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**JEEVAN SCIENTIFIC TECHNOLOGY LIMITED**

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**BOARD OF DIRECTORS:**

1. D. Seetharamaiah      Chairman
2. K. Krishna Kishore      Executive Vice Chairman
3. K. Gopi Krishna      Managing Director
4. Mrs. K Vanaja      Director
5. T. Ravi Babu      Director
6. Ch. Udaya Kumar      Director
7. T. Chalapathi Rao  
(Alternate Director to Sri Ch. Udaya Kumar)
8. G. Bhanu Prakash      Director

**AUDIT COMMITTEE:**

1. D. Seetharamaiah      Chairman
2. K. Krishna Kishore
3. G. Bhanu Prakash

**SHARE TRANSFER COMMITTEE:**

1. D. Seetharamaiah      Chairman
2. K. Krishna Kishore
3. G. Bhanu Prakash

**Registered Office:**

No.334, 3<sup>rd</sup> floor, North Block  
Raghava Ratna Towers  
Chirag Ali Lane, Abids  
Hyderabad – 500 001.

**Auditors:**

K.S.Rao & Co,  
Chartered Accountants  
Flat No.403, 404 Golden Green  
Apartments, Erramanzil Colony,  
Hyderabad.

**Bankers:**

The Karur Vysya Bank Ltd.  
5-8-363 TO 365.,  
Near Mecure Hotel  
Chirag Ali Lane, Abids  
Hyderabad -500 001

Oriental Bank of Commerce  
Nampally Station Road  
Hyderabad – 500 001

## FOURTEENTH ANNUAL REPORT 2011-12

### NOTICE

Notice is hereby given that the Fourteenth Annual General Meeting of the company will be held at the Registered Office of the Company 3<sup>rd</sup> floor, North Block, Raghava Ratna Towers, Chirag Ali Lane, Abids, Hyderabad – 500 001 on Saturday the 29<sup>th</sup> day of September 2012 at 9.30 A.M to transact the following business.

### ORDINARY BUSINESS:

1. To receive consider and adopt the audited accounts of the Company for the year ended 31<sup>st</sup> March 2012, and reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Smt. K. Vanaja who retires by rotation and is eligible, for reappointment.
3. To appoint a Director in place of Sri. T. Ravi Babu, who retires by rotation and is eligible, for reappointment.
4. To appoint Auditors and to fix their remuneration.

BY ORDER OF THE BOARD  
For **JEEVAN SCIENTIFIC TECHNOLOGY LIMITED**

Place: Hyderabad.  
Date: 13.08.2012

Sd/-  
**K. Gopi Krishna**  
Managing Director

### NOTE:

1. A Member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote for himself. A proxy need not be a member.
2. Proxy form in order to be valid shall be deposited with the registered office of Company not less than 48 hours before the commencement of the meeting.
3. The Shares Transfer Register and the Register of Members of the Company will remain closed from 24.09.2012 to 29.09.2012 (both days inclusive) in connection with the Annual General Meeting.

4. Members / Proxies attending the meeting are requested to bring the attendance slip sent with Annual report and hand over the same at the entrance duly filled and signed.

5. Members who hold their shares in dematerialized form are requested to bring their Client ID and DP numbers for easy identification of attendance at the meeting.

6. Shareholders are requested to intimate immediately any change in their address and bank account details registered with the Company in case of physical holders and in case of demat holders to their DP holders directly.

7. Retirement of Directors by rotation :

1. Smt. K. Vanaja, Director of the Company retires by rotation at the Annual General Meeting and being eligible offers herself for reappointment.

She is a Graduate Diploma holder in Pharmacy, she is the Director of the Company since inception. Sri. K. Krishna Kishore, Executive Vice Chairman is related to Smt. K. Vanaja and is interested in the above resolution.

Directors commend the reappointment of Smt. K. Vanaja. None of the Directors of the Company are concerned or interested in the above resolution except herself and Sri. K. Krishna Kishore.

1. Sri. T. Ravi Babu, Director of the Company retires by rotation at the Annual General Meeting and being eligible offers himself for reappointment.

Sri. T. Ravi Babu – With an MBA Degree from Symbiosis Institute of Management, Pune, has over 16 years of experience in freelancing, advertising and consulting computer graphics and also worked as Director of Cinematography in Indian Broadcasting Company at New York for 4 years. His exposure includes – Advanced Cinematography Film in Television Workshops, Rockport Main, USA and Advanced Online Editing Systems Management from Sony Institute of Applied Video Technology, San Jose, California, USA.

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Directors commend the reappointment of Sri. T. Ravi Babu. None of the Directors of the Company are concerned or interested in the above resolution except himself and Sri. T. Chalapathi Rao. Alternate Director to Sri Ch. Udaya Kumar.

BY ORDER OF THE BOARD  
For **JEEVAN SCIENTIFIC TECHNOLOGY LIMITED**

Place: Hyderabad.

Date: 13.08.2012

Sd/-  
**K. Gopi Krishna**  
Managing Director

### **DIRECTORS' REPORT:**

#### **Dear members,**

Your Directors present herewith the Fourteenth Annual Report and the audited accounts for the Year ended 31<sup>st</sup> March 2012 together with the Auditors' Report thereon.

### **1) FINANCIAL RESULTS:**

(Rs. In lakhs)

	<b>2011-2012</b>	<b>2010-2011</b>
Turnover	336.31	246.75
Profit before depreciation and Tax	25.52	23.73
Depreciation	21.70	17.39
Profit after depreciation and before Tax	3.82	6.34
Earlier Year Tax- Fringe Benefit Tax	0.06	0.02
Profit after Tax	3.76	6.32

### **2) MANAGEMENT DISCUSSIONS & ANALYSIS:**

This report contains financial review, opportunities, challenge, outlook etc.

#### **i) FINANCIAL REVIEW:**

Income earned to the extent of **Rs. 336.31 lakhs** as against **246.75 lakhs** of previous year.

#### **ii) PERFORMANCE:**

During the year under review your company recorded a turnover of Rs. 336.31 Lakhs as against Rs.246.75 Lakhs for the previous financial year. The turnover includes the ERP modules sales, Medical writing services, Corporate and Students training programs, and income from Study centers, Annamalai University multimedia programs, International Staffing Services and Domestic Staffing Services. The Business plan is to ensure at least two fold growth of business in the coming year(s) with the stable revenues.

During the financial year under report, ERP division in a phased manner sold ERP modules, which have given us high yields to enhance the top line revenues.

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During the Financial Year under report, Education Division created status for your company as "NATIONAL COORDINATOR" cum "TECHNICAL COLLABORATOR" for ANNAMALAI UNIVERSITY having created 35 additional learning centers to promote and conduct PG/UG/Diploma/Certificate programmes related to Media Management, Fine arts, Media Graphics, Animation, Film & TV. Annamalai University is one of the leading Uninary and Residential Universities in India to offer various disciplined University programmes under distance education across the country. Annamalai University has attained the status as one of the leading Universities to have more than 500 programmes offered through distance educational programmes. Under this new Business arrangement, Education division have scaled up its Network of Centers presence across India from existing 25 centers in last financial year to current FY 2011-12 to 60 Learning centers, so as to generate more admissions for the above disciplined programs.

During this financial year under review, your company as a SIFY channel partner have played a significant role and made its mark as one of the best authorized i-Test Center facility at Hyderabad to conduct all kinds of online assessment examinations for professional bodies like Institute of Company Secretaries of India (ICSI), UIDAI – Government of India, Aadhar operator's online examinations along with conduction of various IIBF & IBPS - JAIIB, CAIIB and Banking personnel inter office promotion examinations.

Education division: Future focus is to get established as one of the Leading Service provider for University Education Services and aim to reach the magical figure of 100 learning centers during the FY 2012-13 for promoting the technically collaborated media and entertainment industry related programmes of Annamalai University. Education division of your company has devised strategic plans to have close to 500 students on board for the University of Madras and Annamalai University Technically Collaborated Programmes under distance education mode. Education division also have plans to explore new association possibilities with universities and premier business schools and eyeing for a tie-up to promote Management & IT programs. Education division is widening its operations through establishing comprehensive & unique business models across India to generate assured revenue engines to boost the top line of your company in the coming years.

