred Tax Liability Rs.41,68,998/-).

Deferred tax assets and liabilities arising due to timing differences comprise of:

Particulars	As at 31.03.2010, Rs.	As at 31.03.2009, Rs.
a) Deferred Tax Asset – (Unabsorbed Losses)	<b>43,95,735</b>	40,51,985
b) Deferred Tax Liability – (Depreciation)	<b>99,76,097</b>	82,20,983
c) Net Deferred Tax Liability /(Asset) (b-a)	<b>55,80,362</b>	41,68,998

10. Earnings per share:

Particulars	Year ended 31.03.2010 Rs.	Year ended 31.03.2009 Rs.
a) Profit / (Loss) after tax	<b>92,17,368</b>	(94,12,603)
b) Weighted average No. Of shares	<b>40,00,000</b>	40,00,000
c) Earnings per share –Basic <b>2.30</b> Diluted	(2.56) <b>2.30</b>	(2.35)

11. Previous year's figures have been re-grouped / reclassified wherever necessary to conform to the current year's classification.

As per our report attached  
for M.BHASKARA RAO & CO.,  
Chartered Accountants

For and on behalf of the Board

**V.Raghunandan**  
Partner  
Membership No.26255

**K.V.Vishnu Raju**  
Chairman

**R. Ravichandran**  
Wholtime Director

Place: Hyderabad  
Date: 14.08.2010

**Champak K Burma**  
Company Secretary



STATEMENT PURSUANT TO SECTION 212 OF THE COMPANIES ACT, 1956, RELATION TO COMPANY'S INTEREST  
ON SUBSIDIARY COMPANIES

Name of the Subsidiary Company	Sai Aditya Foods and Retail Private Limited
01. The Financial Year of the Subsidiary Company ended on	31.03.2010
02. Date from which they become Subsidiary Company	01.04.2005
03. a. Number of Shares held by Raasi Enterprises Limited with its nominee in the Subsidiary at the end of the financial year of the Subsidiary Company.	1,20,946 equity shares of 100/- each Fully Paid Up
b. Extent interest of Holdings Company at the end of Financial Year of the Subsidiary Company	73.95%
04. The net aggregate amount of the Subsidiary Company Profit /(Loss) so far as it concerns the members of the Holding Company	
A. Not dealt with in the Holding Company Accounts for the Financial Year ended 31st March 2010	Rs. 8,94,858
For the previous financial years of the Subsidiary Company since it became the s Holding Company's subsidiary	Rs. 29,11,552
B. Dealt with in Holding Company's Accounts for the financial year ended 31st March 2010	--
For the previous financial years of the Subsidiary Company since it became the Holding Company's subsidiary	--

## Sai Aditya Foods and Retail Private Limited

### NOTICE

Notice hereby given that the 16<sup>th</sup> Annual General Meeting of the Company will be held on Wednesday, the 25<sup>th</sup> August, 2010 at 4.00 p.m. at Registered Office of the Company to transact The following business:

### ORDINARY BUSINESS:

01. To Consider and adopt the Director's Report, the Audited Profit & Loss Account for The year ended 31<sup>st</sup> March-2010 and Balance Sheet as on that date.
02. To appoint Auditors for the Company to hold the office till the conclusion of the next Annual General Meeting and fix their remuneration.
03. Any other matter with the permission of the Chair.

By the Order of the Board

Director

Place: Hyderabad

Date: 23.06.2010

### DIRECTORS REPORT

To

The Members,

Your Director's have pleasure in presenting the 16<sup>th</sup> Annual Report and Audited Accounts for the year ended 31<sup>st</sup> March-2010.

#### Operations

During the year under review, your company has earned a Net profit of Rs.12,14,955/- (Rupees Twelve lakhs fourteen thousand nine hundred and and fifty five only).

#### Director's Responsibility Statement

Pursuant to Section 217 (2AA) of the Companies Act, 1956 pertaining to Director's Responsibility Statement, the Directors confirm:

1. That in preparation of the annual accounts, the applicable Accounting Standards had been followed and that no material departures have been made from the same.
2. That the directors have selected such accounting policies and applied them consistently and made judgments 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 of the Company for the year under review.
3. That the directors 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.

