

(Formerly SHRI SHAKTI LPG LTD.)

SHRI MATRE POWER AND INFRASTRUCTURE LIMITED

(Formerly SHRI SHAKTI LPG LIMITED)

To,

Dated: 29.08.2013

ALL THE MEMBERS

Dear Esteemed Shareholder,

Sub : Reduction and Sub-division of Share Capital of SHRI MATRE POWER & INFRASTRUCTURE LIMITED

In pursuance to Reduction of Share Capital sanctioned by *Hon'ble High Court of Andhra Pradesh Order vide CP No 124 of 2011 dated 03.08.2011*, W.E.F 01.10.2010, the paid up Share Capital of our Company is reduced by 40% and Listing Application for Listing of New Shares are being filed with Stock Exchanges concerned. Accordingly, the Face Value of each Equity Share is reduced from Rs 10/- to Rs 6/-. This amount of Rs 6/- is further sub-divided into 3 Equity Shares of Face Value of Rs 2/- each.

To illustrate further : A person holding 100 fully Paid up Equity Shares of Face Value Rs 10/- each as on 30th September, 2010, after reduction he will hold 300 Equity Shares at a Face Value of Rs 2/- each as on the day of Record Date i.e., 26-09-2013 & 27-09-2013.

Our Company's shares are admitted into CDSL/NSDL. As part of security measures for holding shares in electronic mode instead of physical mode, you are advised to demat your shares immediately (if you are still holding shares in physical form) with the old certificates and intimate us your demat account number to enable us to issue sub divided shares in electronic mode. This will not only help our Company in servicing you faster but also helps in reducing the cost of printing of new share certificates and postage considerably. However, if any Member is particular about holding his/her shares in physical form only, they are requested to forward their old share certificates to our Registrar & Share Transfer Agents M/s. XL Softech System Ltd, 3, Sagar Society, Road No.2, Banjara Hills, Hyderabad - 500034, to enable us to issue new sub divided share certificates to them duly cancelling the old one(s) in view of reduction and sub division as stated above.

Any clarifications or queries in connection with the above may be addressed to our Company's Registrar and Share Transfer Agent : M/s. XL Softech System Ltd, 3, Sagar Society, Road No.2, Banjara Hills, Hyderabad - 500034; Tel : 91-040-23545913 / 14 /15 Fax : 91-040-23553214; E-Mail : xlfield@gmail.com, by quoting your Regd.Folio Number.

You're also requested to inform your email, mobile numbers and Identification Particulars i.e, Copy of Permanent Account Number (PAN) and proof of Residential Address, to update our master, if you have not submitted them earlier to us.

Thanking you,

Yours faithfully,

For SHRI MATRE POWER AND INFRASTRUCTURE LIMITED

Sd/-

D.V. Manohar

Chairman & Managing Director

Encl : As above

Registered & Corporate Office:

Venus Plaza, Begumpet, Hyderabad – 500 016, INDIA.

Tel : ++91-40-2790 2929, Fax : ++91-40-27908989

Website : www.shrishakti.comE-mail: info@shrishakti.com

GREEN INITIATIVE IN CORPORATE GOVERNANCE: GO PAPERLESS

The Ministry of Corporate Affairs has come up with a Green Initiative of permitting the service of documents including Annual Reports to the Shareholders through e-mail or other permissible electronic modes instead of physical mode vide its Circular No 17/2011 dated 21st April, 2011. To support this green initiative, members who have not registered their e-mail addresses so far are requested to register their e-mail addresses, in respect of electronic holdings with the Depository NSDL/CDSL through their concerned Depository Participants. Members who hold shares in physical form are requested to fill the appropriate column in the members e-mail registration form and register the same with M/s. XL Softech System Ltd.

Members e-mail Registration Form

Name : Telephone No.....

E-mail :

Address :

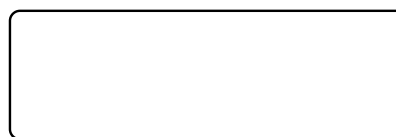
.....
.....

DP ID : Client ID :

Folio No :

(in case of physical holding)

No of Equity shares held :



Signature

Members are requested to send this e-mail registration form to the Company's Registrar and Transfer Agents i.e., M/s. XL Softech System Ltd at the below mentioned address.

M/s. XL Softech System Ltd
3, Sagar Society, Road No.2, Banjara Hills,
Hyderabad – 500034.
Tel : 91-40-23545913 / 14 /15
Fax : 91-40-23553214

(Formerly SHRI SHAKTI LPG LTD.)

BOARD OF DIRECTORS	Mr. D.V. Manohar	Chairman & Managing Director
	Mr.B.K.Bakhshi	Director
	Mr.B.K.Sinha	Director
	Mr.R.Prabhakar Rao	Director
	Dr.A.Balasetti	Director
	Dr.Bharat H. Barai	Director
	Dr.Gorantla Govindaiah	Director
	Mr.V.Subrahmanyam	Director
COMPANY SECRETARY	Mrs.T. Lalitha Devi	
AUDITORS	M/s. Venugopal & Chenoy Chartered Accountants Hyderabad.	
BANKERS	Allahabad Bank	
REGISTRARS & SHARE TRANSFER AGENTS	M/s. XL Softech Systems Ltd 3, Sagar Society Road No.2, Banjara Hills, Hyderabad - 500034 Tel : 91-40-23545913/14/15 Fax : 91-40-23553214	
REGISTERED OFFICE	Venus Plaza Adjacent to old Airport, Begumpet, Hyderabad - 500016. Tel : 91-40-27902929 Fax: 91-40-27908989	
PLANTS	(1) Beach Road, Nemam Village, Kakinada - 533005 (A.P)	
	(2) Near Railway Station, Bibinagar, Nalgonda District (A.P)	

NOTICE

NOTICE IS HEREBY GIVEN THAT THE TWENTIETH ANNUAL GENERAL MEETING OF THE MEMBERS OF THE COMPANY WILL BE HELD ON FRIDAY, THE 27TH SEPTEMBER 2013 AT 10:30 A.M. AT HARI HARA KALA BHAVAN, S.P. ROAD, SECUNDERABAD TO TRANSACT THE FOLLOWING BUSINESS.

ORDINARY BUSINESS :

1. To receive, consider and adopt the Balance Sheet, Profit and Loss Account and the Report of Directors and Auditors thereon for the year ending March, 31, 2013.
2. To appoint a Director in place of Dr. Gorantla Govindaiah, who is retiring at this Annual General Meeting and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Mr. B.K.Sinha, who is retiring at this Annual General Meeting and being eligible, offers himself for re-appointment.
4. To appoint a Director in place of Mr. V.Subrahmanyam, who is retiring at this Annual General Meeting and being eligible, offers himself for re-appointment.
5. To appoint Auditors to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS :

6. To consider, and if thought fit to pass the following resolution with or without modifications as ordinary resolution :

“Resolved that Sri Vitthal Abburi who was appointed as Additional Director on the Board during the year and who holds office upto this date of Annual General Meeting and in respect of whom the company has received a notice in writing pursuant to section 257 of the Companies Act, 1956 from a member proposing his candidature for the office Director, be and is hereby appointed as Directors by rotation as provided under Article under 105 of Articles of Association of the Company”.

By Order of the Board

Sd/-

CS Lalitha Devi T.
Company Secretary

PLACE : HYDERABAD
DATE : 29.08.2013

NOTE :

1. A member entitled to attend and vote at the Meeting is entitled to appoint a Proxy and the proxy so appointed need not be a Member of the Company.
2. The Proxies in order to be effective must be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.
3. Members/Bodies Corporate/Proxies to bring the Entry Pass/Attendance Slip duly filled in for attending the Meeting.
4. The Register of Members and Share Transfer Books will remain closed from 26-09-2013 to 27-09-2013 (both days inclusive) for the purpose of Annual General Meeting.

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956, IN RESPECT OF THE SPECIAL BUSINESS SET OUT IN THE NOTICE CONVENING THE 20TH ANNUAL GENERAL MEETING.

Item No. 6

Shri Vitthal Abburi has been appointed as an Additional Director on the Board pursuant to section 260 of the Companies Act, 1956. The Company has received a notice from a member under section 257 of the Companies Act, 1956 proposing his candidature for the office of Director liable to retire by rotation. Shri Vitthal Abburi is a Chartered Accountant and Company Secretary. He retired as Executive Director and Company Secretary of Dharti Dredging and Infrastructure Ltd.(the company with Annual Turnover of over Rs.400 crores). He is a well experienced Board level Executive having rich experience in various fields including Finance and Corporate strategy. Keeping his rich experience in view, it is proposed to appoint him as Director liable to retire by rotation. Hence this resolution is proposed.

No Director is interested in this resolution except Shri Vitthal Abburi.

DIRECTORS' REPORT

To
The Shareholders,
Shri Matre Power & Infrastructure Ltd.

1. INTRODUCTION

Your Directors have pleasure in presenting their report together with audited accounts for the financial year ended 31st March, 2013.

