

P.M. Telelinnks Limited

32nd
Annual Report 2011 - 2012

AUDITORS :

M/s. G. Ram Mohan & Co.
Chartered Accountant
Hyderabad-500038

DEPOSITORY PARTICIPANT:

AARTHI CONSULTANTS
1-2-285, DOMALGUDA,
HYDERABAD - 500 029

BANKERS:

INDIAN BANK
Karan Centre
S.D.Road
SECUNDERABAD

HDFC BANK
PARADISE
SECUNDERABAD

REGISTERED OFFICE
1-7-241/11/D, S.D. Road,
Secunderabad-500003 A.P.

BOARD OF DIRECTORS

G.P. Surana,
Managing Director

Directors:

P Chandra Mohana Rao
Ravi Surana
C.Raj Kumar

AUDIT OMMITTEE

1.C. Rajkumar
2. G.P. Surana,
3.P Chandra Mohana Rao

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NOTICE

NOTICE is hereby given that the Thirty Second Annual General Meeting of the members of the PM Telelinnks Limited will be held on the 29th day of September, 2012 at 11.30 A.M. at the Registered office of the company, at **1-7-241/11/D, S.D.ROAD, Secunderabad-500003**. Andhra Pradesh to transact the following business:

ORDINARY BUSINESS:

1. To receive consider and adopt the Audited Balance Sheet as on 31st March 2012 and Profit and Loss Account for the period ended 31st March 2012 together with Auditor's Report and Directors' Report thereon.
2. To appoint a Director in place of Sri P. Chandra Mohana Rao who retires by rotation and being eligible, offers him self for re-appointment.
3. To appoint Auditors of the company and to fix their remuneration.

To consider and if thought fit to pass with or without modifications, the following resolution as an Ordinary Resolution:

"RESOLVED THAT M/s. G Ramamohan & Co, Chartered Accountants, the retiring auditors, is hereby relived from being the statutory Auditors of the company, Messrs Priynk G Dave, chartered Accountants, be and are hereby appointed in place as statutory Auditors of the company under section 224 read with section 224A and other applicable provisions, If any, of the companies of this Annual General Meeting of the Company untill the conclusion of next Annual General Meeting of the company, at a remuneration as may be mutually decided between M/s. Priyank G Dave Chartered Accountants and the Board of Directors of the company"

Date: 4th SEPTEMBER, 2012
Place: Secunderabad

By the order of the Board for
P M TELELINNKS LIMITED
Sd/-
(G.P.SURANA)
MANAGING DIRECTOR

NOTES:

1. A member who is entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself/herself and such proxy need not be a member.
2. The proxy, in order to be effective, shall be lodged with the Company's Registered Office at least 48 hours before the commencement of the meeting.
3. Register of Members and Share Transfer Books of the Company will remain closed from 28.09.2012 to 29.09.2012 (Both days inclusive) for the purpose of Annual General Meeting.
4. Members intending to seek any clarifications at the Meeting regarding accounts and operations of the Company are requested to send their questions in writing to the Secretariat Department so as to reach the Company at least 7 days in advance before the Date of the Meeting, specifying the points.
5. Members are requested to notify promptly any change in their address to the Company Depository Participants i.e., Aarathi Consultants Pvt Ltd, 1-2-285, Dornalguda, Hyderabad - 500 029, Registrars & Share Transfer Agents of the Company.
6. Shareholders holding shares in dematerialized form are requested to bring their client ID and DP ID numbers for easy identification of attendance at the meeting.
7. The Company's equity shares are listed on the Mumbai Stock Exchange, Phirozee Jeejeeboy Towers, Dalal Street, Fort, Mumbai - 400 001.
8. Members are requested to bring Annual Report with them for the Meeting. No copies of Annual Report will be distributed at the meeting.

Date: 4th SEPTEMBER, 2012
Place: Secunderabad

By the order of the Board for
P M TELELINNKS LIMITED
Sd/-
(G.P.SURANA)
MANAGING DIRECTOR

P.M.TELELINNKS LIMITED

1-7-241/11/D, S.D.ROAD,SECUNDERABAD-500003

DIRECTOR'S REPORT

To

The Members,

Your Directors hereby present the 32nd Annual Report of the Company together with the Audited Financial Statement of Accounts for the period ended on 31st March 2012.