4. That the directors have prepared the accounts for the financial year ended 31<sup>st</sup> March,2010 on a going concern basis.

#### Deposit:

During the year your company has not invited or accepted any deposits from the public for which the provisions of section 58 A of the Companies Act, 1956 Apply.

**Cash Flow :** A Cash Flow Statement for the year ended 31.03. 2010 is attached to the Balance Sheet.

#### Auditors:

M/s. B.N &Company, Chartered Accountants, Hyderabad, Auditors of the Company retired and eligible for reappointment.

For and behalf of the Board

K. V. Vishnu Raju  
Director

Place: Hyderabad

Date : 23.06.2010

### AUDITORS REPORT

To

The Members,

M/s. Sai Aditya Foods and Retail Private Limited

We have audited the attached Balance Sheet of M/s. Sai Aditya Foods and Retail Private Limited as at 31<sup>st</sup> March-2010 the Profit & Loss Account and Cash Flow statement for the year ended on that date annexed thereto. 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.

We conducted our audit in accordance with auditing standards generally accepted in India. Those standards required that we plan and perform the audit to obtain a 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.

1. As required by the Company (Auditors Report) Order 2003, issued by the Central Government of India in terms of Section 227 (4A) of the companies Ac, 1956, we have enclosed a statement on the matters specified in the paragraphs 4 & 5 of the said order.

## Sai Aditya Foods and Retail Private Limited

2. Further to our comments in the annexure referred to paragraph above we state that
    - a) We have obtained all the information and explanations, which to the best of our knowledge and belief were 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 appeared from our examination of such books.
    - c) The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the Books of Accounts.
    - d) In our opinion, the Balance Sheet and Profit and Loss Account dealt with by this report comply with the Accounting Standards referred to Sub-Section (3C) of Section 211 of the Companies Act, 1956.
    - e) On the basis of written representations received from the directors, as on 31-03-2010, and taken on record by the Board of directors, we report that none of the director is disqualified as on 31-03-2010 from being appointed as a director in terms of clause (g) of Sub-section(1) of Section 274 of the Company Act, 1956.
    - f) In our opinion and to the best of our information and according to the explanation given to us, 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.
  1. In the case of the Balance Sheet, of the state of affairs of the company as at 31<sup>st</sup> March-2010 and
  2. In the case of the Profit & Loss Account, of the profit for the year ended on that date.
  3. In the case of the Cash Flow Statements, of the Cash Flows for the year ended on that date.
- As per my report of even date  
BN & COMPANY  
Chartered Accountants
- N.BUDDHA RAJU  
M. No.18192 .
- Place: Hyderabad  
Date: 23.06.2010.
- ANNEXURE TO THE AUDITORS REPORT:**
- Referred to paragraph 1 of our report of even date. On the basis of such checking of the Books and Records of the company, we considered appropriate, the information and explanations given to us during the course of our Audit we further state that in our opinion:
1. a) The company had maintained proper records showing full particulars including quantitative details and situation of fixed assets.
  - b) All the assets have been physically verified by the management during the year and there is a regular programme of verification, which is our opinion, is reasonable having regards to the size of Company. No material discrepancies with respect to book records were noticed on such verification.
  - c) During the year, company has not disposed of any substantial major part of fixed assets.
  2. a) As explained to us, the inventory has been physically verified by the management reasonable intervals.
  - b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and nature of its business.
  - c) The discrepancies noticed on physical verification of inventory as compared to Book records were not material and these have been properly dealt with in the Books of accounts.
  3. a) The company has not taken any loans, secured or unsecured, from companies Firms, or other parties covered in the Register maintained under section 301 of The Companies Act, 1956.
  - b) In our opinion and according to the information and explanations given to us, the rate of interest, wherever applicable and other terms and conditions are not prima-facie prejudicial to the interest of the company.
  4. a) In our opinion and according to the information and explanation 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 the sale of goods. There is no major weakness in the internal control procedures.
  5. a) In our opinion and according to the information and explanations given to us, there are no transactions during the year need to be entered in the registered Maintained under section 301 of the Companies Act, 1956, therefore provisions of Clause 4 (v) (b) is not applicable.