During the Financial Year under report Staffing services have added several new client's to name few, Beam telecom, Brother International, System tech, Applied Dev, AGC Networks, HDFC Std Life Insurance, Lenovo, Karvy Group of Companies, SBI Life Insurance with clear cut segregation into different verticals like BFSI, IT, ITES, Logistics companies. Focused approach and efforts by staffing division is now reaping satisfactory results and revenues.

Future focus is to add more MNCs and Top IT clients & increase fulfillment capability in permanent staffing services to the clients. Our Immediate plans are also to commence the Contract staffing services to boost our Top line sales. Staffing services division has created innovative business plans to increase the revenues and capture the market share in providing complete HR solutions. Staffing Services division is working strong to scale up the business to greater heights. International Staffing Division has done excellent in the first year of its operations and is looking at increasing the sales in the next financial year by achieving more contracts with MNCs.

Further your company has started a new division, **Clinical Research Services** to cater the Clinical Medical Writing, Clinical Data Management & Clinical Bio-statistics to various clients around the globe. This area has a vast potential and your company is looking to partner with major pharmaceutical giants in the world. Your company has made agreements with the following companies in India & abroad:

1. Eli Lilly, Taiwan
2. Boehringer Ingelheim, Germany
3. Medavante, USA
4. Novo Nordisk, India
5. Pfizer, India

### **A. OPPORTUNITIES:**

Your Company could visualize increasing opportunities in exploring new avenues in Education Sector, Staffing Services both in Domestic and International and Clinical Research Services. The marketing efforts of the company received an encouraging response.

### **B. CHALLENGES:**

Your Company faces normal market competition in all its business from domestic and overseas companies. Our business strategies and global

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competitive cost position have enabled us to retain the market position and maintain operating margin and enhance long term, even under difficult operating conditions for the I.T industry, Pharmaceutical and Education Sectors also we intend to diversify and explore other areas to achieve higher revenues. We endeavor to enhance its competitive advantage through a process of continuous improvements and by implementing appropriate business strategies.

### **C. OUTLOOK:**

The outlook for margins in current scenario will depend upon global demand and supply trends in the pharmaceutical / education industry. We intend to extend our educational programs and explore the new avenues and opportunities by entering in to tie-up arrangements with more national and International Universities. In the Clinical research services area we plan to extend our services to a variety of pharmaceutical industries around the world covering all the therapeutic areas.

### **D. ADEQUACY OF INTERNAL CONTROL:**

Your company has internal auditors to ensure that internal control systems are in place and all assets are safeguarded and protected against loss. An extensive program of Internal Audit and reviews supplement the internal control systems by management & documented policy guidelines and procedures. The internal control systems are designed to ensure that the financial records are available for preparing financial statements and other data and maintaining accountability of assets.

### **E. QUALITY:**

Our Motto is to ensure total Customer Satisfaction. Proactive efforts are directed towards determining customers' requirements and achieving all round customer satisfaction. This is primarily achieved through automated systems, high attention to complaint resolution online communication and information exchange, quality circles and adoption of programs.

### **F. HUMAN RESOURCES DEVELOPMENT (HRD):**

Yours is a young Company, with human resources of an average age of 30 years for its employees as on March 31, 2012. Right from the beginning the Company got good HRD policies for retaining manpower.

### **G. LEARNING & TRAINING:**

Training Programmes have been devised to develop cross-functional skills.

### **3) DIRECTORS:**

In accordance with the provisions of the Companies Act, 1956 and the Articles of Association of the Company Smt. K. Vanaja and Sri T. Ravi Babu retire by rotation at the ensuing Annual General Meeting and being eligible, offer themselves for reappointment.

During the year under review, there is no change in the constitution of the Board.

### **4) DIVIDEND:**

As there is marginal operational surplus during this year your directors do not propose any dividend for the year.

### **5) AUDITORS:**

The Statutory Auditors of M/s. K.S. Rao & Co., Chartered Accountants Hyderabad holds office till the conclusion of the forthcoming Annual General Meeting. The Company has received a letter from the auditors to the effect that their appointment as Auditors, if made, would be within the limits under Section 224 (1-B) of the Companies Act, 1956.

### **6) AUDITORS QUALIFICATION:**

With regards auditor's qualification in respect of employee Gratuity liability, in view of the small in number of Employees, company has not gone for actuarial valuation as per AS-15 Employee Benefit. The company has provided the gratuity liability on estimated basis in accordance with payment of Gratuity Act.

Similarly in respect of conformations from Sundry debtors and for Loans and Advances the directors are of the opinion that they are fully recoverable during the course of business.

### **7) CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:**

Information U/S 217(i)(e) of the Companies Act, 1956 read within the report of the Board of Directors Rules 1988 and forming part of Directors report.

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### **A. Details of Conservation of energy:**

Company's operations require the use of electrical energy for power supply to Computer systems and lighting and are not energy intensive. However the Company is taking adequate measures to reduce energy consumption where ever possible.

### **B. Technology absorption:**

The Company has a high technology oriented center for development of software, which are comparable to International standards. The company has upgraded its skills of Microsoft Navision and Axapta to its latest versions, and also developed inherent skills required to integrate it to various other platforms. Further the Company has a team of dedicated and qualified manpower to develop quality software to meet the required standards.

### **C. Foreign Exchange Earnings and Outgo:**

During the year the company has earned Rs. 216.36 lakhs /- as income from IT Enabled Services in Foreign Exchange, and Foreign Exchange Outgo— Nil.

### **8) LISTING OF SHARES IN STOCK EXCHANGES:**

The Shares of the Company are listed at Bangalore Stock Exchange. The listing fee was paid up to date in the stock exchange.

### **9) CORPORATE GOVERNANCE:**

Pursuant to Clause 49 of the Listing Agreement, your Company has to mandatorily comply with the requirements of Corporate Governance. A separate section on Corporate Governance and a Certificate from the practicing Company Secretary regarding compliance of conditions on Corporate Governance, form part of the Annual Report.

### **10) FIXED DEPOSITS:**

The Company has not accepted any fixed deposits from the public during the financial year 2011-12.

### **11) PERSONNEL:**

None of the employees are covered under Sec.217 (2A) of the Companies Act 1956 read with (Particulars of the Company) Rules 1975 and forming part of the Directors Report for the Accounting year 2011-12.

### **12) INSURANCE:**

All the properties of the Company including Buildings, Plant and Machinery and Stocks have been adequately insured.

### **13) HUMAN RESOURCES:**

Human resources of the Company across all sections contributed significantly towards better performance and look forward for higher growth.

### **14) INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:**

The Company is having an Internal Audit System and M/s. K P & Associates, Chartered Accountants, Hyderabad are the Internal Auditors of the Company.

### **15) MATERIAL DEVELOPMENTS IN HUMAN RESOURCES/INDUSTRIAL RELATIONS:**

The Company did not lose any of its key personnel during the year. The employees' morale is high and adequate steps are being taken for continuous training of staff in new technologies to take up challenging assignments.

### **16) DIRECTORS RESPONSIBILITY STATEMENT:**

The Directors would like to inform the members that the Audited Annual Accounts for the year ended 31<sup>st</sup> March 2012 are in full conformity with the requirements of Companies Act 1956. The Directors further confirm that:

- a) In preparation of the Annual Accounts the applicable Accounting Standards have been followed with proper explanation wherever required.
- b) The Directors have selected such accounting policies and applied them consistently and made Judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and Profit of the Company for that period.
- c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.

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d) The directors have prepared the Annual Accounts on a going concern basis.

**17) INDUSTRIAL RELATIONS:**

Industrial relations have been cordial and your Directors appreciate the sincere and efficient services rendered by the employees of the Company at all levels towards the successful working of the Company.

**18) ACKNOWLEDGMENTS:**

Your Directors wish to place on record their sincere thanks to all those who have supported your Company's all round activities and contributed towards growth particularly Members, Bankers, Government Agencies, customers, staff members and all others involved with the Company.