FINANCIAL RESULTS:

The performance during the year is as under

	CURRENT YEAR 31.03.2012 (Rs. in lakhs)	PREVIOUS YEAR 31.03.2011 (Rs. In lakhs)
Sales	4413.26	2281.18
Other income	6.63	7.44
Profit before Depreciation, Interest and Exceptional items	154.60	141.28
DEDUCT		
Depreciation	0	0
Interest	0	0
Profit before tax, prior period and extraordinary items	154.60	141.28
Prior period adjustments	0	0
Extraordinary items	0	0
Provision for taxation (net of deferred tax adjustment)	0	0
Profit after tax	154.60	141.28
Income tax of earlier years	0	0
Surplus brought forward from last year	(2244.36)	(2385.64)
Balance available for appropriation	—	—
APPROPRIATION		
Proposed Dividend	—	—
Transfer from General Reserve	—	—
Balance c/f to Balance Sheet	(2089.73)	(2244.36)

OPERATIONAL AND FINANCIAL PERFORMANCE

Your Directors have to inform you that your Company has achieved a sale turnover of Rs 4413.26 Lacks, (Previous Year Rs.2281.18 Lacs) during the year under consideration.

FUTURE OUTLOOK:

The Company is looking for valuable open lands, Farm Houses for Development and sale and also value added goods for trading.

FIXED DEPOSITS

Your Company has not accepted any deposits from the public for the year under review within the meaning of Section 58A of the Companies Act, 1956 and the Rules made there under.

FINANCES

Collected long outstanding dues from debtors and paid of to the secured lender.

AUDITORS

M/s.G.Ramamohan & Co. Chartered Accountants, are due for retirement at the conclusion of thirty second Annual General Meeting. On the event of their retirement, the company proposes to appoint M/s. Priyank G Dave, as the statutory auditors and they have confirmed their eligibility and willingness to accept office, if appointed for the financial year 2012 - 13. Your directors recommend the appointment of M/s. Priyank G Deve, Chartered Accountant as the Statutory Auditors of the company to hold office from the conclusion of thirty second Annual General Meeting until the conclusion of the thirty third Annual General Meeting of the company.

DIRECTORS RESPONSIBILITY STATEMENT

As required u/s 217 (2AA) of the Companies Act, 1956, you Directors confirm that:

1. In preparation of Annual Financial Statement of Account for the period ended 31st March 2012, the applicable accounting standards have been followed along with proper explanation relating to material departures.
2. 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 2011-2012 and the profit & loss of the company for that period.
3. 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.

CONSTITUTION OF AUDIT COMMITTEE

In accordance with the provisions of Section 292 A of the Companies Act, 1956 read with Clause 49 of Listing Agreement of the Stock Exchanges, the Board of Directors

In accordance with the provisions of Section 292 A of the Companies Act, 1956 read with Clause 49 of Listing Agreement of the Stock Exchanges, the Board of Directors has constituted an Audit Committee with the following members of the Board.

1. Sri P. Chandramohan
2. Sri G. P Surana, Managing Director
3. Sri C. Raj Kumar, Director

The Audit Committee discharges its duties, performs its functions and exercises its role in terms of provisions of Section 292 A of the Companies Act, 1956 and Clause 49 of Listing Agreement of the Stock Exchanges. The terms of reference of the Audit Committee are those as are governed by the provisions of Section 292 A of the Companies Act, 1956 and Clause 49 of the Listing Agreement of the Stock Exchanges.

DIRECTORS

Sri P. Chandra Mohan who retires by rotation during the ensuing Annual General Meeting and being eligible, offers himself for re-appointment. It is in the best interests of the Company, your Board of Directors commend for re-appointment of Sri P. Chandra Mohan as a Director of the Company.

STATUTORY INFORMATION

Information on Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and outgo as required to be disclosed under Section 217 (1) (e) of the Companies Act, 1956, read with Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988, are provided as an Annexure forming a part of this Report. Since the manufacturing activities are suspended the compliance reports required under section 271(1)(e) are no longer applicable to the company.

LISTING INFORMATION

The Equity Shares of your company are listed at the Mumbai Stock Exchange. In terms of Clause 38 of Listing Agreement, the listing fees for the financial year 2012-2013 have already been paid.

DEMATERIALISATION OF SHARES

As the members are aware, your company's shares are tradable compulsorily in electronic form and your company has established connectivity with both the depositories viz. National Securities Depository Limited (NSDL) and Central Depository Limited (CDSL). The members are requested to dematerialize their physical holding in view of various advantages of holding the shares in dematerialized form. The company also follows the transfer cum demat procedure for quick transfer and dematerialization of shares.