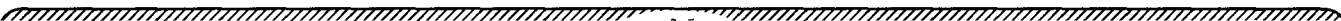
## **Sai Aditya Foods and Retail Private Limited**

6. The Company has not accepted any deposits from Public.
7. In our opinion, the internal audit system of the company is commensurate with its size and nature of its business.
8. In our opinion and according to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 for the activities of the Company.
9. According to the records of the Company, the undisputed statutory dues including Provident Fund, Employees State Insurance, Sales Tax and Income Tax have been regularly deposited with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31<sup>st</sup> March, 2010 for a period of more than Six months from the date they become payable.
10. The Company has accumulated losses and has not incurred any Cash Losses during the financial year covered by our audit or in the immediately proceeding financial year.
11. Based on our audit procedures and according to the information and explanation given to us, we are of the opinion that the company has not defaulted in repayment of dues to financial institutions and banks.
12. In our opinion and according to the information and explanation given to us, no loans and advances have been granted by the company on the basis of security by way of pledge of shares and other securities.
13. 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 are not applicable to the company.
14. In our opinion and according to the information given to us, the company is not dealing in shares, securities, debentures and other investments. Accordingly the provisions of clause 4 (xiiv) of the Companies (Auditor's Report) order, 2003 are not applicable to the Company.
15. In our opinion and according to the information and explanations given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions.
16. The term loans are applied for the purpose for which they were taken.
17. As per the information and explanations given to us, we are of the opinion that the company has not utilized any short-term sources towards long-term investments.
18. The company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956.
19. The Company has not issued any debentures during the year.
20. Public issue not applicable to the company.
21. According to the information and explanations given to us, no fraud on or by the company has been noticed during course of our audit.

As per my report of even date  
BN & COMPANY  
Chartered Accountants

N.BUDDHA RAJU  
M. No.18192 .

Place: Hyderabad  
Date: 23.06.2010.



# Sai Aditya Foods and Retail Private Limited

## Balance Sheet as at 31st March 2010

	Schedule	As At 31st, March 2010 Rs.	As At 31st, March 2009 Rs.
<b>SOURCE OF FUNDS</b>			
<b>Share Holders Funds :</b>			
Share Capital	A	16,356,000	16,356,000
Reserves and Surplus	B	789,801	-
<b>Loan Funds</b>			
Secured Loans	C	23,375,265	25,224,649
Unsecured Loans	D	3,354,000	3,788,000
<b>TOTAL</b>		<b>43,875,066</b>	<b>45,368,649</b>
<b>APPLICATION OF FUNDS</b>			
Fixed Assets	E		
Gross Block		45,903,002	37,670,678
Less : Depreciation		19,185,445	16,085,074
Net Block		26,717,557	21,545,604
Capital Work in Progress		5,583,507	9,508,486
		32,301,064	31,054,090
<b>Current Assets, Loans and Advances</b>			
Loans Advances	F	4,568,950	3,676,800
Sundry Debtors		6,340,738	6,045,845
Deposits	G	1,030,276	973,226
Cash & Bank Balances	H	1,089,338	1,062,623
Closing Stock		9,682,930	8,923,069
Pre-paid Insurance		46,089	22,454
Less : Current Liabilities	I	(11,184,319)	(6,814,612)
		11,574,002	13,889,405
Profit and Loss Account		-	425,154
<b>TOTAL</b>		<b>43,875,066</b>	<b>45,368,649</b>