2. FINANCIAL PERFORMANCE

The Financial performance of the Company for the financial year 2012-13 is indicated below :
(₹ 000 Omitted)

Particulars	2012-13	2011-12
Gross Income	5651	36409
Less : Expenditure excluding Interest, Depreciation & prior period and Extraordinary items	7756	7733
Profit / (Loss) before Interest, Depreciation & prior period and Extraordinary items	-2105	28676
Interest	-	-
Profit / (Loss) before Depreciation	-2105	28676
Depreciation	30075	30085
Profit / (Loss) before prior period and Extraordinary items	-32180	-1409
Net Profit / (Loss) before provision for Taxation	-32180	-1409
Net Profit / (Loss)	-32180	-1409

During the year, the company incurred cash Loss of ₹ 2,105 thousands, (previous year Profit of ₹ 28,676 thousands). After providing for depreciation amounting to ₹ 30,075 thousands (previous year ₹ 30,085 thousands), the total loss for the year stood at ₹ 32,180 thousands (previous year loss of ₹ 1,409 thousands).

Future Outlook :

Your company is vigorously looking for oppoutunities in the Solar Power Generation field as well as in the infrastructure sector. Your company is participating in the various tenders for Solar Power Generation the latest being the tender issued by the Andhra Pradesh Government to set up Solar Power Projects in A.P. In the A.P. tender your company's bid was the best at the location Amangal, about 75 kms from Hyderabad, for 10 MW Solar Power Generation Plant, as per the tender norms.

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But the counter offer made by the AP Government is low and your company is in the process of analyzing the feasibility of accepting the above offer.

Your Company is also working on promoting a 10 MW Solar Power Generation Plant under the Renewable Energy Certificate (REC) route wherein the solar power produced will be supplied to the State Government at their scheduled rate which is very low and the balance is made up through the sale of RECs which your company would be earning.

Your Company was also geared up to participate in the tender floated by Rajasthan Renewable Energy Corporation Ltd (RRECL) but the same was postponed. Your Company tied-up with Sun Power Solar of USA for this project and would be bidding for this project along with them.

Your Company also is in the process of divesting its LPG assets so that it would be able to mobilize the required margin monies for its new projects.

With your Company wiping out all its accumulated losses and starting off now with a clean slate, we are in a better position to achieve our objectives. As esteemed share holders are aware, your Company is already Debt Free.

It is the earnest endeavor of your Directors to turn the company around at the earliest and make it profitable once again. Your Directors are putting in all out efforts and are leaving no stone unturned to achieve the same. Your Directors are optimistic that your Company would succeed in the Solar Power Project field soon.

3. DEPLOYMENT OF FUNDS :

	(₹ 000 Omitted)	
	31.03.2013	31.03.2012
Sources of Funds		
Share Holders Funds	350,712	382,891
Non-Current Liabilities	30,845	31,180
Current Liabilities	61,768	40,744
Total	<u>443,325</u>	<u>454,815</u>
Application of Funds		
Non-Current Assets	259,442	289,516
Long Term Loans and Advances	3,565	3,536
Other Non-Current Assets	91,234	90,745
Current Assets	89,084	71,018
Total	<u>443,325</u>	<u>454,815</u>

4. SUBSIDIARY COMPANY

Financial Results of your fully owned subsidiary Company viz. Asia LPG Pvt. Ltd. (ALPL) have been appended herewith. However our company has disinvested the entire shareholding in ALPL and accordingly ALPL ceased to be the subsidiary of SMPIL w.e.f. April 1st 2013.

5. DIVIDEND

As your Company still has accumulated losses, the Directors regret to inform you that they are not in a position to recommend any Dividend for the year ended 31.03.2013.

6. DEPOSITS

Your Company has not accepted any Deposits during the year.

7. DIRECTORS

In term of Articles of Association of the Company, Dr. Gorantla Govindaiah, Mr.B.K.Sinha and Mr.V.Subrahmanyam, Directors retire by rotation at the ensuing Annual General Meeting and offered themselves for re-appointment. Sri A.P.Vitthal was inducted as an Additional Director of the Company and is being reappointed at the ensuing Annual General Meeting. Your Directors recommend their reappointment.

8. AUDITORS

The Statutory Auditors M/s.Venugopal & Chenoy, Chartered Accountants, appointed by the Members at their earlier Annual General Meeting retire at the conclusion of this Meeting and they are eligible for re-appointment. The Members are requested to appoint the Auditors and fix their remuneration.

9. PERSONNEL

During the year, none of the employees is in receipt of remuneration in excess of the limits prescribed u/s. 217(2A) of the Companies Act, 1956, read with Companies (Particulars of Employee) Rules, 1975, as amended from time to time.

10. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

A “Management Discussion and Analysis Report” has been furnished separately and the same forms part of this report.

11. CORPORATE GOVERNANCE

A brief report on Corporate Governance in compliance with clause 49 of the Listing Agreement is annexed.

12. DIRECTORS RESPONSIBILITY STATEMENT AS REQUIRED UNDER SECTION 217 (2AA) OF THE COMPANIES ACT, 1956.

Pursuant to the requirement under section 217 (2AA) of the Companies Act, 1956, with respect to Directors responsibility Statement, it is hereby confirmed :

- (i) that in the preparation of the accounts for the financial year ended 31st March, 2013, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (ii) that the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true

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and fair view of the state of affairs of your Company at the end of the financial year and of the profit or loss of your Company for the year under review;

- (iii) that the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the Provisions of the Companies Act, 1956 for safeguarding the assets of your Company and for preventing and detecting fraud and other irregularities.
- (iv) that the Directors have prepared the accounts for the financial year ended 31st March, 2013 on a 'going concern' basis.

13. ACKNOWLEDGEMENT

The Board wishes to place on record its deep sense of gratitude and appreciation to all the Promoters and Shareholders for their whole hearted support to your Company. The Board also wishes to acknowledge the help and assistance rendered by the Banks, Dealers, Customers, Suppliers, Collaborators, Consultants and Contractors. The Board wishes to further record its gratitude to various Departments of the Government of Andhra Pradesh and Government of India and other State Governments for their support and encouragement given to your Company. The Board records its appreciation for the contribution of all the team members of your Company.

14. CONSERVATION OF ENERGY, TECHNOLOGY, ABSORPTION AND FOREIGN EXCHANGE

The prescribed details as required u/s. 217(1)(e) of the Companies Act, 1956 are annexed.

For and on behalf of the Board of Directors

Sd/-

D. V. MANOHAR

Chairman & Managing Director

Place : Hyderabad

Date : 29.08.2013

MANAGEMENT DISCUSSION AND ANALYSIS

SHRI SHAKTI LPG LTD (SSLPG) has been engaged in business of LPG marketing. The management discussion and analysis given below discusses the key issues concerning the LPG industry in general and SSLPG in particular followed by the recent developments wherein the company decided to diversify into power and infrastructure under the new identity of SHRI MATRE POWER AND INFRASTRUCTURE LTD (SMPIL).

INDUSTRY STRUCTURE AND DEVELOPMENTS :

LPG marketing was the monopoly of the Government Oil Companies who had piled up a huge waitlist. The Government of India in 1993 permitted the private sector participation with a commitment that the subsidy enjoyed by the Government Oil Companies would be removed in a phased manner in the next few years. It had also committed that the commercial and industrial LPG markets in India would be reserved exclusively for the private sector, till the subsidy withdrawal in the domestic sector is completed. None of the promises were implemented as a result of which the private sector companies were unable to run the LPG business on a profitable basis due to the total absence of the level playing field.

The Government of India even failed to implement its G.O. Ms. No.224 dated 27th November,1997 wherein the Government committed phased withdrawal of subsidy on LPG over a period of 3 years ending with March, 2001. This was subsequently shifted to end of March, 2002. Because of Government's failure to honour its commitments as above and the consequent absence of level playing field, the entire private sector industry was badly affected and became loss making. The Ministry of Petroleum issued a notification stating that the subsidies on LPG and Kerosene will be removed in a phased manner by the year 2007 only. However, the same is yet to be implemented.

SSLPG were the pioneers in the field of LPG marketing and established large integrated infrastructure to carry LPG from dock (Port) to the door of customers, which consisted of dedicated port facilities, large storage terminals, network of bottling plants and distribution and marketing networks. Your company was able to do well from the commencement of commercial operations in 1995 till 1999 and became profitable. Infact your company emerged as the country's largest private sector LPG Company. However, due to abnormal rise in crude oil prices during 1999 to 2000, the international LPG prices also shot up. Despite the big spurt in sourcing costs, it was not possible to proportionately increase the prices due to competition with the Government Subsidized gas by virtue of which the company incurred losses. This was further aggravated in the subsequent years due to the growing disparity in the prices between the private LPG operators and the PSU Oil Undertakings, on account of non-removal of subsidy as mentioned earlier. Because your company's dedicated customer base was much larger, it had to suffer greater losses as more sales meant more losses. In spite of the difficult times, the company built a strong brand image viz., SHAKTI GAS which is still quite popular.