M/s Aarathi Consultants Private Limited, 1-2-285, Domalguda, Hyderabad, a registered Depository Participant has been retained as Registrar and Share Transfer Agent.

CORPORATE GOVERNANCE:

Your company has been practicing the principles of good Corporate Governance over the years and the Board of Directors lays strong emphasis on transparency, accountability and integrity. The Company has taken adequate steps to ensure that the conditions of corporate Governance as in clause 49 of the listing agreements of the Stock

Exchanges are complied with. Further a report on Corporate Governance and Auditors Certificate regarding compliance of the conditions of Corporate Governance as stipulated under Clause 49 of the listing agreement with Stock Exchanges is given in the Annual Report.

PARTICULARS OF EMPLOYEES

Information as required to be given under Section 217 (2A) of the Companies Act, 1956, read with Companies (Particulars of the Employees) Rules, 1975, has been provided as an Annexure, which form part of this Report.

ACKNOWLEDGEMENTS

Your Directors convey their sincere gratitude and express their appreciation for the assistance extended by Company's Bankers-HDFC Bank Ltd. Indian Bank, and various agencies of State and Central Governments for their continued support and guidance. The industrial relations of the Company were cordial throughout the year under review.

Your directors wish to place on record their appreciation for the services rendered by all Officers, Staff and Workmen of the Company. Your Directors would also like to thank all the shareholders who have reposed their confidence on the Company.

By the order of the Boardfor
P M TELELINNKS LIMITED

Date: 4th SEPTEMBER 2012
Place: Secunderabad

Sd/-
(G.P.SURANA)
MANAGING DIRECTOR

ANNEXURE TO DIRECTOR'S REPORT

INFORMATION UNDER SECTION 217 (1)(e) OF THE COMPANIES ACT, 1956
READ WITH COMPANIES (DISCLOSURE OF PARTICULARS IN THE
REPORT OF DIRECTORS) RULES, 1988.

(A) CONSERVATION OF ENERGY:

- | | |
|---|-----------------------|
| a) Energy Conservation measures taken | NIL |
| b) Additional Investments and proposals | NIL |
| c) Impact of measures | NIL |
| d) Total Energy Consumption and energy for unit of production as per form "A" | As per FORM-A annexed |

(B) TECHNOLOGY ABSORPTION:

Efforts made in technology absorption as per Form B

(C) FOREIGN EXCHANGE EARNINGS AND OUTGO:

- | | |
|---|----------------------------------|
| 1. Activities relating to export incentives taken to increase exports, development of new export markets for products and services and export plans | NIL |
| 2. Total Foreign Exchange used and earned Earnings/Expenditure in Foreign Currency | Used: Rs. Nil
Earned: Rs. NIL |

FORM B

Form for Disclosure of particulars with respect to Technology Absorption, Research and Development (R&D).

A) Research and Development (R & D) :		
1.	Specific areas in which R&D is carried out by the Company	NIL
2.	Benefit derived as a result of R&D	NIL
3.	Future Plan of Action	Periodical Renovation and Maintenance.
2. Expenditure on R & D		
i)	Capital	NIL
j)	Recurring	NIL
k)	Total	NIL
l)	Total R&D expenditure as a percentage	NIL

C. TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION:

1.	Efforts in brief made towards technology absorption, adoption	Nil
2.	Benefits derived as a results of the above efforts	Nil
3.	In case of imported technology (imported during the last 6 years reckoned from the beginning of the financial year) the following information may be furnished	N.A.
a.	Technology imported	N.A.
b.	Year of import	N.A.
c.	Has the technology been fully absorbed	N.A.
d.	If not fully absorbed , areas where this has not taken place, reasons therefore and future plan of action	N.A.

ANNEXURE TO DIRECTORS' REPORT

STATEMENT OF PARTICULARS OF EMPLOYEES PURSUANT TO THE PROVISIONS OF THE SEC. 217 (2A) OF THE COMPANIES ACT, 1956 READ WITH COMPANIES (PARTICULARS OF EMPLOYEES) RULES, 1975 AS AMENDED UPTODATE AND FORMING PART OF THE DIRECTOR'S REPORT

Name & Designation	Gross Remuneration (Rs. in lakhs)	Qualification	Experience	Dt. of commencement of employment	Age	Last Employment
G.P. Surana Managing Director		B.E (Mech)	36yrs	12.08.1996	62yrs	MD to Bhagyanagar Metals Ltd.
b. Persons employed for part of the year	Nil		NIL	NIL	NIL	NIL NIL

NOTES:

1. Remuneration includes Salary, Allowances, Reimbursement of Medical Expenses, etc.
2. Employment of Sri G.P. Surana, Managing Director is contractual.