Notes on Accounts

As per our report attached  
for B & N Company  
Chartered Accountant

For and on behalf of Board

Director

Director

N.Budda Raju  
M.No. 18192  
Place: Hyderabad  
Date: 23-06-2010



## Sai Aditya Foods and Retail Private Limited

### "Profit and Loss Account for the year ended 31st March 2010 "

	Sch	Year Ended 31.03.2010Rs.	Year Ended 31.03.2009 Rs.
<b>Income</b>			
Sales		100,993,956	87,463,806
Other Receipts	J	1,391,521	1,000,049
Increase in Stocks	K	759,861	1,208,356
<b>TOTAL</b>		<b>103,145,338</b>	<b>89,672,211</b>
<b>Expenditure</b>			
Manufacturing & selling expenses	L	79,030,616	67,593,576
Administrative expenses	M	16,668,617	14,650,871
Interest on Loans	N	2,823,779	3,384,141
Depreciation	E	3,100,371	2,915,936
<b>TOTAL</b>		<b>101,623,383</b>	<b>88,544,524</b>
Profit before Tax		1,521,955	1,127,687
Provision for Taxation			
FBT for the year 2008-09		35,700	35,700
Current Tax		270,000	-
Profit after Tax carried over to Balance Sheet		<b>1,214,955</b>	<b>1,091,987</b>
Notes on Accounts			

As per our report attached  
for B & N Company  
Chartered Accountants

For and on behalf of Board

Director

Director

**N.Buddha Raju**

M.No. 18192

Place: Hyderabad

Date: 23.06.2010

**Sai Aditya Foods and Retail Private Limited****Cash Flow Statement for the year ended 31st March 2010**

	31.03.2010 Rs.in Lacs	31.03.2009 Rs.in Lacs
<b>A) CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Net Profit /Loss before Tax :	15.22	11.27
Adjustment for :		
Depreciation	31.00	29.16
Interest and Finance Charges	28.24	33.84
Deferred Revenue Expenses		
Operating profit before Working Capital Changes	74.46	74.27
(Increase) / Decrease in Inventories	(7.60)	(12.07)
(Increase) / Decrease in Sundry Debtors	(2.95)	(11.57)
(Increase) / Decrease in Loans and Advances	(8.92)	(0.52)
(Increase) / Decrease in Deposits	(0.57)	(2.02)
(Increase) / Decrease in Prepaid Insurance	(0.24)	0.25
(Increase) / Decrease in Current Liabilities	43.69	11.20
Cash Generation from operations	97.87	59.54
Direct Taxes Paid	(3.07)	(0.36)
Net Cash Flow from Operating Activities	94.80	59.18
<b>B) CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Inflow / ( Outflow )		
Purchase of Fixed Assets	(43.47)	(20.25)
Proceeds from sale of Fixed Assets	-	10.00
Net Cash Flow from Investing Activities	(43.47)	(10.25)
<b>C) CASH FLOW FROM FINANCIAL ACTIVITIES :</b>		
Inflow / ( Outflow )		
Proceeds from Issue of Equity Shares		
(Increase) / ( Decrease ) in Long Term Borrowings	(35.10)	(28.07)
(Increase) / ( Decrease ) in Cash Credit Utilisation	17.64	7.85
Proceeds / ( Repayment ) from Unsecured Loans	(4.34)	(2.12)
Increase in Car Loan	(1.02)	(0.54)
Interest Paid	(28.24)	(33.84)
Net Cash Flow from Financial Activities	(51.06)	(56.72)
<b>D) NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS :</b>	0.27	(7.79)
Cash and Cash Equivalents as at the Commencement of the year	10.62	18.41
Cash and Cash Equivalents as at the Close of the year	10.89	10.62