For and on behalf of Board of Directors

Place: Hyderabad  
Date: 13.08.2012

Sd/-  
**K. Krishna Kishore**  
Executive Vice Chairman

Sd/-  
**K. Gopi Krishna**  
Managing Director

**REPORT ON CORPORATE GOVERNANCE:**

In terms of Clause 49 of the listing agreement, compliance with the requirement of Corporate Governance is set out below.

**Company's philosophy on Corporate Governance:**

The Company is in full compliance with the requirements under clause 49 of the listing agreement with the Stock Exchanges.

**Board of Directors:**

During the year under review 6 Board Meetings were held on 11.04.2011, 06.05.2011, 25.06.2011, 11.08.2011, 14.11.2011 and 13.02.2012 The Company held it's Thirteenth Annual General Meeting on 30<sup>th</sup> Day of September 2011.

The Composition of the Board, attendance at board meetings (BM) held during the financial year under review and at the last Annual General Meeting (AGM), number of Directorships and memberships / chairmanships in public companies (including the Company) are given below.

S No.	Name of the Director	Category	Attendance at Board Meeting	Whether attended AGM held on 30-09-2011	No. of Directorships in other public companies	No. of other Board Committees in which he is member	No. of other Board Committees in which he is a Chairman
1	Sri D. Seetharamaiah Chariman	Non-Executive Independent	6	Yes	6	4	2
2	Sri K. Krishna Kishore Executive Vice Chairman	Executive Promoter	6	Yes	1	-	-
3	Sri K. Gopi Krishna Managing Director	Executive Promoter	6	Yes	-	-	-
4	Smt K. Vanaja	Non-Executive	4	Yes	-	-	-
5	Sri Ch. Udaya Kumar	Non-Executive Independent	-	No	-	-	-
6	Sri T. Chalapathi Rao (Alternate Director to Sri Ch. Udaya Kumar)	Non-Executive Independent	-	Yes	-	-	-
7	Sri T. Ravi Babu	Non-Executive Independent	-	Yes	-	-	-
8	Sri G. Bhanu Prakash	Non-Executive Independent	4	Yes	1	-	-

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Alternate Directorships, Directorships in Private Bodies and Membership in governing councils, chambers and other bodies were not considered.

As seen from the above, the Non-Executive Directors constitute more than half of the total number of Directors. The Company has a Non-Executive Chairman and one third of the total strength of the Board comprises of Independent Directors. Managing Director is overseeing the day-to-day operations of the Company.

### BOARD COMMITTEES:

#### Audit Committee:

The Audit Committee of the Board of Directors has been constituted in conformity with the requirements of Section 292A of the Companies Act, 1956 and Clause 49 of the Listing Agreement.

The Audit Committee reviews, discusses the following:

- a. The quarterly financial statements before submission to the Board for approval.
- b. Matters relating to compliance with accounting standards, the auditor's observations arising from the annual audit of the company's accounts and other related matters.
- c. Performance of statutory and internal auditors, adequacy of internal control system.
- d. The findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.

#### Composition, Names of Members and Chairperson:

The Audit Committee comprises of Sri. D. Seetharamaiah, Sri. K. Krishna Kishore and Sri. G. Bhanu Prakash and Sri. D. Seetharamaiah is Chairman of the Audit Committee.

Meetings held during the year:

The Audit Committee meetings were held on 06.05.2011, 11.08.2011, 14.11.2011 and 13.02.2012. The Audit Committee meetings were held at the Registered Office and usually attended by the executive directors, finance head, internal auditors and the Statutory Auditors as invitees.

#### Remuneration Committee:

##### 1) Brief description of terms of reference:

The functioning and terms of reference of the Remuneration Committee are as prescribed under the listing agreement with the Stock Exchanges and it determines the Company's policy on all elements of the remuneration packages of the Directors.

The Remuneration Committee of the Company recommends to the board of Directors, the compensation of terms of whole time directors and senior most management immediately below the whole time directors.

Remuneration Committee comprises Sri. D. Seetharamaiah, Sri. G. Bhanu Prakash and Sri. T. Ravi Babu, and Sri. D. Seetharamaiah will act as Chairman of the Committee.

No meetings of the Remuneration Committee were held during the year.

The Non-Executive Directors are paid sitting fee of Rs. 5,000/- for each Board Meeting attended, Rs. 5,000/- for each Audit committee meeting and Rs. 2,500/- each Share Committee meeting. The details are:

Sri. D. Seetharamaiah Rs. 77,500/-, Sri. T. Ravi Babu Rs. Nil/- Sri. T. Chalapathi Rao Rs. Nil/- , Sri. G. Bhanu Prakash Rs. 70,000/- and Smt. K. Vanaja Rs. 20,000/-

##### Service Contract, Notice period, Severance fees:

There are no specific contracts or any severance fees. Terms of appointment are as decided by the Board.  
Stock Option Details: NIL.

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### Share holders / Investors Grievance Committee:

The Committee is formed with Sri. K. Krishna Kishore, Sri. D. Seetharamaiah and Sri. G. Bhanu Prakash, Sri D. Seetharamaiah is Chairman of the Share Holders / Investors Grievance Committee. Sri K. Gopi Krishna, Managing Director is the compliance officer and the address is III Floor, North Block, Raghava Ratna Towers, Chirag Ali Lane, Abids, Hyderabad 500001.

No share transfers are pending as on date.

The functions of the committee(s) include:

To specifically look into redressing investors' grievances pertaining to:

- 1) Transfer of shares
- 2) Dividends
- 3) Dematerialization of shares
- 4) Replacement of lost/stolen/mutilated share certificates
- 5) Non-receipt of rights/bonus/split share certificates.
- 6) Any other related issues

The subcommittee will also focus on strengthening investor relations.

### RELATED PARTY TRANSACTIONS:

Apart from the summary of transactions forming part of Annual Accounts, the following are reported as part of Corporate Governance Compliance.

Sl. No.	Name of the Party	Nature of the Transaction	Amount in Rs.
01	Sri. D. Seetharamaiah - Chairman	Sitting fees	77,500
02	Sri. K. Krishna Kishore Executive Vice Chairman	Remuneration Rent Interest on unsecured Loans	12,00,000 4,80,000 12,32,340
03	Sri. K. Gopi Krishna Managing Director	Remuneration	12,00,000
04	Smt. K. Vanaja - Director	Sitting Fees Rent Interest on unsecured Loans	20,000 4,80,000 90,000
05	Sri. T. Chalapathi Rao -Director	Sitting fees	Nil
06	Sri. T Ravi Babu -Director	Sitting Fees	Nil
07	M/s. Jeevana Mitra Finance Corpn. (entity in which Directors have substantial interest)	Rent paid	8,40,000
08	Sri G. Bhanu Prakash - Director	Sitting Fees	70,000

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### Annual General Body Meetings:

Location and time of last three Annual General Meetings are as under:

Year	Location	Date	Time	Spl resolutions.
2011	III Floor, R.R. Towers	30.09.2011	10.00 A.M	Yes
2010	III Floor, R.R. Towers	30.09.2010	10.30 A.M	Yes
2009	III Floor, R.R. Towers	30.09.2009	10.30 A.M	Yes

During the year under review no resolutions are put to vote by postal ballot.

### Other disclosures:

During the year under review, besides the transactions reported elsewhere in the Annual Report, there were no other related party transactions with its promoter, directors, management and subsidiaries that had a potential conflict with the interest of the Company at large.

The Company has complied with various rules and regulations prescribed by Stock Exchanges, SEBI or any other statutory authority relating to the capital markets during the last three years. No penalties have been imposed.

All mandatory requirements are scrupulously complied with and non-mandatory requirements are partially adopted.

### Accounting Standards and Treatment:

The Accounting Treatment, as prescribed in the Accounting Standards has been followed in the preparation of financial statements.

### Means of Communication:

The Quarterly, Half-Yearly and Annual Accounts are normally published by the Company in the newspapers in English version circulating in the whole of India in Business Standard and in Newspapers in the language of Region in Andhra Bhoomi. Official news items are sent to the Stock Exchanges Bangalore Stock Exchange, where shares of the Company are listed.