Date: 4th SEPTEMBER, 2012
Place: Secunderabad

By the order of the Board for
P M TELELINNKS LIMITED
Sd/-
(G.P.SURANA)
MANAGING DIRECTOR

MANAGEMENT DISCUSSION AND ANALYSIS

The company engaged in the manufacture of CRCA Strips, Galvanized and Black Steel Tubes and Headers & accessories for dewatering.

THREATS;

The threat for your company is from the market for the steel.

OUTLOOK;

We are hoping to revive as soon as possible.

INTERNAL CONTROL SYSTEM AND ITS ADEQUANCY;

The Company has adequate internal control systems and procedures with regards to the size and nature of business.

FINANCIAL PERFORMANCE & OPERATIONAL PERFORMANCE:

A. Financial Condition:

Capital Structure:

There is no change in the Capital Structure of the Company since last AGM.

Reserves and Surplus:

There is no change in reserves and surplus of the Company which stood at Rs. 2220 lakhs as in last year.

Fixed Assets:

During the year the absolute and rusted plant and machinery had been disposed off .

Inventories:

Inventories as on 31st March, 2012 amounted to Rs 56.31 Laks.

Sundry Debtors:

Sundry debtors amounted to Rs.688.87 lakhs .

Cash and bank Balances:

Cash and Bank balances with schedule banks amounting to Rs.34.77 lakhs

Current Liabilities:

Other Liabilities denotes amounts accrued for various operational expenses.

A. Operational Results:

Turnover:

During the year 2011-2012, the turnover of the company is Rs 4413.26lakhs.

Expenditure:

During the year the company incurred expenses amounting to Rs 4265.70 lakhs

Depreciation:

The depreciation for the year is not provided as there is no production during the year.

Provision for Tax: (net of differed tax)

No provision has been made for the year under review.

Net Profit:

Profit/(Loss) before Taxation amounted to Rs.154.60lakhs.

HUMAN RESOURCE DEVELOPMENT AND INDUSTRIAL RELATIONS:

The Company believes that the quality of its employees is the key to its success in the long run and is committed to provide necessary human resource development and training opportunities to equip them with skill, which enables them to adapt to contemporary technological advancements.

Industrial relations during the year continued to be cordial and the company is committed to maintain good industrial relations through negotiations, meetings etc.

CAUTIONARY STATEMENT:

Statements in the Management Discussion and Analysis describing the Company's objectives, projections, estimates, expectations may be 'forward-looking statements' within the meaning of applicable securities laws and regulations. Actual results would differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include economic conditions in the domestic and overseas markets in which the Company operates; changes in the government regulations, tax laws and other statutes and other incidental factors.

**G.RAMMOHAN & CO.,
CHARTERED ACCOUNTANTS**

**Plot No:735,Venkateswara Hills
Banjara Hills, Hyderabad-34**

**AUDITOR'S REPORT
TO THE SHARE HOLDERS OF P.M.TELELINNKS LIMITED**

We have audited the Balance Sheet of M/s. P.M.TELELINNKS LIMITED LIMITED, as at March 31, 2012 and also the Profit and Loss Account for the year ended on the 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 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The provisions of the Companies (Audit Report) Order, 2003 issued by the Central Government of India in terms of sub-section(4A) of section 227 of the Companies Act 1956 (herein after called the Act) and on the basis of such checks as we considered appropriate and according to the information and explanation given to us, We set out in the annexure a statement on the matters of the said order.

Further to our comments in the annexure referred to above, I 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 those books;
- (iii) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account;
- (iv) In our opinion, the Balance Sheet and Profit and Loss Account dealt with by this report comply with the accounting standards referred to in sub-section 3(C) of section 211 of the Companies Act, 1956.

- (i) On the basis of written representations received from the directors, as at March 31, 2012, and taken on record by the Board of Directors, We report that none of the directors are disqualified as on March 31, 2012 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- (ii) In our opinion and to the best of our information and according to the explanations 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.
- a. in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2012
 - b. in the case of the Profit and Loss Account of the Profit for the year ended on that date and
 - c. In case of Cash Flow statement, of the cash flows for the year ended on that date.
- that date.