As per our report attached  
for B & N Company  
Chartered Accountants

For and on behalf of Board

Director

Director

**N.Buddha Raju**

M.No. 18192

Place: Hyderabad

Date: 23.06.2010

## Sai Aditya Foods and Retail Private Limited

Particulars	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
<b>Schedule A</b>		
<b>SHARE CAPITAL</b>		
Authorised Capital ( 200000 shares @ Rs.100/- each )	<u>20,000,000</u>	<u>20,000,000</u>
Issued & Paid - up capital ( 163560 shares @ Rs.100/- each ) (Previous Year 163560 shares@100/-each)	16,356,000	16,356,000
<b>Schedule B</b>		
Secured Loans		
Term loan from Bank	13,773,566	17,284,466
Bank Over Draft	9,380,565	7,617,452
Car Loan	221,134	322,731
	<u>23,375,265</u>	<u>25,224,649</u>
<b>Schedule C</b>		
Unsecured Loans		
Loan from Director	900,000	2,200,000
Loan from Others	2,454,000	1,588,000
Total	<u>3,354,000</u>	<u>3,788,000</u>
<b>Schedule D</b>		
Profit & Loss Account		
Brought forward loss	425,154	1,517,141
Less: Profit for the year	1,214,955	1,091,987
Loss transferred to Balance Sheet	<u>789,801</u>	<u>425,154</u>
<b>Schedule F</b>		
Loans & Advances		
Salary advance	645,158	79,071
Rent advance	1,449,999	1,193,887
Advance for Machinery	-	211,933
Other advances	2,473,793	2,191,909
<b>TOTAL</b>	<u>4,568,950</u>	<u>3,676,800</u>

**Schedule - E**  
**FIXED ASSETS**

Sl. No.	PARTICULARS	Gross Block			Depreciation			Net Block		
		As at 31.03.2009	Additions/	Deletions	As at 31.03.2010	upto 31.03.2009	for the Year	As at 31.03.2010	As at 31.03.2010	As at 31.03.2009
1.	Machinery Equipment	16,695,940	2,080,976	-	18,776,916	7,498,596	1,549,692	9,048,288	9,728,628	9,197,344
2.	Furniture and Fixtures	12,993,477	336,908	-	13,330,385	4,543,813	866,863	5,410,676	7,919,709	8,449,664
3.	Motor Vehicles	390,090	-	-	390,090	218,794	44,349	263,143	126,947	171,296
4.	Cars	1,273,960	-	-	1,273,960	953,685	82,919	1,036,604	237,356	320,375
5.	Buildings	4,935,872	5,808,640	-	10,744,512	1,776,289	448,411	2,224,700	8,519,812	3,159,583
6.	Computers	1,341,339	45,800	-	1,387,139	1,093,897	108,137	1,202,034	185,105	247,442
	TOTAL :	37,630,678	8,272,324	-	45,903,002	16,085,074	3,100,371	19,185,445	26,717,557	31,054,090

## Sai Aditya Foods and Retail Private Limited

	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
<b>Schedule G</b>		
<b>Deposits</b>		
APSEB Deposit	932,213	883,213
Sales Tax Deposit	5,000	5,000
Telephone Deposit	33,773	29,723
Other Deposits	59,290	55,290
<b>TOTAL</b>	<u>1,030,276</u>	<u>973,226</u>
<b>Schedule H</b>		
<b>Cash &amp; Bank Balances</b>		
Andhra Bank	76,193	77,315
Corporation Bank	21,984	21,984
Bank of India	10,744	10,744
Cash on Hand	980,417	952,580
<b>TOTAL</b>	<u>1,089,338</u>	<u>1,062,623</u>
<b>Schedule I</b>		
<b>Current Liabilities</b>		
Sundry Creditors	7,720,053	5,056,026
Outstanding Expenses	3,464,266	1,758,586
<b>TOTAL</b>	<u>11,184,319</u>	<u>6,814,612</u>
<b>Schedule J</b>		
<b>Other Receipts</b>		
Miscellaneous Receipts	258,647	672,276
Discount Received	305,492	47,896
Display Charges	395,382	171,877
Rent Received	432,000	108,000
<b>TOTAL</b>	<u>1,391,521</u>	<u>1,000,049</u>
<b>Schedule k</b>		
<b>Increase in Stock</b>		
Closing Stock	9,682,930	8,923,069
Less: Opening Stok	8,923,069	7,714,713
<b>TOTAL</b>	<u>759,861</u>	<u>1,208,356</u>