SSLPG entered into LPG Auto Fuel market and developed for the first time patented technology for converting the 2 stroke engines of both 3 wheelers and 2 wheelers to run on LPG in collaboration with Automotive Research Association of India (ARAI). In June, 2007, SSLPG received two patents jointly with ARAI for the above. The Government of India which agreed in principle to permit LPG as auto

fuel, took a very long time to enact the legislative amendment. The highly potential auto fuel market which was to open by 1998, was not available till recently due to delay in finalization of norms by the Government and setting up of adequate number of LPG dispensing stations.

OPPORTUNITIES AND THREATS :

Your company has taken up a three pronged strategy for its turn around which was as follows :

- a) One Time Settlement (OTS) with term loan, working capital lenders and unsecured loans wherein the entire accumulated interest along with considerable part of the principle amount is waived.
- b) Tie up financial arrangements to raise the amounts required for meeting the OTS commitments.
- c) Marketing Action Plan to aggressively sell LPG in the commercial, industrial and auto fuel markets in addition to extensive and accelerated marketing of Shakti Gas Auto Kits in all the cities where it is mandatory to convert three wheelers to run on environment-friendly fuels at the earliest.

SSLPG achieved a major breakthrough when the company paid off all the term loans and working capital liabilities under the One Time Settlement (OTS) deal, wherein the Banks & Financial Institutions agreed to waive the interest and considerable part of the principal and accepted the balance in full & final settlement of their term loans and working capital loans. The company got a very good deal from all the three Banks & Financial Institutions based on our strong contention that the company from the position of the acknowledged leader of the private sector LPG Industry, fell down and became loss making and sick only because the Government did not honour the commitments given to private LPG industry.

OUTLOOK :

As could be seen from the above, the Company had been badly let down by the Government of India who did not honour its commitments given to the Private Sector LPG Industry. Despite the best efforts being put in by all the team members, the company is not able to make much progress in reviving its LPG Business. It was primarily due to the fact that the Government could still not do much to withdraw the subsidy on LPG as committed by it. Over the years, the subsidy has further ballooned thereby substantially enlarging the gap between government subsidized gas and the private sector non subsidized gas.

As the future prospects in LPG business do not seem to be bright enough, it is decided to diversify.

In India electricity is always in short supply. Despite the increase in new power generation plants, the gap between demand and supply has not reduced. The average per capita consumption of electricity in India is about 700 kwh which is far below the World average of 2300 kwh. The Indian government has set ambitious goals in the 11th plan for power sector owing to which the power sector is poised for significant expansion. In order to provide availability of over 1000 units of per capita electricity by year 2012, it has been estimated that need-based capacity addition of more than 100,000 MW would be

required.

The Government of India has recently announced Jawaharlal Nehru National Solar Mission (JNNSM) for promoting solar power projects in various parts of the country. The objective of the JNNSM under the brand “Solar India” is to establish India as a global leader in solar energy by creating the policy conditions for its diffusion across the country as quickly as possible. The Mission has set a target of 20,000 MW and stipulates implementation and achievement of the target in 3 phases (first phase upto 2012-13, second phase from 2013 to 2017 and third phase from 2017 to 2022) for various components including utility grid connected solar power. Under this, it is proposed to harness the solar energy abundantly available in India and use the same for power generation to meet the ever growing demand for electricity across the country.

The above opens very good opportunity for diversification into solar power generation wherein the raw material is the solar radiation and there is one single customer - the Government through its specified agency viz., NTPC Vidyut Vyapar Nigam Ltd (NVTN) who would be buying the entire production at through a Power Purchase Agreement (PPA) for 25 years.

Therefore it is decided to diversify into power generation and solar power to begin with. This would be followed up with a foray into the infrastructure arena. To enable your company to do the same, the Main Objects and Other Objects of the Memorandum of Association of your Company have been changed along with the change of name to Shri Matre Power & Infrastructure Ltd after duly obtaining the shareholders approval through the postal ballot process and securing the requisite statutory approvals.

Shri Matre Power & Infrastructure Ltd (SMPIL) is participating in various tenders for Solar Power Generation including the AP Government. In the AP Tender, SMPIL's bid was the best at the location Amangal about 75 kms from Hyderabad. SMPIL is also working on promoting a 10 MW Solar Power Generation Plant under the Renewable Energy Certificate (REC) route wherein the solar power produced will be supplied to the State Government at their scheduled rate which is very low and the balance is made up through the sale of REC's which SMPIL would be earning. SMPIL is in the process of tying up for advanced technology with leading international technology providers.

SMPIL is also in the process of divesting its LPH assets so that it would be able to mobilize the required margin monies for its new projects.

Your Directors are optimistic that your Company would succeed in the above bid process and implement and operate the solar power projects profitably.

RISKS & CONCERNS :

The Management of the company analyses and evaluates on a continuous basis the various risks associated with the business and adopts Risk Management Practices to minimize the adverse impact of these risks. Both external as well as internal developments are assessed regularly.

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The Management constantly scans the environment covering areas like market scenario, Government policies, national as well as global developments, technological changes etc. Business risks and uncertainties are identified and prioritized. Appropriate strategies are planned and implemented.

INTERNAL CONTROL SYSTEMS :

The company has an effective Internal Control System with respect to purchase and sale of inventory, fixed assets and goods. It has an internal audit department wherein audit of the transactions of the plants and the corporate offices are done at periodical intervals in order to ensure that recording and reporting are adequate and proper. The internal audit also verifies whether internal controls and checks and balances in the system are adequate, proper and upto date and corrective actions for any weaknesses in the system that are disclosed by the audit are taken.

The Audit Committee consists of eminent Independent Directors. It reviews the important observations of the Internal Audit and suggests corrective action for the management to implement. It also meets periodically to review and recommend quarterly, half - yearly and annual financial statements of the company. The Committee also holds discussions with the Internal Auditors, Statutory Auditors and the Management on the matters relating to internal controls, auditing and financial reporting. The Committee also reviews with the statutory auditors, the scope and results of the audits.

FINANCIAL PERFORMANCE VS. OPERATIONS PERFORMANCE :

During the year the Company has incurred cash loss of ₹ 2,105 thousands (previous year profit of ₹ 28,676 thousands). After providing for depreciation of ₹ 30,075 thousands (previous year ₹ 30,085 thousands) the total loss for the year stood at ₹ 32,180 thousands (previous year loss of ₹ 1,409 thousands).

HUMAN RESOURCES & INDUSTRIAL RELATIONS :

The company continues to maintain cordial industrial relations. Retention of the workforce is a key challenge considering the exponential growth in the industrial sector. The company has been consistently working on learning development of employees to enable them to take on larger responsibilities.

The company had on its rolls 12 permanent employees at the end of the financial year 2012-13.

CAUTIONARY STATEMENT :

Statement in this Management Discussion & Analysis describing the company's objectives, projected estimates and expectations may constitute forward looking statement within the meaning of applicable laws and regulations. Actual results might differ marginally or materially from those either expressed or implied.

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A REPORT ON CORPORATE GOVERNANCE**a) COMPANY'S PHILOSOPHY**

Shri Matre Power & Infrastructure Ltd. (SMPIL) is committed to the highest standards of Corporate Governance in all its activities and processes. The driving forces of Corporate Governance at Shri Matre Power & Infrastructure Ltd. are its core competence and core values, belief in core competence, people, leadership, consumer orientation and pursuit of excellence and strive to achieve the best in all the fields.

b) BOARD OF DIRECTORS

(i) Composition and Category of Directors :

The Board comprises of 10 Directors, who bring in a pool of collective knowledge from various disciplines. The Board has been constituted in a manner which will result in an appropriate mix of Executive and Non-Executive Directors. The Non-Executive Directors bring independent judgement in the Board's deliberations and decisions. This has been done to preserve the independence of Board and effective discharge of its functions of Governance and Management.

None of the Directors on the Board is a Member on more than 10 Committees and Chairman of more than 5 Committees (as specified in clause 49 of listing agreement) across all the companies in which he is a Director.

The names, categories of the Directors on the Board, their attendance at the Board Meetings during the year and at the last Annual General Meeting, as also the number of Directorships held by them in other companies given below :

Name	Category	Designation	No. of meetings held during the last financial year	No. of meetings attended	No. of memberships in Boards of other Companies	Attendance of each Director at last AGM
Mr. D.V.Manohar	Promoter and Executive Director	Chairman and Managing Director	5	5	6	Yes
Mr. D.V. Raja Sekhar	Promoter and Director	Director	5	-	2	Yes
Mr. B. K. Bakhshi	Independent and Non-Executive Director	Director	5	5	1	Yes
Dr. Bharat H. Barai	NRI Director	Director	5	-	2	No
Dr. A. Balasetti	NRI Director	Director	5	-	1	No
Dr. Gorantla Govindaiah	NRI Director	Director	5	-	-	No
Mr. B.K. Sinha	Independent and Non-Executive Director	Director	5	4	2	Yes
Mr. R. Prabhakara Rao	Independent and Non-Executive Director	Director	5	4	-	Yes
Mr. V. Subrahmanyam	Independent and Non-Executive Director	Director	5	4	1	Yes

(ii) **Board Meetings :**

The Board has a formal schedule of matters reserved for its consideration and decision. These include approving business strategy, setting performance targets, reviewing performance, approving investments, ensuring adequate availability of financial resources and reporting to the Shareholders. Board Meetings were held during the year on 26.05.2012, 28.07.2012, 04.09.2012, 30.10.2012 and 19.01.2013.