**For G. Ramamohan & Co
Chartered Accountants**

**Sd/-
(G.Rama Mohana Rao)**

Proprietor

**Place : Hyderabad
Date : 04-09-2012**

ANNEXURE REFFRED IN PARAGRAPH (3) OF OUR REPORT OF EVEN
DATE TO THE MEMBERS OF P.M. TELELINKS LIMITED ON THE
ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2012

- i. The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets. The Fixed assets of the company have been physically verified by the Management during the year, which in our opinion is reasonable having regard to the size of the company and nature of the fixed assets. No material discrepancies were noticed as explained to us.
- ii. None of the fixed assets have been revalued during the year.
- iii. The Company has not accepted any deposits to which provisions of Section 58A of the Companies Act, 1956 are applicable.
- iv. As the values of scrap generated is not significant, no quantitative records have been maintained. The Company has no by-products.
- v. The Internal Audit is in existence and is commensurate with the transactions of the Company.
- vi. The maintenance of cost records under section 209(1)(d) has not been prescribed by the Central Government for the Company.
- vii. According to the information and explanations given to us no personal expenses of employees or Directors have been charged to revenue account other than those payable under contractual obligations or in accordance with generally accepted business practice.

**For G. Ramamohan & Co
Chartered Accountants**

Sd/-

**(G.Rama Mohana Rao)
Proprietor**

**Place : Hyderabad
Date : 04-09-2012**

To
The Members of P.M. Telelinnks Limited
Secunderabad

We have examined the compliance of conditions of Corporate Governance by P.M. Telelinnks Limited for the year ended 31.03.2012, as stipulated in clause 49 of the Listing Agreement of the said Company with Stock Exchanges.

The compliance of conditions of corporate governance is the responsibility of the management. Our examination was limited to the procedures and implementation thereof, adopted by the company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion of the financial statements of the company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the company has generally 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 the records maintained by the Shareholders/ Investors' grievance Committee.

**For G. Ramamohan & Co
Chartered Accountants**

Sd/-
(G. Rama Mohana Rao)
Proprietor

Place : Hyderabad
Date : 04-09-2012

PM TELELINNKS LTD
BALANCE SHEET AS ON 31ST MARCH, 2012

	SCH	31.03.2012 Rs.	31.03.2011 Rs.
I EQUITY & LIABILITIES			
1.Share Holder's Funds			
a) Share Capital	1	100,750,000	100,750,000
b) Reserves & Surplus	2	221,974,922	221,974,922
2. Unsecured Loan	3	2,794,549	2,794,549
3. Deferred Tax Liability		4,635,564	4,635,564
Total		330,155,035	330,155,035
II APPLICATION OF FUNDS			
1 Fixed Assets	4		
a) Gross Block		163,078,118	163,078,118
b) Less: Depreciation		116,360,810	116,360,810
c) Less: Sales		12,673,000	-
c) Net block		34,044,308	46,717,308
2 Investments	5	56,557	56,557
3 Current Assets Loans & Advances			
a) Inventories	6	5,631,925	23,736,625
b) Sundry Debtors	7	68,887,978	19,975,660
c) Cash and Cash Equivalents	8	3,477,012	261,345
d) Loans & Advances	9	58,068,200	53,393,405
Total		136,065,115	97,367,035
Less: Current Liabilities	10	48,986,334	38,421,544
Net Current Assets		87,078,781	58,945,491
4. Misc. Expenditure	11	208,975,389	224,435,679
(Debit Balance of P&L Account)			
Total		330,155,035	330,155,035

The Schedules referred to above form an integral part of Balance Sheet.
 As per our report of even date attached

For G.Ramamohan & Co.
 Chartered Accountants
 Sd/-
(G.Rama Mohana Rao)
 Proprietor

Sd/-
G.P.SURANA
 Managing Director

Sd/-
RAVI SURANA
 Director

Place: -Secunderabad
 Date: -04.09.2012

SCHEDULES TO BALANCE SHEET

	31.03.2012 Rs.	31.03.2011 Rs.
1 SHARE CAPITAL		
<u>AUTHORISED</u>		
2000000 Equity Shares of Rs.10/- each	120,000,000	120,000,000
ISSUED ,SUBSCRIBED AND PAID UP CAPITAL.	100,750,000	100,750,000
Total	100,750,000	100,750,000
2 RESERVES & SURPLUS		
A) Capital Reserve:		
a) Revaluation Reserve Balance as per accounts	2,105,594	2,105,594
Add: On account of revaluation of land	25,652,697	25,652,697
Balance at the year end	27,758,291	27,758,291
b)Central Subsidy:		
Balance as per last year accounts	459,555	459,555
Additions during the year	-	-
Balance at the year end	459,555	459,555
c)Share Premium account:		
Balance as per last year accounts	48,683,004	48,683,004
Additions during the year		
Less: Share issue expenses written off		
Balance at the year end	48,683,004	48,683,004
d)Surplus on Re-issue of forfeited shares:		
Balance as per last year accounts	213,500	213,500
Additions during the year		
Balance at the year end	213,500	213,500
e)Surplus on Abatement of Long Term Loan	144,860,572	144,860,572
Total	221,974,922	221,974,922