## Sai Aditya Foods and Retail Private Limited

	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
<b>SCHEDULE L</b>		
<b>MANUFACTURING &amp; SELLING EXPENSES</b>		
Purchases & Rawmaterial	67,895,407	54,616,394
Transport Charges	671,347	524,514
Packing Material	4,670,473	4,973,605
Electricity Charges	2,505,445	2,606,206
Repairs & Maintainance	2,292,340	2,999,450
Showroom Maintainance	609,037	1,012,705
Generator Maintainance	71,090	184,385
Sales Commission	100,579	367,786
Insurance	46,088	66,164
Business promotion expenses	30,268	36,958
Advertisement Charges	26,123	82,803
Water Charges	112,419	122,606
<b>TOTAL</b>	<b>79,030,616</b>	<b>67,593,576</b>
<b>SCHEDULE M</b>		
<b>ADMINISTRATIVE EXPENSES</b>		
Salaries & Wages	6,971,776	7,214,469
Postage & Telegrams/Telephones	311,378	349,398
Rent, Rates & Taxes	3,123,762	2,557,648
Travelling & Conveyance	131,935	157,807
Staff Welfare	3,392,255	1,306,484
Printing & Stationery	229,388	277,389
Bank Charges	218,976	96,992
ESI	103,565	136,963
Provident Fund	153,129	611,294
Vehicles Maintainance	594,050	717,746
Professional Charges	635,278	130,800
Miscellaneous Expenses	92,500	394,424
Auditors Remuneration	171,054	49,635
Car Hire Charges	49,635	167,000
Audit Expenses	4,632	12,524
Car Maintenance	81,394	165,100
Security Charges	403,910	305,198
<b>TOTAL</b>	<b>16,668,617</b>	<b>14,650,871</b>
<b>SCHEDULE N</b>		
<b>INTEREST ON LOANS</b>		
Interest on term loans	1,891,650	2,400,771
Interest on overdraft	905,432	948,297
Interest on Car Loan	26,697	35,073
<b>TOTAL</b>	<b>2,823,779</b>	<b>3,384,141</b>

## **Sai Aditya Foods and Retail Private Limited**

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### **Significant Accounting Policies:**

1. Assets & Liabilities are recorded at historical cost.
2. All Incomes & Expenditure are accounted on accrual basis.
3. Inventories:
  - Finished goods – Valued at cost or Net Realisable Value which ever is lower.
  - Raw Material, Stores and Spares – Valued at cost.
4. Depreciation is provided on W.D.V. method at the rates specified in Schedule XIV to The Companies Act, 1956.
5. Depreciation has been provided for the period for which the Assets are put to use.
6. Revenue recognition – Sales & Services are recognized when goods are supplied in accordance with the terms of Sales.

### **NOTES ON ACCOUNTS:**

1. The term loan is secured on the whole of the various items of Machinery & Interior Wood Work etc., by a deed of Hypothecation with Indian Bank, Dabagardens Branch, Vishakapatnam. The Cash credit facility extended by Indian Bank, Dabagardens Branch, Vishakapatnam is secured by a charge on all inventories (Stocks & Goods) in favour of Indian Bank, Vishakapatnam.
2. Previous year figures have been re-grouped/re-arranged where ever necessary.
3. This Company is Subsidiary of “ RAASI ENTERPRISES LTD “

As per our report of even date  
For B.N. & COMPANY  
Chartered Accountants

For and on behalf of Board

N.Budda Raju

Director

Director

Place: Hyderabad  
Date: 23.06.2010.

# Sai Aditya Foods and Retail Private Limited

## BALANCE SHEET ABSTRACT AND COMPANY GENERAL PROFILE

### 1. Registration Details.

Registration No. 