(iii) **Directors seeking re -appointment :**

Dr. Gorantla Govindaiah, Mr.B.K.Sinha and Mr.V.Subrahmanyam, retire by rotation as Directors at this Annual General Meeting and being eligible have offered themselves for re-appointment.

(iv) **Board Committees :**

To enable better and more focussed attention on the affairs of the Company, the Board delegates certain matters to the Committees of the Board set up for the purposes.

(v) **Shares held by Independent & Non-Executive Directors :**

None of the Independent and Non-Executive Directors hold any Shares in the Company.

c) AUDIT COMMITTEE

As a measure of good Corporate Governance and to provide assistance to the Board of Directors in fulfilling the Board's overall responsibilities, an Audit Committee has been constituted as Sub-Committee to the Board. The functions of the Audit Committee include;

- Reviewing the adequacy of internal control systems and the Internal Audit Reports, and their compliance thereof.
- Overseeing of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
- Recommending the appointment of external auditors and fixation of their audit fee, and also approval for payment for any other services.
- Reviewing with Management, the quarterly and annual financial statements before submission to the Board.

COMPOSITION AND OTHER DETAILS

The Audit Committee of the Company consists of two Independent Directors and one Promoter Director viz.,

- 1) Mr. V. Subrahmanyam, Director (Chairman of the Audit committee)
- 2) Mr. B. K Sinha, Director
- 3) Mr. D. V. Manohar, Director

Members possess adequate knowledge of Accounts, Audit, Finance etc.,

During the year under review, Mr. B.K.Sinha has attended 4 meetings, Mr. V. Subrahmanyam has attended 4 meetings and Mr. D.V. Manohar has attended 5 meetings.

The meetings of the Audit Committee were attended by the Heads of Finance, and Auditors as invitees. Members held discussions with the Statutory auditors during the meetings of the Committee and the quarterly and annual Audited Financial results of the Company were reviewed by the Audit Committee before consideration and approval by the Board of Directors.

d) REMUNERATION COMMITTEE :

Scope of Remuneration committee is to review the performance of the Managing Director, after considering the company's performance, recommends to the Board remuneration including salary, perquisites to be paid to the Managing Director. The Company has only one Managerial Personnel at present i.e. Managing Director whose re-appointment is due next year on completing 5 years term.

The Remuneration Committee at present consists of two independent directors i.e. Mr. B.K. Sinha and Mr.B.K.Bakhshi.

Remuneration Policy :

The Remuneration Committee of the Board of the Company generally decides and makes recommendations to the Board about the remuneration to be paid to the Directors. The remuneration recommends to the Directors are, subject to the approval of the Members of the Company in the General Meeting.

The Managing Director is paid a remuneration of ₹ 5,76,000/- during the year.

The non Executive Directors are paid a sitting fee of ₹ 2,500/- each for the Board Meetings held during the year.

e) SHARE TRANSFER / INVESTORS' GRIEVANCE COMMITTEE

The share transfer committee meets periodically and approves the share transfers received and places before the Board for ratification.

As a measure of good Corporate Governance and to focus on the shareholders' grievances towards strengthening investor relations, an Investors' Grievance Committee, as a Sub-Committee to the Board of Directors has been constituted.

a) The functions of the Committee include;
to specifically look into the redressal of investors' grievances pertaining to

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

The committee focuses on the strengthening of investor relations.

b) Constitution and Composition.

The Committee was constituted with Mr. B.K. Sinha, Director, and Mr. D.V. Manohar, Chairman and Managing Director.

(Formerly SHRI SHAKTI LPG LTD.)

f) VENUE AND TIME OF THE LAST THREE ANNUAL GENERAL MEETINGS.

Date	Venue	Time	No. of Special Resolutions	Members present by	
				Person	Proxy
28.09.2012	Hari Hara Kala Bhavan, Near Patny Circle, Secunderabad	10.30 a.m.	-	145	38
27.09.2011	Hari Hara Kala Bhavan, Near Patny Circle, Secunderabad	10.30 a.m.	-	363	13
30.09.2010	Hari Hara Kala Bhavan, Near Patny Circle, Secunderabad	10.30 a.m.	-	475	21

g) DISCLOSURES

The Company has complied with the appropriate accounting policies and has ensured that they have been applied consistently and comply with material aspects with the accounting standards notified under section 211(3C) of the Companies Act,1956.

There are no materially significant related party transactions i.e. transactions, material in nature, with its promoters, the Directors or the Management, their subsidiaries or relatives etc., having potential conflict with the interests of the company at large.

h) MEANS OF COMMUNICATION

The Company has a website viz., www.shrishakti.com. The annual financial results are posted on the Company's website for the information of its shareholders. The audited financial results are generally published in the leading English Dailies and as well as in the vernacular (Telugu) Newspaper.

All material information about the Company is promptly sent through mail to the Indian Stock Exchanges where the Company's shares are listed and released to the Press for information of the public at large.

i) GENERAL SHAREHOLDERS INFORMATION**(a) Annual General Meeting**

The 20th Annual General Meeting of the Company will be held on Friday, the 27th September, 2013 at Hari Hara Kala Bhavan, S.P. Road, Secunderabad - 500 003.

(b) Financial results were approved as follows :

Un-audited

- First Quarter - July, 2012
- Second Quarter - October, 2012
- Third Quarter - January, 2013

Audited

- Fourth Quarter - May, 2013

(c) At the Board Meeting held on 29.08.2013, your Directors have taken an unanimous decision to forfeit the unpaid shares in the capital of the company.

- (d) Book closure from 26.09.2013 to 27.09.2013 (both days inclusive).
- i) The shares of the Company are originally listed on :
- The Hyderabad Stock Exchange Limited (HSE), The Bombay Stock Exchange (BSE), The National Stock Exchange of India Limited (NSE), The Delhi Stock Exchange Association Limited (DSE), The Stock Exchange, Ahmedabad (ASE), and Bangalore Stock Exchange Ltd (BSE)
 - The Shares of the Company at present are listed at The Bombay Stock Exchange (BSE).
 - The company has been complying with all statutory requirements including listing fees for the year 2011-12.
 - Our Company's shares are being suspended temporarily. The Bombay Stock Exchange allegedly said that they have not received certain data pertaining to previous years though the company has been complying with the listing agreement. The Company has taken up the matter with the BSE. At the same time, the Company is in the process of listing its shares at ₹ 2/- each with the stock exchange to facilitate trading by the Public, in view of reduction of share capital approved by the Members in the AGM held on 30th Sept 2010 and subsequent confirmation by the Hon'ble High Court of Andhra Pradesh.
- ii) Depository for Equity Shares : NSDL and CDSL.
ISIN for the Company's Equity Shares: INE 293 B 01011

STOCK CODE :

BSE : SHRI SHAKTI 531322

MARKET PRICE DATA : From 01.04.2012 to 31.03.2013

Month	Open	High	Low	Close	No.of Shares
Apr 12	2.05	2.07	1.73	1.93	18,445
May 12	2.02	2.39	2.00	2.34	6,412
Jun 12	2.43	2.46	1.95	2.46	18,111
Jul 12	2.38	2.46	1.59	1.73	15,200
Aug 12	1.81	1.81	1.17	1.30	49,290
Sep 12	1.33	1.51	1.24	1.29	36,807
Oct 12	1.23	1.95	1.22	1.95	92,069
Nov 12	2.04	2.35	1.64	2.10	1,35,174
Dec 12	2.15	2.15	1.49	1.58	70,245
Jan 13	1.51	1.88	1.35	1.78	72,004
Feb 13	1.75	1.85	1.62	1.85	39,277
Mar 13	1.76	1.76	1.27	1.27	11,079

SHARE TRANSFER AGENT :

M/s. XL Softech Systems Ltd., whose address is given below has been appointed as Registrar & Share Transfer Agents for looking after the work related to Share registry for both physical and electronic modes.

XL SOFTECH SYSTEMS LTD.,
3, Sagar Society, Banjara Hills,
Hyderabad - 500 034.
Tel : 91-040-23545913 / 14 /15
Fax : 91-040-23553214
E-mail : xlfield@rediffmail.com
Website : www.xlsoftech.org

SHARE TRANSFER SYSTEM :

The Board has authorised the Chairman & Managing Director or one of the Directors to approve transfer/ transmission/ transposition of Shares.