SCHEDULES TO BALANCE SHEET

	31.03.2012 Rs.	31.03.2011 Rs.
3 UNSECURED LOANS:		
Sales Tax Liability	2,794,549	2,794,549
Total	2,794,549	2,794,549
4 Fixed Assets	34,044,308	46,717,308
5 INVESTMENT		
NSC CERTIFICATES (PLEDGED WITH GOVT. AUTHORITIES)	56,557	56,557
TOTAL	56,557	56,557
6 INVENTORIES:	5,631,925	23,736,625
Work in process:	0	
Material Stock	<u>5,631,925</u>	<u>23,736,625</u>
7 SUNDRY DEBTORS	68,887,978	19,975,660
Unsecured:		
Debts outstanding for morethan six months:	12,620,487	93,00,486
Debts outstanding for morethan six months:	56,267,491	10,675,174
8 CASH AND BANK BALANCES		
1 Cash in Hand	2,093,559	17,130
2. Balances with Schduled Banks in Current Accounts	1,152,019	12,781
Unpaid Dividend	231,434	231,434
Total	3,477,012	261,345
9 LOANS AND ADVANCES		
APSEB Voluntary Deposit	41,200	41,200
P M Telecom	7,164,865	1,975,565
Sales Tax Deposit	0	121,500
VAT Receivable	0	393,005
TDS Receivables	74,410	74,410
Telephone Deposit	69,825	69,825
Advance to Trade Supplier	50,717,900	50,717,900
Total	58,068,200	53,393,405
10 Current Liabilities:		
Sundry Creditors	48,883,706	38,400,544
Auditors Remuneration Payable	21,000	21,000
Vat Payable	81,628	
Total	48,986,334	38,421,544

SCHEDULES TO PROFIT & LOSS ACCOUNT

	31.03.2012 Rs.	31.03.2011 Rs.
11 Profit & Loss Account - Debit Balance	(208,975,389)	(224,435,679)
12 Other Income:		
Misc. Sales	0	744,100
Sale of Shares	100,000	0
Commission Received	563,917	0
Total	663,917	744,100
13 Materials Consumption		
a) Opening Stock	23,736,625	23,736,625
b) Purchase	400,394,561	212,208,848
	424,131,186	235,945,473
Less : Material Stock	5,631,925	23,736,625
	5,631,925	23,736,625
Materials Consumed	418,499,261	212,208,848
14 Administration & Other Expenses		
Advertising Expenses	21,735	16,538
Audit Fee	33,700	10,000
Consultancy Charges	192,739	129,971
Demat Expenses (CDSL & NSDL)	66,180	72,892
General Expenses	847,460	124,500
Postage & Telephone	196,589	65,896
Legal Fee	3,500	-
Professional Fee	20,000	-
Printing & Stationery	273,875	59,628
Bombay Stock Exchange Fee	49,875	989,264
Salaries & Wages	2,833,915	864,565
Security Expenses	239,500	187,500
Staff Welfare Expenses	78,465	-
Travelling & Conveyance	215,500	15,500
Bank Charges	5,422	5,238
Tax Audit Fee	15,000	10,000
Taxation Matters	17,500	1,000
Power, Fuel & Gases	2,842,683	-
Misc. Expenses	77,040	-
Total	8,030,678	2,552,492

P.M. TELELINNKS LTD.

B. SIGNIFICANT ACCOUNTING POLICIES

1. Accounting Convention:

The Financial Statements are prepared under the Historical Cost Convention method except so far as they relate to the revaluation of certain Fixed Assets in an earlier year.

2. Revenue Recognition :

Sale of goods is recognised at the point of despatch to customers. Sales are inclusive of Excise Duty & Sales Tax.