### Share Holders Information:

Annual General Meeting:

Day, Date & Time : Saturday, September 29, 2012 & 9.30 A.M  
Venue : III Floor, R.R. Towers, C.A. Lane, Abids, Hyderabad 500001.

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### Financial Calendar:

Un-Audited results for Quarter ending Jun 30 2012	- 13.08.2012
Un-Audited results for Quarter ending Sep 30 2012	- Tentatively 2 <sup>nd</sup> week of November, 2012
Un-Audited results for Quarter ending Dec 31 2012	- Tentatively 2 <sup>nd</sup> week of February 2013
Un-Audited results for Quarter & Year ending Mar 31 2013	- Tentatively 2 <sup>nd</sup> week of May, 2013
Book closure Dates	: 24.09.2012 to 29.09.2012 (Both days inclusive)
Listing of Equity Shares	: Bangalore.

**Market Data:** Trading of shares of the Company has not taken place during the year under review in the above stock exchange.

### Disclosure:

- a) Materially significant related party transactions of the Company of material nature with its promoters, the directors or the Management their subsidiaries or relatives if that may have potential conflict with the interests of the Company at large:

The transactions with the related parties were mentioned in Notes on Accounts as accounting standard **18 (item No.28)** in the schedules forming part of the balance sheet.

- b) Details of Non Compliance by the Company, penalties imposed on the Company by Stock **Exchanges, SEBI** or any other statutory authority on any matter related to capital markets during the last three years:

The Company has complied with all the requirements of regulatory authorities on capital markets and no penalties have been imposed against it.

### Stock Code:

Bangalore	: Jeevansoft
Depositors ISIN	: INE237B01018

### Registrar and Transfer Agents:

Physical & Demat -	CIL Securities Ltd 214, R.R. Towers, C.A. Lane Abids, Hyderabad – 500 001. Vide SEBI Regn. No. INR 000002276 and valid up to: 15 <sup>th</sup> January, 2013
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### **Share Transfer System:**

Securities lodged for transfer at the Registrar's address are normally processed within 15 days from the date of lodgment, if the documents are clear in all respects. All requests for dematerialization of shares are processed and the confirmation is given to the depositories within 15 days. Senior executives of the Company are empowered to approve transfer of shares. Grievances received from investors and other miscellaneous correspondence on change of address etc., are processed by the Registrars within 30 days. The Company extends the facility of simultaneous transfer and dematerialization of shares to the shareholders.

Pursuant to clause 47(c) of the listing agreement with the Stock Exchanges, certificates on half yearly basis have been issued by a Company secretary in practice for due compliance of share transfer formalities by the Company. Pursuant to SEBI (depositories and participants) regulations, 1966, certificates have also been received from a Company secretary in practice for timely dematerialization of the shares of the Company and for conducting a Secretarial Audit on a quarterly basis for reconciliation of the Share Capital of the Company.

### **Dematerialization & Liquidity:**

Electronic holdings by members comprises 45,92,396 paid up ordinary share capital of the Company. Holdings through National Securities Depository Limited (NSDL) 41,58,813-68.84% and Central Depository Services (India) Limited (CDSL) 4,33,583- 7.18 %as on 31st March 2012.

### **Distribution of shareholding-As on: 31.03.2012.**

No of Shares	Share Holders		No of Shares	
	Number	%	No's	% to Total
Upto - 5000	1704	95.04	1164504	19.27
5001 - 10000	38	2.12	318713	5.28
10001 - 20000	22	1.22	349627	5.79
20001 - 30000	5	0.28	120705	2.00
30001 - 40000	2	0.11	74500	1.23
40001 - 50000	3	0.17	146500	2.42
50001 - 100000	8	0.45	605571	10.03
100001 and above	11	0.61	3261480	53.98
TOTAL	1793	100.00	60,41,600	100.00

### **Location & Address for Correspondence:**

III Floor, North Block, R.R. Towers,  
C.A. Lane, Abids,  
Hyderabad 500 001.

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**CERTIFICATE**

- a. We have reviewed the financial statements and the cash flow statement for the year and that to the best of our 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 present a true and fair view of the Company's affairs and results, operations and cash flows are in compliance with the existing accounting standards, applicable laws and regulations.
- b. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal, violative of the Company's code of conduct.
- c. We accept overall responsibility for establishing and monitoring internal controls for financial reporting and that we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and we have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- d. We have indicated to the Auditors and the Audit Committee
- i Significant changes in internal controls 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 we 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.

For JEEVAN SCIENTIFIC TECHNOLOGY LIMITED.

Sd/-  
**K. Krishna Kishore**  
Executive Vice Chairman

Sd/-  
**K. Gopi Krishna**  
Managing Director

Date: 13.08.2012

**Declaration on compliance with Code of Conduct**

Compliance of Code of Conduct for Directors and Senior Management Personnel pursuant to the amended provisions of Clause 49 of the Listing Agreement.

The Board laid down a Code of Conduct for all Board Members and Senior Management Personnel of the Company.

All the Board Members and Senior Management Personnel affirmed that they have complied with the said Code of Conduct on an annual basis in respect of the financial year ended 31.03.2012.

Date: 13.08.2012

Sd/-  
**K. Gopi Krishna**  
Managing Director

**Corporate Governance as per Clause 49 of the Listing Agreement with the Stock Exchanges**

To the Members of Jeevan Scientific Technology Limited,

I have examined the compliance of conditions of Corporate Governance by Jeevan Scientific Technology Limited, for the year ended on 31<sup>st</sup> March, 2012 as stipulated in clause 49 of the Listing Agreement of the said Company with stock exchange(s).

The compliance of conditions of corporate governance is the responsibility of the management. My examination was limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance with the conditions of the Certificate 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 my opinion and to the best of my information and according to the explanations given to me and the representations made by the directors and the management, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the above mentioned Listing Agreement.

I 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.

Sd/-

**P.Renuka**

Company Secretary in Practice

C.P.No:3460

Place: Hyderabad  
Date: 13.08.2012

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**JEEVAN SCIENTIFIC TECHNOLOGY LIMITED**

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**AUDITORS' REPORT**

**To the Members of JEEVAN SCIENTIFIC TECHNOLOGY LIMITED,**

1. We have audited the attached Balance Sheet of JEEVAN SCIENTIFIC TECHNOLOGY LIMITED, HYDERABAD (A.P) as at 31st March, 2012 and also the Statement of Profit and Loss for the year ended on that date annexed there to and the Cash Flow Statement for the year ended on that date. 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 from any material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion:

3. As required by the Companies (Auditors' Report) Order, 2003, issued by the Central Government of India in terms of Section 227(4A) 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 above we report that:

i) 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.

ii) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of such books.

iii) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account.

iv) In our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956, excepting AS-15 "Employee Benefits".

v) On the basis of the written representations received from the Directors as on 31st March, 2012 and taken on record by the Board of Directors, we report that, none of the Directors is disqualified as on 31st March, 2012 from being appointed as a Director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.

vi) a) THE COMPANY HAS PROVIDED GRATUITY LIABILITY ON ESTIMATED BASIS IN ACCORDANCE WITH PAYMENT FOR GRATUITY ACT. IT HAS NOT ADOPTED "AS 15 EMPLOYEE BENEFITS" IN MAKING PROVISION OF GRATUITY LIABILITY. IN VIEW OF THIS, VARIANCE BETWEEN THE ACTUARIAL LIABILITY AND THE LIABILITY PROVIDED ON ESTIMATED BASIS COULD NOT BE ASCERTAINED. HENCE WE ARE UNABLE TO COMMENT ABOUT THE IMPACT ON THE PROFIT FOR THE YEAR.

b) THERE ARE NO CONFORMATION OF BALANCES FOR TRADE RECEIVABLES AND LOANS & ADVANCES.

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5. In our opinion and to the best of our information and according to the explanations given to us, the said accounts, subject to our comments in para 4(vi)above, give the information as required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :

- i) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2012;
- ii) In the case of the Statement of Profit and Loss, of the Profit of the Company for the year ended on that date; and
- iii) In the case of Cash Flow Statement of the cash flows for the year ended on that date.