DISTRIBUTION OF SHAREHOLDING :

Range		No. of Shareholders	
From	To	No.	%
Upto	5000	6977	51.92.
5001	- 10000	3803	28.30
10001	- 20000	1171	8.71
20001	- 30000	358	2.66
30001	- 40000	179	1.33
40001	- 50000	220	1.64
50001	- 100000	249	1.85
100001	& Above	481	3.58

DEMATERIALISATION OF SHARES :

As on 31st March, 2013 the Company has dematerialised 20806219 Equity Shares representing 5,80,00,000 of Paid-up Capital of the Company including calls in arrears.

Demat ISIN No. in NSDL & CDSIL for Equity Shares.
INE 293B 01011.

OUTSTANDING GDRs/ADRs etc. :

The Company has not issued any GDRs / ADRs and there are no outstanding warrants or any convertible warrants.

(Formerly SHRI SHAKTI LPG LTD.)

REGISTERED OFFICE/ADDRESS FOR CORRESPONDENCE :

SHRI MATRE POWER & INFRASTRUCTURE LTD.

Venus Plaza, Begumpet, Hyderabad-500 016

Phone : 040-27902929 ; Fax : 040-27908989

Email : info@shrishakti.com

Website: <http://www.shrishakti.com//>

PLANT LOCATION :

- (a) Kakinada : Shri Matre Power & Infrastructure Limited
Nemam (Village), Beach Road, Kakinada
Phone : 0884-6563346

- (b) Bibinagar : Shri Matre Power & Infrastructure Limited
Old Warangal Road,
Bibinagar, Nalgonda District (AP)
Phone : 08685-278321

It is hereby confirmed that the Board and senior management personnel have affirmed compliance with the code of conduct for the financial year 2012-13.

By Order of the Board

Sd/-

D. V. Manohar

Chairman & Managing Director

Place : Hyderabad

Date : 29.08.2013

CEO & CFO CERTIFICATION

We, D.V.Manohar Chairman & Managing Director and S V Subramanian, Vice President (Finance) to the best of our knowledge and belief, do hereby certify that

1. We have reviewed financial statements and the Cash Flow Statement for the year and that to the best of our knowledge and belief.
 - a) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
 - b) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative or the Company's code of conduct.
3. We accept the responsibility for establishing and maintaining internal controls for the financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we 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 that the steps we have taken or propose to take to rectify these deficiencies.
4. We have indicated to the auditors and the Audit Committee.
 - i) The significant changes if any in internal control over financial reporting during the year,
 - ii) The significant changes in accounting policies if any 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.

D.V.Manohar
Chairman & Managing Director

S.V.Subramanian
Vice President (Finance)

Place : Hyderabad
Date : 29.08.2013

AUDITOR'S CERTIFICATE

To
The Members of
Shri Matre Power & Infrastructure Ltd.,
Hyderabad.

We have examined the compliance of conditions of corporate governance by Shri Matre Power & Infrastructure Ltd., for the year ended 31.03.2013, as stipulated in Clause 49 of the Listing Agreement of the Company with Stock Exchanges.

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

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

We state that generally no investor grievances are pending for a period exceeding one month against the Company as per the records maintained by the Company.

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

For VENUGOPAL & CHENOY
CHARTERED ACCOUNTANTS

Sd/-
(P.V.SRI HARI)
Partner
M.No.21961

Place: Hyderabad
Date : 23.05.2013

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

A. CONSERVATION OF ENERGY

Energy Consumption measures taken :

- a. The Company in its first year of operation itself has initiated effective measures for saving all forms of Energy. The measures taken were as under:
 - Installed automatic un-loaders on Air Compressors to operate on reaching the adequate pressure required for bottling operations and to run the equipment in no load condition at Kakinada Terminal.
 - The street lights and plant lighting circuits are modified so that during non-working hours only 30% of the lights are illuminated at Kakinada Terminal.
 - The bulk and bottling operations are synchronised to optimise the running of the LPG and related equipment at Kakinada Terminal.
- b. Additional investments and proposals, if any being implemented for reduction in consumption of energy. The proposals are :
 - Installed 25 KVA Generator set for exclusive lighting load in the absence of SEB supply during non-working hours at Kakinada Terminal.
- c. Impact of the measures at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of bottling.
- d. Total Energy Consumption and Energy Consumption per unit of product.

Energy Conservation Measures :

The following Energy Conservation Measures were implemented during the year.

1. Auto switching off of A/c Units, Exhaust Fans, Street Lights.
2. Reduction in compressed air consumption by fixing Regulators and Auto Controllers.

Power & Fuel Consumption at Bottling Plants :

Particulars	Unit	
a) Purchased Unit	KWH	51532
Rate	₹ /KWH	9.24
Total	₹	4,75,898/-
b) Own Generation Unit	KWH	400
Rate	₹./KWH	14.39
Total	₹	5,757/-

(Formerly SHRI SHAKTI LPG LTD.)

B. TECHNOLOGY ABSORPTION

The Company has taken up several initiatives for undertaking Research and Development (R&D) on Technology Absorption, Adaptation and Innovation during the year. The Company has indigenously developed a Conversion Kit with fixed tank for Three Wheelers to run on LPG. The company holds two patents jointly with M/s. Automotive Research Association of India (ARAI) towards the same.

C. FOREIGN EXCHANGE EARNINGS AND OUTGOINGS :

(₹ in Lakhs)

Current Year

1) Foreign Exchange earned	NIL
2) Foreign Exchange used	NIL
a. Import of Capital Goods	NIL
b. Import of raw materials and spares	NIL
c. Travelling and other expenditure	NIL

For and on behalf of the Board of Directors

Sd/-

D. V. Manohar

Chairman & Managing Director

Place : Hyderabad

Date : 29.08.2013

AUDITOR'S REPORT

To,
The Members,
Shri Matre Power & Infrastructure Ltd.,
Hyderabad.

We have audited the attached Balance Sheet of Shri Matre Power & Infrastructure Ltd., Hyderabad, as at March 31, 2013 and the Profit and Loss Account for the year ended on that date annexed thereto and 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.

1. 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 misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.
2. As required by the companies (Auditor's Report) Order 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order.
3. Further to our comments in the Annexure referred to in paragraph 2 above, we report that:
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) 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;
 - c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - d) In our opinion, the Statement of Assets and Liabilities, Statement of Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the mandatory Accounting Standards referred in sub-section (3C) of section 211 of the Companies Act, 1956;
 - e) In our opinion, and based on information and explanations given to us, none of the directors is disqualified as on March 31, 2013, from being appointed as directors in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

(Formerly SHRI SHAKTI LPG LTD.)

- f) In our Opinion and to the best of our information and according to the explanations given to us, the said accounts read together with Significant Accounting Policies and Notes to Accounts thereon give the information required by the Companies Act,1956, in the manner so required, and present a true and fair view, in conformity with the accounting principles generally accepted in India;
- (i) In so far as it relates to Statement of Assets and Liabilities, of the state of affairs of the Company as at March 31, 2013;
- (ii) In so far as it relates to the Statement of Profit and Loss Account, of the loss of the Company for the year ended on that date ; and
- (iii) In so far as it relates to the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

**For VENUGOPAL & CHENOY
CHARTERED ACCOUNTANTS**

Place: Hyderabad
Date : 23.05.2013

Sd/-
(P.V.SRI HARI)
Partner
M.No.21961

ANNEXURE TO AUDITORS' REPORT

Referred to in Paragraph 2 of our report of even date

1. In respect of its fixed assets:
 - a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets, which require to be updated.
 - b. As explained to us, the fixed assets have been physically verified by the management at reasonable intervals and no material discrepancies between the books/record and the physical inventory were noticed on such verification.
 - c. In our opinion, the Company has not disposed off substantial part of fixed assets during the year and the going concern status of the Company is not affected.
2. In respect of its inventories:
 - a. As explained to us, inventories have been physically verified by the management at reasonable intervals during the year.
 - b. In our opinion and according to the information and explanations given to us, 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 has maintained proper records of inventories. As explained to us, there was no material discrepancies noticed on physical verification of inventory as compared to the book of records.
3. The Company did not take nor granted any loans, secured or unsecured, from or to companies, firms or other parties listed in the Register maintained under Section 301 of the Companies Act, 1956.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventory, fixed assets and also for the sale of goods.
5. In our opinion and according to the information and explanations given to us, there are no transactions in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Companies Act, 1956, aggregating during the year to ₹ 5,00,000/- (Rupees Five lakhs only) or more in respect of any party.
6. The Company has not accepted any deposits from the public.
7. The company has an in-house Internal Audit Department. In our opinion, the scope and coverage of internal audit system of the Company is commensurate with its size and nature of its business.
8. We have been informed that, though maintenance of Cost Records has been prescribed by the Central Government for the company's product, the maintenance of such records are not applicable to the Company as the aggregate value of the turnover does not exceed ₹10 Crores.
9. a) The Company is fairly regular in depositing amounts of Provident Fund and Employees State Insurance dues. In respect of Income tax, Sales Tax, Wealth Tax, Custom Duty and Excise duty there are no undisputed amounts outstanding as at 31st March 2013 for a period of more than six months.