3. Fixed Assets:

- a) Assets revalued in earlier years are stated at revalued cost less depreciation.
- b) Other assets are stated at their original cost less depreciation.
- c) The Cost of Assets is net of Cenvat & include directly attributable interest, costs and expenses for bringing the respective assets to the working condition for their intended use.
- 4. Inventories:
- d) Raw Materials, Work-in-Progress, Stores & Spares and Packing Materials are valued at cost.
- e) Finished goods are valued at lower of Cost (inclusive of Excise Duty) or Net realisable value.

The excise duty liability on Finished Goods is provided for in the accounts.

- f) Scrap is valued at Realisable value.

5. Depreciation

Depreciation is not charged during the year .

6. Investments

Investments are stated at cost.

13 NOTES ON ACCOUNTS AND SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF BALANCE SHEET AND PROFIT AND LOSS ACCOUNT.

A. NOTES TO ACCOUNTS

- 1 Previous year figures have been regrouped, rearranged and reworked wherever necessary.
- 2 Depreciation is not claimed as the Fixed Assets are not put to use even for a single day during the relevant Financial Year.
- 3 The contingent liabilities not provided in the accounts are:

towards Central Excise	80 Lacs
towards Income Tax	54 Lacs
4. **Accounting Convention:**
The Financial Statements are prepared under the Historical Cost Convention method except so far as they relate to the revaluation of certain Fixed Assets in an earlier year.
5. **Revenue Recognition :**
 - a) Sale of goods is recognised at the point of despatch to customers. Sales are inclusive of Excise Duty & Sales Tax.
 - b) Discounting Charges on Bills are accounted at the point of occurrence.
 - c) Other Income is recognised at the point of receipt of consideration
6. **Fixed Assets:**
 - a) Assets revalued in earlier years are stated at revalued cost less depreciation.
 - b) Other assets are stated at their original cost less depreciation.
 - c) The Cost of Assets is net of Central & include directly attributable interest, costs and expenses for bringing the respective assets to the working condition for their intended use.
7. **Investments**
Investments are stated at cost.
8. Depreciation is not claimed as the Fixed Assets are not put to use even for a single day during the relevant Financial Year, and the company will claim the same as and when the BIFR gives its verdict and the company starts its production.
9. **Related Party Disclosures - As required by AS-18 are as:**
 - (a) Relationships:
 - Category - I - Major shareholders in the Company - Promoters of Company who are holding 56.31% stake.
 - Category - II - Subsidiaries and Associates of the Company - None.
 - Category - III - Other related parties where common control exists
Golconda Engg. Enterprises Ltd.
 - Category - IV - Key Managerial Personnel - Sri G.P. Surana, Managing Director.
 - Category - V - Relatives of Key Managerial Personnel - Sri G.P. Surana,
Father of Ravi Surana
 - Category - VI - Key Managerial Personnel - Remuneration

Names of the person Salary & Perks	0
Sri G.P. Surana, M.D.	0
(Paid against due to the M.D.)	0
Total	0

Category - V- Relatives of Key Managerial Personnel -

7. Earnings per Share (EPS):-	2011-12 In 000's	2010-11 In 000's
Profit after Tax attributable to ordinary shareholders	154.60	141.28
Average No. of ordinary shares for Basic EPS	10,075,000	10,075,000
Nominal Value of Ordinary Shares (Rs.)	10.00	10.00
Basic Earnings per Ordinary Share	1.53	1.40

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

(As required under part IV c./ the schedule VI c./ the Companies Act, 1956)

I. Registration Details

Registration No. 2644

State Code 1

Balance Sheet 31-03-2012

II. Capital Raised During The Year (Amount In Rs. Thousands)

Public Issue	NIL
Right Issue	NIL
Bonus Issue	NIL
Private Placement	NIL

III. Position Of Mobilisation and Deployment Of Funds (Amount In Rs. Thousands)

Total Liabilities	330155
Total Assets	330155

SOURCES OF FUNDS

Paid-up Capital	100750
Reserves & Surplus	221975
Secured Loans	0
Unsecured Loans	2795
Deferred Tax Liability	4636

APPLICATION OF FUNDS

Net Fixed Assets	34044
Investments	57
Net Current Assets	87079
Misc Expenditure	208975

IV. Performance of the company (Amount in Rs. Thousands)

Turnover	441990
Total Expenditure	426530
Profit before Tax	15460
Profit After Tax	15460 -
Earning per share	1.53
Dividend Rate (%)	0