01
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 - 

17555
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 State Code : 

0	1
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Balance Sheet Date 

3	1	-	0	3	-	2	0	1	0
---	---	---	---	---	---	---	---	---	---

### 2. Capital raised during the year (Amount in Rs.Thousands)

Public Issue 

N	I	L
---	---	---

 Rights Issue 

N	I	L
---	---	---

  
 Bonus Issue 

N	I	L
---	---	---

 Private Placement 

N	I	L
---	---	---

### 3. Position of Mobilisation and Deployment of Funds (Amt. In Rs.Thousand)

Total Liabilities 

0	4	3	8	7	5
---	---	---	---	---	---

 Total Assets 

0	4	3	8	7	5
---	---	---	---	---	---

#### Sources of Funds:

Paid-Up Capital 

1	6	3	5	6	
---	---	---	---	---	--

 Reserves&Surplus 

			7	8	9
--	--	--	---	---	---

  
 Secured Loans 

2	3	3	7	5
---	---	---	---	---

 Unsecured Loans 

37	5	4
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#### APPLICATION OF FUND:

Net Fixed Assets 

3	2	3	0	1
---	---	---	---	---

 Investments 

0	0	0	0		
---	---	---	---	--	--

### 4. Performance of Company (Amount in Rs.Thousands)

5. Turnover Total 

1	0	3	1	4	5
---	---	---	---	---	---

 Expenditure 

1	0	1	6	2	3
---	---	---	---	---	---

  
 +/- Profit / Loss Before Tax 

0	1	5	2	1
---	---	---	---	---

 +/-Profit /Loss After Tax 

0	1	2	1	5
---	---	---	---	---

As per our report of even date attached  
for B.N &Company  
Chartered Accountants

for and on behalf of Board

N. Buddha Raju  
M. No.18192

Director

Director

Place: Hyderabad  
Date: 23.06.2010.





## Raasi Enterprises Limited

Raasi Enterprises Limited  
Vishnupur, Bhimavaram – 534 202, W.G.District.

Folio :  
No of Shares held :

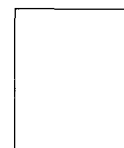
### FORM OF PROXY

I/We \_\_\_\_\_ Of \_\_\_\_\_ in the district Of \_\_\_\_\_ being a Member/Members of the Above named Company, hereby appoint Sri / Smt. \_\_\_\_\_ of \_\_\_\_\_ in the district of \_\_\_\_\_ or failing him /her/Sri/Smt. \_\_\_\_\_ of \_\_\_\_\_ in the district of \_\_\_\_\_ as my/our Proxy in vote for me/us and on my/our behalf at the Twenty Sixth Annual General Meeting of the Company, to be held on 25th September 2010 at 10.30 AM and at any adjournment thereof.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2010

Signature of the Proxy  
Attested

Signature



Signature of the Member

- NOTE: 1. Every instrument of Proxy should contain proper identification of the non-member Proxy holder by attestation of specimen signature of the Proxy by the member concerned.  
2. This instrument of Proxy should be deposited at the Registered Office of the Company not less than 48 (Forty Eight) hours before the time for holding the meeting.



**Raasi Enterprises Limited**  
Vishnupur, Bhimavaram – 534 202, W.G.District.

Folio No :  
No of Shares held :

### Attendance Slip

I hereby record my presence at the Twenty Sixth Annual General Meeting of Raasi Enterprises Limited at Administrative Building, Dr.B.V.Raju Foundation, Vishnupur, Bhimavaram, W.G.District, on 25th September 2010 at 10.30 A.M.

01. Full Name of the Member: \_\_\_\_\_  
(In Block Letter)  
02. \* Full Name of the Proxy : \_\_\_\_\_  
(In Block Letter)  
03. Regd. Folio No : \_\_\_\_\_  
04. Number of Shares held : \_\_\_\_\_  
05. Signature of the Member/  
Proxy attending : \_\_\_\_\_

- To be filled in if the Proxy attends instead of the Member(s)
- No Gifts are distributed.

**PRINTED MATTER**

**BOOK - POST**

If undelivered, Please return to:

**Raasi Enterprises Limited**

(Formerly Raasi Finance & Investment Limited)

Registered Office: Vishnupur,

Durgapur, Garagaparru Road,

Bhimavaram-534 202, W.G. District, A.P.