For **K.S.RAO & CO.,**  
Chartered Accountants  
Firm's Regn.No.003109S

Place: Hyderabad  
Date: 13.08.2012

Sd/-  
(P.GOVARDHANA REDDY)  
Partner  
Membership No.29193

## **JEEVAN SCIENTIFIC TECHNOLOGY LIMITED**

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### **Annexure**

Statement on the Companies (Auditor's Report) Order 2003  
Re: JEEVAN SCIENTIFIC TECHNOLOGY LIMITED,

i) a) The Company has 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. No material discrepancies have been noticed during verification.

ii) a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.

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

c) The company maintains proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records have been properly dealt with in the books of account.

iii) a) The company has not granted loans, secured or unsecured to companies, firms or other parties covered in the register maintained u/s.301 of the Act.

b) The Company has taken unsecured loans from two parties covered in the register maintained u/s.301 of the Act. The amount involved is Rs.172.55 Lakhs.

c) In our opinion, terms and conditions of loans taken by the company are prima facie not prejudicial to the interest of the company.

d) As per the information available with the company the lenders have not fixed repayment schedule for the principal amount, we are unable to comment whether the company is regular in payment of the principal amount.

iv) In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the Company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the provisions of services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control systems.

v)a) According to the information and explanations given to us, we are of the opinion that the particulars of contracts or arrangements referred to in section 301 of the Act have been entered in the register required to be maintained under that section and

b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained

## FOURTEENTH ANNUAL REPORT 2011-12

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under section 301 of the Companies Act, 1956 have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.

vi) The company has not accepted the deposits from the public within the meaning of Section 58A and 58AA of the Companies Act, 1956 and the Rules framed there under.

vii) The company has internal audit system.

viii) Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of Section 209(1)(d) of the Companies Act, 1956 for the products/items dealt with by the company.

ix)a) The company is regular in depositing with appropriate authorities undisputed statutory dues including investor education protection fund, employee's state insurance, sales tax.

b) According to the information and explanations given to us, there are no dues of sales tax, income tax, customs duty, wealth tax, excise duty, service tax and cess which have not been deposited on account of any dispute.

x) In our opinion, the accumulated losses of the company are not more than fifty percent of its net worth. The company has not incurred cash losses during the financial year covered by our audit and as well as in the immediately preceding financial year.

xi) The Company has not defaulted in repayment of dues to a bank.

xii) The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

xiii) The company is neither a chit fund nor a nidhi mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the above referred Order are not applicable to the company.

xiv) The company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the above referred Order are not applicable to the company.

xv) The Company has not given any guarantee for loans taken by others from banks or financial institutions.

xvi) During the year the company has availed term loan from a bank and the same was applied for the purpose for which the loan was obtained.

xvii) According to the information and explanations given to us and on overall examination of the balance sheet of the company, we report that the no funds raised on short-term basis have been used for long-term investment.

xviii) The company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act during the year.

xix) The company has not issued any debentures. Accordingly, the provisions of clause 4(xix) of the above referred Order are not applicable to the company.

**JEEVAN SCIENTIFIC TECHNOLOGY LIMITED**

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xx) During the year the company has not raised money by public issue. Accordingly, the provisions of clause 4(xx) of the above referred Order are not applicable to the company.

xxi) 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 **K.S.RAO & CO.,**  
Chartered Accountants.  
Firm's Regn.No.003109S

Sd/-  
(P.GOVARDHANA REDDY)  
Partner  
Membership No.29193

Place: Hyderabad  
Date: 13.08.2012

**FOURTEENTH ANNUAL REPORT 2011-12**

<b>BALANCE SHEET AS AT 31ST MARCH, 2012</b>			(In Rupees)
<b>Particulars</b>	<b>Note No.</b>	<b>As at 31.03.2012</b>	<b>As at 31.03.2011</b>
<b>I. Equity and Liabilities</b>			
<b>(1) Shareholders' Funds</b>			
a) Share Capital	2	<b>60,416,000</b>	60,416,000
b) Reserves and surplus	3	<b>-17,133,573</b>	-17,509,844
<b>(2) Non-current Liabilities</b>			
a) Long term borrowings	4	<b>4,650,908</b>	545,238
b) Other long-term liabilities	5	<b>4,000</b>	4,000
c) Long-term provisions	6	<b>216,115</b>	151,823
<b>(3) Current Liabilities</b>			
a) Short term borrowings	7	<b>32,016,698</b>	10,934,383
b) Trade Payables	8	<b>3,835,490</b>	2,405,416
c) Other current liabilities	9	<b>2,992,500</b>	2,068,010
d) Short-term provisions	10	<b>1,385,126</b>	5,947,258
<b>TOTAL</b>		<b>88,383,264</b>	64,962,284
<b>II. Assets</b>			
<b>(1) Non-current Assets</b>			
a) Fixed Assets			
i) Tangible Assets	11	<b>17,618,471</b>	15,486,695
ii) Intangible Assets	11	<b>1,310,856</b>	1
b) Deferred tax asset (net)		<b>4,473,821</b>	4,473,821
c) Long-term loans and advances	12	<b>15,166,348</b>	15,166,348
<b>(2) Current Assets</b>			
a) Inventories	13	<b>906,721</b>	1,157,673
b) Trade receivables	14	<b>46,640,085</b>	27,240,552
c) Cash and bank balances	15	<b>265,561</b>	295,014
d) Other Current Assets	16	<b>2,001,401</b>	1,142,180
<b>TOTAL</b>		<b>88,383,264</b>	64,962,284
Summary of significant accounting policies	1		

Per our report of even Date  
for K.S.Rao & Co.,  
Chartered Accountants  
Regn No:003109S

for and on behalf of the Board of Directors

Sd/-  
**P.Govardhan Reddy**  
Partner  
Membership No:29193

Sd/-  
**K.Krishna Kishore**  
Executive Vice Chairman

Sd/-  
**K. Gopi Krishna**  
Managing Director

Place: Hyderabad  
Date: 13-08-2012

**JEEVAN SCIENTIFIC TECHNOLOGY LIMITED**

<b>STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2012</b>			(In Rupees)
Particulars	Note No.	Current Year	Previous Year
<b>Continuing Operations</b>			
<b>Income</b>			
I. Revenue from operations	17	33,517,691	24,539,291
II. Other Income	18	113,566	136,180
<b>III. Total revenue(I+II)</b>		<b>33,631,257</b>	24,675,471
<b>IV. Expenses</b>			
Components consumed	19	748,393	100,517
Employee benefits expenses	20	12,990,349	9,573,537
Other expenses	21	13,385,453	11,813,481
Finance costs	22	3,954,279	814,921
Depreciation	11	2,170,442	1,738,988
<b>Total expenses</b>		<b>33,248,916</b>	24,041,444
<b>V. Profit before tax (III-IV)</b>		<b>382,341</b>	634,027
<b>VI. Tax expenses</b>			
Current Tax		0	0
Tax of eariler Years- FBT		6,070	1,720
<b>Total tax expenses</b>		<b>6,070</b>	1,720
<b>VII. Profit for the year (V-VI)</b>		<b>376,271</b>	632,307
<b>Earnings per equity share (Face value of Rs.10/- each)</b>			
Basic & Diluted		0.06	0.10

Per our report of even Date  
for K.S.Rao & Co.,  
Chartered Accountants  
Regn No:003109S

for and on behalf of the Board of Directors

Sd/-  
**P.Govardhan Reddy**  
Partner  
Membership No:29193

Sd/-  
**K.Krishna Kishore**  
Executive Vice Chairman

Sd/-  
**K. Gopi Krishna**  
Managing Director

Place: Hyderabad  
Date: 13-08-2012

**FOURTEENTH ANNUAL REPORT 2011-12**

**Cash flow statement for the year ended 31st March, 2012**

(In Rupees)