(Formerly SHRI SHAKTI LPG LTD.)

- b) The disputed statutory dues aggregating to ₹ 352.77 Lakhs that have not been deposited on account of matters pending before appropriate authorities are as under:

Sl. No.	Name of the Statute	Nature of the Dues	Forum where Dispute is pending	Amount ₹ in Lakhs
1.	Customs Duty Act	Customs Duty	CEGAT	352.77
2.	APGST Act	Sales Tax	STAT	18.24
		Total		371.01

10. The Company does not have accumulated losses as at the end of financial year. The Company has not incurred cash losses during the financial year covered by the Audit and in immediately preceding financial year.
11. In our opinion and according to the information and explanations given to us, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.
12. In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund/society. Therefore, Clause - 4 (xiii) of the Companies (Auditors' Report) Order, 2003, is not applicable to the Company.
13. The Company has not dealt in or traded in shares, securities, debentures and other investments.
14. The Company has not given guarantees for loans taken by others from banks or financial institutions.
15. The Company has not raised any new term loans during the year from banks nor there are outstanding term loans as at 31.03.2013.
16. The company during the year did not raise any short-term loans and hence the question of their usage does not arise.
17. During the year, the Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956.
18. The Company has not issued any debentures during the year.
19. The Company has not raised any money by way of public issue during the year.
20. In our opinion and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year, that causes the financial statements to be materially misstated.

For VENUGOPAL & CHENOY
CHARTERED ACCOUNTANTS

Place : Hyderabad
Date : 23.05.2013

Sd/-
(P. V. SRI HARI)
Partner
M.No.21961

SHRI MATRE POWER & INFRASTRUCTURE LIMITED
STATEMENT OF ASSETS AND LIABILITIES

	Note No.	Figures at the end of March 31 2013 ₹	Figures at the end of March 31 2012 ₹
I. EQUITY & LIABILITIES			
(1) Shareholder's Funds:			
(a) Share Capital	2.1	317,303,700	317,303,700
(b) Reserves & Surplus	2.2	33,407,431	65,587,098
(2) Non-Current Liabilities:			
(a) Long Term Borrowings	2.3	30,844,576	31,179,900
(3) Current Liabilities:			
(a) Trade Payables	2.4	5,023,866	2,612,792
(b) Other Current Liabilities	2.5	56,744,184	38,131,430
Total:		443,323,757	454,814,920
II. ASSETS			
(1) Non-Current Assets:			
(a) Fixed Assets:			
Tangible Assets	2.6	249,190,987	279,266,222
(b) Non-Current Investments	2.7	10,250,000	10,250,000
(c) Long-Term Loans and Advances	2.8	3,565,051	3,536,374
(d) Other Non-Current Assets	2.9	91,233,827	90,744,855
(2) Current Assets:			
(a) Inventories	2.10	66,440,433	66,897,567
(b) Trade Receivables	2.11	2,745,487	3,311,790
(c) Cash and Cash Equivalents	2.12	19,130,698	87,797
(d) Short Term Loans and Advances	2.13	767,274	720,315
Total:		443,323,757	454,814,920
Significant Accounting Policies and Notes to Accounts	2.18		
Our Report attached,			
For VENUGOPAL & CHENOY,		For and on behalf of the Board,	
Chartered Accountants,			
sd/-		sd/-	
(CA P.V.SRI HARI)		(D.V.MANO HAR)	
Partner		Chairman & Managing Director	
Membership No.21961			
		sd/-	
Hyderabad		(B.K.SINHA)	
Date: 23.05.2013		Director	
		sd/-	
		(V.SUBRAHAMANYAM)	
		Director	

SHRI MATRE POWER & INFRASTRUCTURE LIMITED
Profit & Loss for the Year ended March 31, 2013

	Note No.	Figures at the end of March 31 2013	Figures at the end of March 31 2012
		₹.	₹.
REVENUE:			
Revenue from Operations	2.14	0	0
Other Income	2.15	5650572	36408840
Total Revenue		5650572	36408840
EXPENSES:			
Employee Benefit Expenses	2.16	2465414	2359093
Administration & Other Expenses	2.17	5289825	5374168
Total Expenses		7755239	7733261
		0	0
Profit before Interest, Depreciation and Taxation		-2104667	28675579
Interest		0	0
Profit before Depreciation and Taxation		-2104667	28675579
Depreciation	2.6	30075000	30084359
Profit/(Loss) before Taxation		-32179667	-1408780
Provision for Taxation:		0	0
Current Tax (MAT)		0	0
Previous Year		0	0
Deferred Tax (As per AS -22)		0	0
Profit/(Loss) after tax and available for appropriations		-32179667	-1408780
Add: Transfer from:		0	0
General Reserve		0	0
Preference share redemption reserve		0	0
		-32179667	-1408780
Add: Balance brought forward from previous year		7938508	9347288
Profit/(Loss) available for appropriations		-24241159	7938508
Balance Carried to Balance Sheet		-24241159	7938508
Significant Accounting Policies and Notes to Accounts	2.18		
Our Report attached,			
For VENUGOPAL & CHENYOY,			For and on behalf of the Board,
Chartered Accountants,			
sd/-		sd/-	
(CA P.V SRI HARI)		(D.V.MANO HAR)	
Partner		Chairman & Managing Director	
Membership No.21961			
		sd/-	
Hyderabad		(B.K.SINHA)	
Date: 23.05.2013		Director	
		sd/-	
		(V.SUBRAHAMANYAM)	
		Director	

	Figures at the end of March 31 2013	Figures at the end of March 31 2012
	₹	₹
		Rs.
Authorised:		
a) 30,00,00,000 Equity Shares of Rs.2/- each	600000000	600000000
(Previous Year - 30,00,00,000 Equity Shares of Rs.2/-		
Total:	600000000	600000000
Issued, Subscribed & Paid up:		
16,03,57,200 Equity Shares of Rs.2/- each, fully paid up	320714400	320714400
(Previous Year - 16,03,57,200 Equity Shares of Rs.2/-		
LESS CALLS IN ARREARS (68,21,400 Partly paid	-3410700	-3410700
	317,303,700	317,303,700

Additional Notes:

(1) There are no shares held by any shareholder holding more than 5% shares.

Name of the Shareholder	As at 31st March 2013		As at 31st March 2012	
	% of Shareholding	No. of Shares	% of Shareholding	No. of Shares
1. NRI Prosperity Limited	13.499	20,725,500	13.499	20,725,500
2. Shri Shakti Cylinders Pvt. Ltd.	7.299	11,207,505	8.236	13,207,505

NOTE - 2.2 : RESERVES & SURPLUS

	Figures at the end of March 31 2013 ₹	Figures at the end of March 31 2013 ₹	Figures at the end of March 31 2012 ₹	Figures at the end of March 31 2012 ₹
			Rs.	Rs.
a) Capital Reserve:				
Per last Balance Sheet		2000000		2,000,000
b) Revaluation Reserve :				
Per last Balance Sheet		33167960.00		33,167,960
c) General Reserve:				
Opening Balance	22,480,630		22,480,630	
Less: Transferred to Profit & Loss Account			0	
	22,480,630		22,480,630	
Add: Reserves on Call in Arrears				
	22,480,630		22,480,630	
Less: Arrears on Calls			0	
		22,480,630	0	22,480,630
d) Profit & Loss A/c as per annexed Account: (B)	0	-24241159		7,938,200
Total:		33,407,431		65,587,000

NOTE - 2.3 : LONG TERM BORROWINGS

	Figures at the end of March 31 2013 ₹	Figures at the end of March 31 2012 ₹ Rs.
Deferred Sales Tax From State Govt.A.P.	28367000	28367000
Security Deposit from Dealers	2477576	2812900
	30,844,576	31,179,900
Additional Notes:		
Secured		
Unsecured	30844576	31179900
Total:		

NOTE - 2.4 : TRADE PAYABLES

	Figures at the end of March 31 2013	Figures at the end of March 31 2012
	₹	₹ Rs.
Outstanding dues of Micro and Small Enterprises Other than Micro and Small Enterprises	5023866 0	0 2,612,792
Total:	5,023,866	2,612,792
Disclosure relating to Micro and Small Enterprises:		
(i) (a) The principal amount remaining unpaid to the the end of the year	NIL	NIL
(i) (b) The interest due on the above amount, remaining supplier as at the end of the year	NIL	NIL
(ii) the amount of interest paid in terms of Section 16, amount of the payment made to the supplier beyond day during each accounting year	NIL	NIL
(iii) the amount of interest due and payable for the period making payment (which have been paid but beyond day during the year but without adding the interest Micro, Small and Medium Enterprises Development	NIL	NIL
(iv) the amount of interest accrued and remaining unpaid of each accounting year; and	NIL	NIL
(v) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the disallowance as a deductible expenditure under Micro, Small and Medium Enterprises Development Act, 2008	NIL	NIL