P.M.TELELINKS LTD.
SCHEDULE:5 TO THE BALANCESHEET AS ON 31 MARCH 2012
5. FIXED ASSETS SLM

Particulars	Rate	Gross Block			Depreciation SLM				Net Block		
		Cost as on 01.04.2011	Additions during the Period	Deletions during the year	Cost as on 31.03.2012	Up to 01.04.2011	For the Period	Dev/Adj	Up to 31.03.2012	As on 31.03.2012	As on 31.03.2011
Free hold land	0%	20,017,830	0	0	20,017,830	0	0	0	0	20,017,830	20,017,830
Factory Buildings	3%	20,850,891	0	0	20,850,891	9,624,335	0	0	9,624,335	11,226,396	11,226,396
Buildings	10%	228,000	0	0	228,000	83,300	0	0	83,300	154,700	154,700
Plant and Machinery	4.75%	135,417,357	0	12,673,000	109,298,907	106,653,175	0	0	106,653,175	2,645,432	28,764,162
		176,523,878	0	12,673,000	150,405,128	116,350,810	0	0	116,350,810	34,044,318	46,717,286

P.M. TELELINNKS LTD.**Cash Flow Statement for the year ended 31 st March 2012**

	Rs. in Lakhs	
	Year ended 31.3.2012	Year ended 31-3-2011
A. Cash Flow from Operations:	154.60	141.28
Net Profit after tax	-	-
Add:- Non-Cash Items:-	-	-
Depreciation of current year	-	-
Depreciation written back	-	-
Provo For Taxation	-	-
Net provision for deferred tax liability	-	-
Loss(Profit) on Sale of Fixed Assets	-	-
Interest Income	-	-
Interest Expense	-	-
Deferred revenue expenses w/off	-	-
	154.60	141.28
Changes in Working Capital		
Increase (Decrease) in Receivables	489.12	237.37
Increase (Decrease) in Inventories	325.73	106.75
Increase (Decrease) in Loans & Advances	46.75	24.43
Increase(Decrease) in Other Trade Current Assets & Current liabilities	-	-
Increase (Decrease) in Provisions	-	-
Cash Generated from Operations	861.60	368.55
B. Cash Flow from Investing Activities:	-	-
Purchase of Fixed Assets	-	-
Revaluation of Fixed Assets (Land)	-	-
Sale of Fixed ASsets	-	-
Interest Income	-	-
Interest Expense	-	-
Cash Flow from Investing Activities	861.60	368.55
C. Cash Flow from Finacing Activities:	-	-
Long Term Borrowings taken/(repaid)	-	-
Increase (Decrease) in Revaluation Reserve	-	-
Cash Flow from Finacing Activities	-	-
Cash Flow from Investing Activities	-	-
Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	1018.44	-
Opening Balance Cash & cash equivalents	985.83	-
Closing Balance Cash & cash equivalents	-	985.83
Net Increase/(Decrease) in Cash	32.61	2.24

P.M. TELELINNKS LIMITED 1-7-241/11/D,

S.D. ROAD, SECUNDERABAD-500003

ATTENDANCE SLIP

32nd Annual General Meeting-29th September, 2012

DP ID

Reg. Folio No:

CLIENT ID

I certify that I am a member /proxy for the member of the Company. I hereby record my presence at the 32nd Annual General Meeting of the Company at Registered Office , 1-7-241/11/D, S.D. ROAD, SECUNDERABAD-500003 at 11-30 A.M., 29th September, 2012

Member/Proxy name in BLOCK LETTERS Member/Proxy Signature

Note: 1. Member/Proxy must bring the Attendance Slip to the Meeting and hand it over , duly signed, at the registration counter.

2. The Copy of the Annual Report may please be brought to the Meeting Hall

3: NO GIF WILL BE GIVEN

P.M. TELELINNKS LIMITED

1-7-241/11/D, S.D. ROAD, SECUNDERABAD-500003

PROXY FORM

DP ID

Reg. Folio No:

Client ID

I/We
of..... Being A

Member/members of P.M. TELELINNKS LIMITED, hereby appoint
as my/our Proxy to attend and vote for me/us on my/our behalf at the 32nd Annual General Meeting of the Company at Registered Office , 1-7-241/11/D, S.D. Road, Secunderabad-500003 at 11-30 A.M., 29th September, 2012 and at any adjournment thereof.

Signed this.....day of.....2012

Affix 1 Rupee Revenue Stamp and Sign



Note: 1. Proxy need to be a member

2. proxy Form, complete in all respects-, should reach the Company's Regd Office, 1-7-241/11/D, S.D. Road, Secunderabad-3, not less than 48 Hrs, before the Scheduled Time of the Meeting