Sl. No	Particulars	Year ended 31.03.2012	Year ended 31.03.2011
<b>A.</b>	<b>Cash flow from operating activities</b>		
	Net Profit before tax and extraordinary items	<b>382,341</b>	634,027
	Adjustments for:		
	Depreciation	<b>2,170,442</b>	1,738,988
	Interest	<b>3,808,942</b>	610,967
	<b>Operating profit before working capital changes</b>	<b>6,361,725</b>	2,983,982
	Adjustments for:		
	Inventories	<b>250,952</b>	282,736
	Trade and other receivables	<b>-20,258,754</b>	-14,306,526
	Trade and other Paybles	<b>-3,964,994</b>	5,994,408
	<b>Cash generated from operations</b>	<b>-17,611,071</b>	-5,045,400
	Taxes paid	<b>6,070</b>	1,720
	Interest paid	<b>3,808,942</b>	610,967
	<b>Net cash from operating activity</b>	<b>-21,426,083</b>	-5,658,087
<b>B.</b>	<b>Cash flow from investing activities</b>		
	Purchase of fixed assets	<b>-5,613,073</b>	-3,513,027
	<b>Net cash used in investing activity</b>	<b>-5,613,073</b>	-3,513,027
<b>C.</b>	<b>Cash flow from financing activity</b>		
	Proceeds from working capital loan	<b>27,009,703</b>	9,174,740
	<b>Net cash generated in financing activity</b>	<b>27,009,703</b>	9,174,740
	<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>-29,453</b>	3,626
	Cash and cash equivalents as at 31.03.2011	<b>295,014</b>	291,388
	<b>Cash and cash equivalents as at 31.03.2012</b>	<b>265,561</b>	295,014

Per our report of even Date

for K.S.Rao & Co.,  
Chartered Accountants

Regn No:003109S

Sd/-

**P.Govardhan Reddy**

Partner

Membership No:29193

for and on behalf of the Board of Directors

Sd/-

**K.Krishna Kishore**

Executive Vice Chairman

Sd/-

**K. Gopi Krishna**

Managing Director

Place: Hyderabad

Date: 13-08-2012

**Notes to financial statements for the year ended 31<sup>st</sup> March, 2012**

**1. Summary of significant accounting policies:**

**a. Basis of Accounting:**

The financial statements are prepared under historical cost convention and on accrual basis in accordance with the requirements of the Companies Act 1956.

**b. Fixed Assets:**

The Fixed Assets are stated at cost net of depreciation.

**c. Depreciation:**

Depreciation is calculated on the fixed assets, other than additions in lease hold buildings, on straight line method in accordance with Schedule XIV to the Companies Act. 1956. Additions in lease hold buildings are written off over the lease period.

**d. Valuation of Products:**

Components and consumables are valued at cost. Work-in-progress is valued at lower of cost and realizable value.

**e. Revenue Recognition**

Revenue is recognized only when there is no significant uncertainty as to the measurability / collectability of the amounts. Export Revenue in foreign currency is accounted for at the exchange rate prevailing at the time of sale or service. Gain/Loss arising out of variances in the exchange rates is recognized as income / expenditure of the year.

**f. Employee benefits:**

The Company's liability towards retirement benefits in the form of gratuity is provided in accordance with the payment of Gratuity Act, to all the employees other than the whole time Directors.

**FOURTEENTH ANNUAL REPORT 2011-12**

**Notes to financial statements for the year ended 31st March,2012**

2. Share capital	(in Rupees)	
	As at 31.03.2012	As at 31.03.2011
<b>Authorised</b>  99,90,000 (31st March 2012:99,90,000) equity Shares of Rs.10/- each	<b>99,900,000</b>	99,900,000
<b>Issued, subscribed and fully paid- up shares</b>  60,41,600 (31st March 2012:60,41,600) equity Shares of Rs. 10/- each	<b>60,416,000</b>	60,416,000

**a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period**

(in Rupees)

Equity shares	As at 31.03.2012		As at 31.03.2011	
	Number	Amount	Number	Amount
At the beginning of the period	<b>6,041,600</b>	<b>60,416,000</b>	6,041,600	60,416,000
issued during the period	<b>0</b>	<b>0</b>	0	0
<b>Outstanding at the end of the period</b>	<b>6,041,600</b>	<b>60,416,000</b>	6,041,600	60,416,000

**b. Rights attached to equity shares**

The company has only one class of equity shares having a par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share.

**c. Details of shareholders holding more than 5% share in the company**

Particulars	As at 31.03.2012		As at 31.03.2011	
	Number	% holding	Number	% holding
Sri. K. Krishna Kishore	<b>1,403,391</b>	<b>23.23%</b>	1,347,291	22.30%
Smt. K.Vanaja	<b>443,800</b>	<b>7.35%</b>	408,800	6.77%
Sri.T.Chalapathi Rao	<b>384,700</b>	<b>6.37%</b>	384,700	6.37%

**JEEVAN SCIENTIFIC TECHNOLOGY LIMITED**

**d. Shares reserved for issue under options**

The company has not reserved any shares for issue under employee stock option (ESOP), loan agreements or contracts for supply of capital goods, etc.

**3. Reserves & Surplus**

Particulars	(in Rupees)	
	As at 31.03.2012	As at 31.03.2011
Opening Balance	-17,509,844	-18,142,151
Add: Surplus in the statement of profit and loss	376,271	632,307
<b>Total</b>	<b>-17,133,573</b>	-17,509,844

**4. Long term borrowings**

Particulars	(in Rupees)			
	Non-current portion		Current portion	
	As at 31.03.2012	As at 31.03.2011	As at 31.03.2012	As at 31.03.2011
Term Loan	2,258,963	0	1,426,716	0
Car Loans	2,391,945	545,238	653,294	258,292
<b>Total</b>	<b>4,650,908</b>	545,238	<b>2,080,010</b>	258,292

**5. Other long-term liabilities**

(in Rupees)

Particulars	As at 31.03.2012	As at 31.03.2011
Advance received from Asset program	4,000	4,000

**6. Long Term Provisions**

(in Rupees)

Particulars	As at 31.03.2012	As at 31.03.2011
Gratuity Payable	216,115	151,823

**FOURTEENTH ANNUAL REPORT 2011-12**

**7. Short term borrowings (Unsecured)**

(in Rupees)

<b>Particulars</b>	<b>As at 31.03.2012</b>	As at 31.03.2011
From Banks for Working capital Loan	<b>14,760,958</b>	4,059,383
Loans advances from related parties	<b>17,255,740</b>	6,875,000
<b>Total</b>	<b>32,016,698</b>	10,934,383

**8. Trade Payables**

(in Rupees)

<b>Particulars</b>	<b>As at 31.03.2012</b>	As at 31.03.2011
Trade payables (for services received)	<b>3,835,490</b>	2,405,416

There are no dues to Micro Small and Medium Enterprises as defined under the MSMED Act, 2006

**9. Other Current Liabilities**

(in Rupees)

<b>Particulars</b>	<b>As at 31.03.2012</b>	As at 31.03.2011
Current maturities of Long term borrowings	<b>2,080,010</b>	258,292
TDS Payable	<b>248,492</b>	751,922
Professional tax payable	<b>7,010</b>	7,240
Service tax payable	<b>24,049</b>	320,860
Provident Fund payable	<b>21,260</b>	25,108
ESI payable	<b>12,241</b>	15,112
Vat payable	<b>0</b>	55,451
CST payable	<b>0</b>	864
Other Payables	<b>599,438</b>	633,161
<b>Total</b>	<b>2,992,500</b>	2,068,010

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**JEEVAN SCIENTIFIC TECHNOLOGY LIMITED**

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**10. Short Term Provisions**

(in Rupees)

<b>Particulars</b>	<b>As at 31.03.2012</b>	As at 31.03.2011
<b>Provision for employee benefits</b>		
Salaries payable	812,980	582,588
<b>Other Provisions</b>		
Provision for expenses	572,146	5,364,670
<b>Total</b>	<b>1,385,126</b>	5,947,258