NOTE - 2.5- OTHER CURRENT LIABILITIES

	Figures at the end of March 31 2013	Figures at the end of March 31 2012
	₹	₹
Other Payables	56744184	36,131,430
Total	56744184	36131430

NOTE - 2.7 : CURRENT INVESTMENTS

	Figures at the end of March 31 2013	Figures at the end of March 31 2012
	₹	₹
<u>Long Term Investments:</u>		
<u>NON TRADE</u>		
<u>Investment in Subsidiaries</u>		
32,100 Equity Shares of Rs.100/- each in Asia LPG Limited	10250000	10,250,000
Total:	10250000	10,250,000

NOTE- 2.8 : LONG TERM LOANS & ADVANCES

	Figures at the end of March 31 2013	Figures at the end of March 31 2012
	₹	₹
<u>Deposits:</u>		
Deposits with Government Bodies	3565051	3,536,374
Total:	3565051	3536374
Secured, Considered good	0	0
Unsecured, Considered good	3565051	3536374
Doubtful	0	0

		AS AT 1-4-2012	ADDITIONS	DELETIONS/ ADJUSTMENTS	AS AT 31.03.2013	AS AT 1-4-2012	FOR THE PERIOD	DELETIONS/ ADJUSTMENTS	UPTO 31.03.2013	AS AT 31.03.2013	AS AT 31.03.2012
		53,060,609	-	-	53,060,609	-	-	-	-	53,060,609	53,060,609
	LAND	53,060,609	-	-	53,060,609	-	-	-	-	53,060,609	53,060,609
	BUILDINGS - FACTORY	20,190,809	-	-	20,190,809	10,980,128	674,376	-	11,654,854	8,636,455	9,210,781
	BUILDINGS - OTHERS	22,169,958	-	-	22,169,958	5,933,803	361,370	-	6,295,353	15,674,885	14,236,035
	PLANT & MACHINERY	676,118,764	-	-	676,118,764	377,913,900	27,365,041	-	405,279,261	179,039,563	101,255,204
	VEHICLES	1,445,669	-	-	1,445,669	1,445,669	-	-	1,445,669	-	-
	OFFICE EQUIPMENTS	1,913,925	-	-	1,913,925	1,367,370	66,911	-	1,454,289	455,536	548,547
	COMPUTERS	3,770,925	-	-	3,770,925	3,770,925	903	-	3,770,925	-	-
	OTHER EQUIPMENTS	243,159	-	-	243,159	262,871	11,550	-	214,521	28,638	40,188
	MISCELLANEOUS ASSETS	3,087,173	-	-	3,087,173	2,828,537	146,041	-	2,676,150	410,976	557,616
	CYLINDERS	355,382,679	-	-	355,382,679	355,376,440	4,000	-	355,380,440	2,139	6,139
	REGULATORS	72,932,780	-	-	72,932,780	72,932,780	-	-	72,932,780	-	-
	FURNITURE & FIXTURES	6,389,055	-	-	6,389,055	6,188,008	409,161	-	6,589,169	(200,114)	183,047
	TECHNICAL KNOWHOW	30,172,824	-	-	30,172,824	8,953,199	1,017,282	-	9,970,441	252,383	1,219,685
	TOTAL	1,126,858,429	-	-	1,126,858,429	847,592,306	30,575,000	-	877,667,442	249,130,937	379,256,222
	PREVIOUS YEAR	1,126,858,909	7,520	-	1,126,858,429	817,507,849	30,064,359	-	847,592,257	276,246,222	309,343,060

NOTE - 2.4 : TRADE PAYABLES

	Figures at the end of March 31 2013	Figures at the end of March 31 2012
	₹	₹ Rs.
Outstanding dues of Micro and Small Enterprises	5023866	0
Other than Micro and Small Enterprises	0	2,612,792
Total:	5,023,866	2,612,792
Disclosure relating to Micro and Small Enterprises:		
i) (a) The principal amount remaining unpaid to the the end of the year	NIL	NIL
ii) (b) The interest due on the above amount, remaining supplier as at the end of the year	NIL	NIL
iii) the amount of interest paid in terms of Section 16, amount of the payment made to the supplier beyond day during each accounting year	NIL	NIL
iv) the amount of interest due and payable for the period making payment (which have been paid but beyond day during the year but without adding the interest Micro, Small and Medium Enterprises Development	NIL	NIL
v) the amount of interest accrued and remaining unpaid of each accounting year, and	NIL	NIL
vi) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the disallowance as a deductible expenditure under Micro, Small and Medium Enterprises Development Act 2006	NIL	NIL

NOTE - 2.9 : OTHER NON-CURRENT ASSETS

	Figures at the end of March 31 2013	Figures at the end of March 31 2012
	₹	₹
Other Advances and Deposits	24500815	23995543
Staff Advances & Employee Loans	133012	149312
Others	6660000	6660000
Total:	91,233,827	90,744,855
Secured, Considered good	0	0
Unsecured, Considered good	91233827	90744855
Doubtful	0	0

NOTE - 2.10: INVENTORIES

	Figures at the end of March 31 2013	Figures at the end of March 31 2012
	₹	₹
Stock of Cylinders, Regulators, Slew and ACK Spares	66279433	66736567
Finished goods	161000	161000
Total:	66440433	66897567
Inventories are valued at Cost or NRV whichever is lower		

NOTE - 2.11 : TRADE RECEIVABLES

	Figures at the end of March 31 2013	Figures at the end of March 31 2012
	₹	₹
Outstanding for a period exceeding six months	2745487	3,311,790
Others	0	0
Total:	2745487	3311790
Notes:		
Particulars of Trade Receivables:		
Secured, Considered good	0	0
Unsecured, Considered good	2745487	3311790
Doubtful	0	0

NOTE - 2.12: CASH & BANK BALANCES

	Figures at the end of March 31 2013	Figures at the end of March 31 2012
	₹	₹ Rs.
Cash & Cash Equivalents:		
Balances with Banks:		
- In Current Accounts	625615	47191
-In Deposit Account	16500000	0
-In Margin Money for BG	2000000	0
Cash on hand	5083	40606
Total:	19130698	87797

NOTE - 2.13- SHORT TERM LOANS & ADVANCES

	Figures at the end of March 31 2013	Figures at the end of March 31 2012
	₹	₹
Advance Income Tax & TDS (Net of Provision)	767274	720315
Total:	767,274	720,315
Secured, Considered good	0	0
Unsecured, Considered good	767,274	720,315
Doubtful	0	0

NOTE - 2.14 : REVENUE FROM OPERATIONS

	Figures at the end of March 31 2013	Figures at the end of March 31 2012
	₹.	₹.
Sale of LPG	0	0
Total:	0	0

NOTE - 2.15 : OTHER INCOME

	Figures at the end of March 31 2013	Figures at the end of March 31 2012
	₹.	₹.
Amounts Written back	0	32467515
Bottling Charges	2348063	2464927
Sale of Cylinders	1087945	1463978
Other Miscellaneous Income	2214564	12420
Total:	5,650,572	36,408,840

NOTE - 2.16 : EMPLOYEE BENEFIT EXPENSES

	Figures at the end of March 31 2013	Figures at the end of March 31 2012
	₹.	₹.
Salaries & Wages	2324913	2227979
<u>Contribution to Provident Fund & Other Funds:</u> Provident Fund, EPS & DLI	125003	98608
Staff Welfare Expenses	15498	32506
Total:	2465414	2359093

NOTE - 2.17 : ADMINISTRATIVE & OTHER EXPENSES

	Figures at the end	Figures at the end of
	of March 31 2013	March 31 2012
	₹.	₹.
Insurance	40497	42572
Rates & Taxes	1022976	995240
	0	0
Payments to Auditors:	0	0
As Auditors	60000	60000
For Taxation Matters	15000	15000
	0	0
Subscription for Books & Periodicals	0	575
Sundries	0	0
Security Charges	860997	974519
Travelling Expenses	385048	71517
Advertisement & Publicity	60934	30776
Postage, Telephone & Telex	68532	75409
Printing & Stationery	20644	36424
Bank Charges & Commission	18617	9912
Legal & Professional Fees	563175	633465
Transport & Conveyance	135251	77740
Power and Fuel	468464	474216
Repairs:	0	0
Machinery	103235	141088
Others	3931	13810
	0	0
Miscellaneous Expenses	1464524	1721905
Total:	5289825	5374168

अर्थ १/१०० - मूल ३११
 ३११० - ३११००००
 ३११०००० - ३११००००००

NOTES ON ACCOUNTS SCHEDULE

2.20 ACCOUNTING POLICIES :

1. **BASIS OF ACCOUNTING :**

Financial Statements are prepared under historical cost convention, on accrual basis.