**FOURTEENTH ANNUAL REPORT 2011-12**

**11. Fixed Assets**

<b>(in Rupees)</b>									
<b>I. Tangible Assets</b>									
S. No	Description	GROSS BLOCK			DEPRECIATION			NET BLOCK	
		As at 31.03.2011	Additions	As at 31.03.2012	Up to 31.03.2011	For the year	Up to 31.03.2012	As at 31.03.2012	As at 31.03.2011
1	LEASE HOLD BUILDINGS	8,165,864 8,165,864	0 0	<b>8,165,864</b> <b>8,165,864</b>	2,517,276 2,517,276	806,940 806,940	<b>3,324,216</b> <b>3,324,216</b>	<b>4,841,648</b> <b>4,841,648</b>	5,648,588 5,648,588
2	PLANT & MACHINERY a.Electrical Installations b.Airconditioners c.U.P.S.Systems d.Inverter	1,818,602 1,194,942 1,241,454 275,203 4,530,201	0 0 271,040 0 271,040	<b>1,818,602</b> <b>1,194,942</b> <b>1,512,494</b> <b>275,203</b> <b>4,801,241</b>	801,392 526,212 535,075 97,122 1,959,801	86,620 56,915 68,160 13,108 224,803	<b>888,012</b> <b>583,127</b> <b>603,235</b> <b>110,230</b> <b>2,184,604</b>	<b>930,590</b> <b>611,815</b> <b>909,259</b> <b>164,973</b> <b>2,616,637</b>	1,017,210 668,730 706,379 178,081 2,570,400
3	COMPUTERS a.Computers b.Projector with LCDPannel	7,573,826 366,841 7,940,667	555,100 0 555,100	<b>8,128,926</b> <b>366,841</b> <b>8,495,767</b>	5,863,063 281,125 6,144,188	323,995 16,273 340,268	<b>6,187,058</b> <b>297,398</b> <b>6,484,456</b>	<b>1,941,868</b> <b>69,443</b> <b>201,131</b>	1,710,763 85,716 1,796,479
4	VEHICLES a.Motor Car b.Scooter	1,817,918 32,746 1,850,664	3,225,310 98,340 3,323,650	<b>5,043,228</b> <b>131,086</b> <b>5,174,314</b>	471,186 31,722 502,908	173,175 11,617 184,792	<b>644,361</b> <b>43,339</b> <b>687,700</b>	<b>4,398,867</b> <b>87,747</b> <b>4486614</b>	1,346,732 1,024 1,347,756
5	FURNITURE & FIXTURES a.Furniture b.Fixtures	6,461,464 988,151 7,449,615	11,440 0 11,440	<b>6,472,904</b> <b>988,151</b> <b>7,461,055</b>	3,382,534 706,109 4,088,643	410,677 62,721 473,398	<b>3,793,211</b> <b>768,830</b> <b>4,562,041</b>	<b>2,679,693</b> <b>219,321</b> <b>2899014</b>	3,078,930 282,042 3360972
6	OFFICE EQUIPMENT a.Office Equipments b. E.P.A.B.X & Telephones c.Fax Machine d. Books	592,405 460,323 15,100 89,983 1,157,811	58,200 0 0 0 58,200	<b>650,605</b> <b>460,323</b> <b>15,100</b> <b>89,983</b> <b>1,216,011</b>	165,125 165,349 8,445 56,392 395,311	30,523 21,925 719 4,286 57,453	<b>195,648</b> <b>187,274</b> <b>9,164</b> <b>60,678</b> <b>452,764</b>	<b>454,957</b> <b>273,049</b> <b>5,936</b> <b>29,305</b> <b>763,247</b>	427280 294974 6655 33591 762,500
	<b>Total:</b> previous year	31,094,822 27,581,795	4,219,430 3,513,027	<b>35,314,252</b> <b>31,094,822</b>	15,608,127 13,869,139	2,087,654 1,738,988	<b>17,695,781</b> <b>15,608,127</b>	<b>17,618,471</b> <b>15,486,695</b>	15,486,695 13,712,656

**II. Intangible Assets** (in Rupees)

S. No	Description	GROSS BLOCK			DEPRECIATION			NET BLOCK	
		As at 31.03.2011	Additions	As at 31.03.2012	Up to 31.03.2011	For the year	Up to 31.03.2012	As at 31.03.2012	As at 31.03.2011
1	COMPUTERS Software	907,618 907,618	748,643 748,643	<b>1,656,261</b> <b>1,656,261</b>	907,617 907,617	50,538 50,538	<b>958,155</b> <b>958,155</b>	<b>698,106</b> <b>698,106</b>	1 1
2	COPYRIGHTS	0	645,000	<b>645,000</b>	0	32,250	<b>32,250</b>	<b>612,750</b>	0
3	FRANCHISE FEE	1,250,000	0	<b>1,250,000</b>	1,250,000	0	<b>1,250,000</b>	<b>0</b>	0
	<b>Total:</b>	2,157,618	1,393,643	<b>3,551,261</b>	2,157,617	82,788	<b>2,240,405</b>	<b>1,310,856</b>	1
	previous year	2,157,618	0	<b>2,157,618</b>	2,157,617	0	<b>2,157,617</b>	<b>1</b>	1

**12. Long term Loans and advances**

Particulars	(in Rupees)			
	Non-current portion		Current portion	
	As at 31.03.2012	As at 31.03.2011	As at 31.03.2012	As at 31.03.2011
Capital Advances	<b>14,200,000</b>	14,200,000	<b>0</b>	0
Security Deposit	<b>966,348</b>	966,348	<b>200,000</b>	0
Other Loans and advances	<b>0</b>	0	<b>160,028</b>	3,000
<b>Total</b>	<b>15,166,348</b>	15,166,348	<b>360,028</b>	3,000

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**13. Inventories**

(in Rupees)

<b>Particulars</b>	<b>As at 31.03.2012</b>	As at 31.03.2011
Work in progress point of sale boxes	<b>345,274</b>	355,872
Software development	<b>534,537</b>	801,801
Prospectus Books on Hand	<b>26,910</b>	0
<b>Total</b>	<b>906,721</b>	1,157,673

**14. Trade receivables (Unsecured)**

(in Rupees)

<b>Particulars</b>	<b>Current portion</b>	
	<b>As at 31.03.2012</b>	As at 31.03.2011
Debtors outstanding for more than Six months- Considered good	<b>20,798,814</b>	9,613,155
Doubtful	<b>4,605,435</b>	3,652,720
Other debts	<b>21,235,836</b>	13,974,677
<b>Total</b>	<b>46,640,085</b>	27,240,552

**15. Cash and Bank balances**

(in Rupees)

<b>Particulars</b>	<b>As at 31.03.2012</b>	As at 31.03.2011
Cash and cash equivalents Balances with Banks		
in current accounts	<b>122,668</b>	81,220
in fixed deposits	<b>89,364</b>	89,364
cash on hand	<b>53,529</b>	124,430
<b>Total</b>	<b>265,561</b>	295,014

**JEEVAN SCIENTIFIC TECHNOLOGY LIMITED**

**16. Other Current Assets**

(in Rupees)

Particulars	Current portion	
	As at 31.03.2012	As at 31.03.2011
Tax deducted at source	<b>1,237,188</b>	1,110,817
VAT input Credit	<b>64,835</b>	0
Prepaid Expenses	<b>339,350</b>	28,363
Current portion of Loans and Advances	<b>360,028</b>	3,000
<b>Total</b>	<b>2,001,401</b>	1,142,180

**17. Revenue from operations**

(in Rupees)

Particulars	Current Year	Previous Year
BPO-operations	<b>0</b>	7,920,661
Nokia tej Services	<b>608,053</b>	245,353
Enterprise Solutions	<b>15,607,109</b>	9,292,908
Education & Training	<b>4,852,761</b>	3,428,018
Consultancy	<b>3,480,979</b>	3,341,252
Hardware Sales	<b>734,371</b>	311,099
Medical Writing	<b>377,716</b>	0
Staffing Service Charges	<b>5,660,675</b>	0
Other operating revenue - Exchange variance Profit	<b>2,196,027</b>	0
<b>Total</b>	<b>33,517,691</b>	24,539,291

**18. Other non operating income**

(in Rupees)

Particulars	Current Year	Previous Year
Interest on Income Tax Refund	<b>47,185</b>	25,632
Credit Balances Written back	<b>66,381</b>	110,548
<b>Total</b>	<b>113,566</b>	136,180

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**19. Components consumed**

(in Rupees)

<b>Particulars</b>	<b>Current Year</b>	Previous Year
Opening Stock	<b>355,872</b>	371,344
Purchases: Components & Software	<b>737,795</b>	85,045
	<b>1,093,667</b>	456,389
Less: Closing Stock	<b>345,274</b>	355,872
<b>Total</b>	<b>748,393</b>	100,517

**20. Employees benefit expenses**

( in Rupees)

<b>Particulars</b>	<b>Current Year</b>	Previous Year
Salaries & Allowances	<b>10,085,463</b>	6,028,838
Contribution to Provident Fund&Others	<b>310,827</b>	273,933
Welfare Expenses	<b>129,767</b>	75,766
Gratuity	<b>64,292</b>	0
Director's Remuneration	<b>2,400,000</b>	3,195,000
<b>Total</b>	<b>12,990,349</b>	9,573,537



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23. Contingent liabilities not provided for: - Nil -

24. Outstanding balances of sundry debtors, loans and advances and sundry creditors are subject to confirmation.

In the opinion of the management, the current assets, loans and advances are expected to realize at least the amount at which they are stated.

25. No dues are outstanding to Micro, Small and Medium enterprises

26. a) **Point of sales boxes**

<b>Particulars</b>	<b>Current Year</b>	Previous Year
Work In prog	<b>3,45,274</b>	3,55,872

b). Auditors Remuneration:

	<b>Current year</b>	previous year
As auditors	<b>40,000</b>	40,000
Tax audit	<b>10,000</b>	10,000
For certification	<b>7,000</b>	6,000
Service tax	<b>5,871</b>	5,768
	<hr/> <b>62,871</b> <hr/>	<hr/> 61,768 <hr/>

c). Foreign Currency Transactions:

Earnings in foreign exchange by export of services	Rs. 216.36 lakhs. (Previous year Rs.79.21 lakhs)
Expenditure in foreign currency	Nil

**JEEVAN SCIENTIFIC TECHNOLOGY LIMITED**

**27. Segment Reporting:**

Details of Primary Business Segments of the Company are as under:

(Rs. in Lakhs)									
Particulars	ERP	Education & Training	Domestic Staffing services	CRS	Inter national Staffing	Supply Channel Management	Sales	Unallo cated	Total
Revenue from External Customers	156.07	48.53	34.81	3.78	56.61	6.08	7.34	23.09	336.31
Segment Result	156.07	(28.04)	(26.70)	(82.78)	25.39	(10.59)	(14.31)	(15.22)	3.82
Assets				42.61				796.49	839.10
Liabilities								451.01	451.01
Depreciation and Amortization								21.70	21.70
Capital Expenditure during the year								56.13	56.13

28. Related Party Disclosures In accordance with AS-18.

a) Name of the Party	Nature of Relationship
1. Sri K.Krishna Kishore	Executive Vice Chairman
2. Sri K. Gopi Krishna	Managing Director
3. Smt. K.Vanaja	Relative of Key Management Personnel
4. Jeevana Mitra Finance Corporation	Enterprise Owned by Key Management Personnel

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b) Transactions with Related Parties:

Nature of relationship	Nature of Transactions	Amount Rs.	Amount Out Standing as on 31-03-2012	
			Receivable	Payable
Key Management Personnel	i)Rent paid	4,80,000 (3,00,000)		
	ii)Interest on unsecured loans	12,32,340 (0)		12,32,340
	iii)Remuneration	24,00,000 (31,95,000)		1,79,400
Relative of Key Management Personnel	Rent paid	4,80,000 (3,00,000)		
	ii)Interest on unsecured loans	90,000 (0)		90,000
Enterprise Owned by Key Management Personnel	Rent paid	8,40,000 (12,00,000)		

Figures in brackets are that of previous year.

29. Earnings per Share	Current Year	Previous Year
a) Net Profit	3,76,271	6,32,307
b) Number of Equity Shares outstanding	60, 41,600	60, 41,600
c) Basic and Diluted Earnings per Share (Rs.)	0.06	0.10
d) Nominal Value per Share (Rs.)	10	10

**JEEVAN SCIENTIFIC TECHNOLOGY LIMITED**

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**30. Accounting for Taxes on Income - AS-22.**

<b>Particulars</b>	<b>As at 31-03-2012 Rs.</b>	As at 31-03-2011 Rs.
<b>Items of Deferred tax Asset: Unabsorbed loss and Depreciation</b>	<b>2,61,23,531</b>	2,65,36,692
<b>Provision for Gratuity</b>	<b>64,292</b>	0
	<b>2,61,87,823</b>	2,65,36,692
<b>Items of deferred tax liability Depreciation</b>	<b>87,19,994</b>	53,91,054

Deferred tax asset **1,74,67,829** 2,11,45,638

Tax@ 30.9% **53,97,559** 65,34,002

Against deferred tax asset of Rs. 53.98 lakhs, an amount of Rs. 44.73 lakhs which was recognized in the earlier year is being continued and additional amount of Rs. 9.25 lakhs has not been recognized as a measure of prudence and in the absence of virtual certainty that sufficient future taxable income will be available against which deferred tax asset can be realized.

31. As required by Accounting Standard (AS 28) "Impairment of Assets" issued by the Institute of Chartered Accountants of India, The Management has carried out the Assessment of Impairment of Assets and no Impairment Loss has been recognized during the year other than the assets discarded/ dismantled and written off to Profit and Loss Account.

32. No Provision for current tax has been made in view of the unabsorbed loss and depreciation in accordance with Income tax Act 1961.

33. Previous year's figures are regrouped/ reclassified wherever considered necessary to conform to current year's classifications.

Per our report of even date  
For K.S.RAO & Co;  
Chartered Accountants  
Regn No:003109S

for and on behalf of the Board of Directors

Sd/-  
**P. Govardhan Reddy**  
Partner  
Membership No:29193

Sd/-  
**K. Krishna Kishore**  
Executive Vice Chairman

Sd/-  
**K. Gopi Krishna**  
Managing Director

Place: Hyderabad  
Date : 13.08.2012





**JEEVAN SCIENTIFIC TECHNOLOGY LIMITED**

Regd. Off: No. 3<sup>rd</sup> Floor, North Block, R.R Towers, Chirag Ali Lane, Abids, Hyderabad – 500001.

**PROXY FORM**

D.P No:.....

Client ID.....

Regd. Folio No.....

No. of shares held.....

I/We ..... being a Member/s of the above named Company hereby appoint Mr/Mrs. \_\_\_\_\_ of ..... in the district of..... as my/our proxy to vote for me/us on my/our behalf at the Fourteenth Annual General Meeting of the Company to be held on 29<sup>th</sup> day of September 2012 at 9.30 A.M and at any adjournment thereof.

Signed this.....day of.....Two Thousand and Twelve

Signature



**Note:**

This Proxy Form duly completed should be deposited at the Registered Office: 3<sup>rd</sup> floor, North Block, R.R Towers, Chirag Ali Lane, Abids, Hyderabad – 500001 not less than 48 hours before the time fixed for holding the meeting.

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**JEEVAN SCIENTIFIC TECHNOLOGY LIMITED**

Regd. Off: No. : 3<sup>rd</sup> Floor, North Block, R.R Towers, Chirag Ali Lane, Abids, Hyderabad -500001

**ATTENDANCE SLIP**

D.P No:.....

Client ID.....

Regd. Folio No.....

No. of shares held.....

Name of the Shareholder:.....

Name of the Proxy (if applicable) .....

I/We hereby record my/our presence at the Fourteenth Annual General Meeting of the Company to be held on 29<sup>th</sup> day of September 2012 at the Regd. Office: 3<sup>rd</sup> Floor, North Block, R.R Towers, Chirag Ali Lane, Abids, Hyderabad – 500001 at 9.30 a.m.

Signature of the Member /Proxy