2. **FIXED ASSETS :**

Fixed Assets are stated at cost less accumulated depreciation plus revaluation done on the basis of technical evaluation. Cost is inclusive of freight, duties, levies and any directly attributable cost of bringing the assets to their working condition for intended use.

3. **DEPRECIATION :**

Depreciation on Fixed Assets except Technical Know-how, is provided on Straight Line Method, as per the rates prescribed in Schedule – XIV to the Companies Act, 1956. Depreciation on additions made during the year is provided proportionately for the period for which the assets have been put to use, starting at the month subsequent to the month in which the asset was put to use. Depreciation on Technical Know-how is provided on straight line method at 10% per annum.

4. **INVENTORY VALUATION:**

- a) Raw Materials and Stores and Spares are valued at cost
- b) Finished goods are valued at lower of cost or net realisable value.
- c) Cylinders, Valves, Adaptors, Regulators and Steel are classified under stores and spares (Current Assets) and are valued at cost.

5. **INCOME RECOGNITION:**

- a) Sales are inclusive of all taxes wherever applicable, and net of returns.
- b) Sales are accounted on dispatch of goods.
- c) Income on services is recognized on release of regulators.

6. **PRIOR PERIOD ADJUSTMENTS:**

Expenditure / Income relating to prior period not exceeding ₹10,000/- in each case is debited/ credited to relevant Heads of Account.

7. **PREPAID EXPENSES:**

Prepaid expenses not exceeding ₹10,000/- in each case are charged to revenue in the year of incurrence.

8. **FOREIGN CURRENCY TRANSACTIONS :**

Foreign Currency transactions are accounted at equivalent rupee value.

9. **CLAIMS:**

Claims are accounted on receipt / acceptance.

10. **INVESTMENT SUBSIDY:**

Subsidies received from Governments, both Central and State, and from any other appropriate authorities, which are in the nature of capital receipt, are credited to Capital Reserve.

2.21 NOTES ON ACCOUNTS

1. CONTINGENT LIABILITIES

(₹ in '000s)

As on 31.03.2012 As on 31.03.2011

- | | | |
|---|--------|--------|
| i) Claims not acknowledged as debts | 668 | 668 |
| ii) Differential Customs Duties demanded by
Customs authorities pending in Appeals | 26,915 | 26,915 |
- As the operations of the company by the way of bottling LPG are going on and as the company has various new scheme of activities and plans for the future, the accounts of the Company for the year are drawn up 'on going concern' basis.
 - Balances standing to the debit/credit of parties are subject to reconciliation by the company confirmation by them and review by the Company.
 - "Other Non-Current Assets" represent amount encashed by The Kerala State Co-operative Consumer Federation Ltd. from State Bank of Hyderabad and Punjab National Bank by invoking guarantees given in their favour by the company and are considered good and recoverable by the Company, and the Company has filed a suit for the recovery of the amount.
 - The Company is entitled for deferred payment of Sales tax due to Government of Andhra Pradesh under New Comprehensive Scheme of State Incentives, 1992 (NCSSI) for Kakinada Unit. Such deferred amount is payable by the company at the end of 10 years. Under the Scheme, the company has deferred payment of a sum of Rs.283.67 Lakhs to the Government of Andhra Pradesh and the same is shown under "Long Term Borrowings Loans".
 - All Current Assets as at 31.03.2013 have a value on realization in the ordinary course of business atleast value equal to amounts at which they have been stated in the Balance Sheet as on that date.
 - "Investments" (Note No.2.7) of the Company are long-term investments. Hence, no provision is made for diminution in the value of Investments as it is temporary.
 - The information as to the status of the suppliers being SSI units is not made available to the Company. Hence, identification of debts in respect of these units and their aging cannot be ascertained.

(Formerly SHRI SHAKTI LPG LTD.)

9. Quantitative details and value of consumption of materials, opening and closing stock.						
	2012 -13			2011 -12		
	KKD	HYD	B'LORE	KKD	HYD	B'LORE
i. Annual Installed Capacity (MT)	45000	20000	12000	45000	20000	12000
ii. Production (MT)	-	0	0	-	0	5.322
iii. Capacity Utilisation Bottling of LPG (MT)%	-	0	0	-	0	0.0443

	2012 -13		2011 -12	
	Qty. MT	Value (₹ '000)	Qty. MT	Value (₹ '000)
iv. Opening Stock of LPG	0	0	0	0
v. Closing Stock	0	0	0	0
vi. Turnover : Bottled LPG	0	0	0	0

	2012 -13		2011 -12	
	Qty. MT	Value (₹ '000)	Qty. MT	Value (₹ '000)
vii. Auto Conversion Kits				
- Closing Stock of Kits	23	161	23	161
- Kits Turnover	0	0	0	0

11. MANAGERIAL REMUNERATION (₹ 'in lacs)				
	2012 -13		2011 -12	
	Salary (₹ '000)	Perks (₹ '000)	Salary (₹ '000)	Perks (₹ '000)
Managing Director	576	90	576	90

(Formerly SHRI SHAKTI LPG LTD.)

11. Segment information for the year ended 31st March 2013

(I) Information about Primary Business Segments (₹ in '000s)

	Liquified Petroleum Gas		Auto Conversion Kits		Total	
	2013	2012	2013	2012	2013	2012
Revenue						
External	0	0	0	0	0	0
Inter segment	0	0	0	0	0	0
Total Revenue	0	0	0	0	0	0
Result						
Segment result	-34772	-1409	0	0	-34772	-1409
Unallocated expenditure net of unallocated income	0	0	0	0	0	0
Interest expenses	0	0	0	0	0	0
Interest income	0	0	0	0	0	0
Provision for Taxation	0	0	0	0	0	0
Profit/(loss) after taxation and before exceptional items	-34772	-1409	0	0	-34772	-1409
Exceptional items	0	0	0	0	0	0
Net Profit	-34772	-1409	0	0	-34772	-1409
Other information						
Segment assets	-443328	454368	447	447	443775	454815
Segment liabilities	94411	70,680	1,244	1,244	95655	71924
Capital expenditure	0	0	0	0	0	0
Depreciation	29058	29068	1017	1017	30075	30085
Non-cash expenses other than depreciation	0	0	0	0	0	0

(II) Notes :-

- (i) The company is organized into two main business segments namely
 - Liquified Petroleum Gas –Comprising of Bulk and Packed LPG
 - Auto Conversion Kits- LPG conversion kits for three wheelers
 Segments have been identified and reported taking into account the nature of products and services, the differing risks and returns, the organization structure, and the Internal financial reporting system
- (ii) Segment Revenue in each of the above domestic business segments primarily includes sales and bottling charges
- (iii) Segment revenue, results, assets and liabilities include the respective amounts identifiable to each of the segments and amounts allocated on a reasonable basis.

(Formerly SHRI SHAKTI LPG LTD.)

13. **Related Party Disclosures :**

Related party disclosures, as required by Accounting Standard 18, "Related Party Disclosures" issued by the institute of Chartered Accountants of India are given below :

1) **Key Management Personnel :**

Directors :

Mr.D.V.Manohar

Mr.S.V.Subramanian

Sitting fee of ₹ 41.5 Thousands (Previous Year - ₹ 0.50Thousands) was paid during the year.

2) **Subsidiary Company :**

M/s. Asia LPG Private Limited

There are no transactions carried out with the subsidiary company in the ordinary course of business during the year.

3) **Related parties**

a) M/s. Shri Shakti Resorts & Hotels Limited

b) M/s. Shri Shakti Cylinders Private Limited

The company during the year had no transactions with the above related parties.

14. Previous Year's figures have been re-grouped/re-classified/re-stated as far as practicable and wherever necessary to confirm with current year presentation.

15. Amounts have been rounded off to the nearest thousands.

For and on behalf of the Board of Directors

Place : Hyderabad
Date : 23.05.2013

Sd/-
D. V. MANOHAR
Chairman &
Managing Director

Sd/-
B.K.SINHA
Director

Sd/-
V.SUBRAHMANYAM
Director

(Formerly SHRI SHAKTI LPG LTD.)

BALANCE SHEET ABSTRACT AND A COMPANY'S GENERAL BUSINESS PROFILE**I. Registration Details**State Code Registration No. Balance Sheet

Date Date Month Year

II. Capital Raised during the year (Amount in ` Thousands)

Public Issue

Rights Issue

Bonus Issue

Private Placement

III. Position of Mobilisation and Deployment of Funds (Amount in ` Thousands)

Total Liabilities

Total Assets

Sources of Funds

Paid-up Capital

Reserves & Surplus

Secured Loans

Unsecured Loans

Application of Funds

Net Fixed Assets

Investments

Net Current Assets

Misc. Expenditure

Accumulated Losses

IV. Performance of Company (Amount in ` Thousands)

Turnover

Total Expenditure

+ - Profit / Loss Before Tax + - Profit / Loss After Tax

(Please tick appropriate box + for Profit - for Loss)

Earning per Share in `

Dividend

(Formerly SHRI SHAKTI LPG LTD.)

V. Generic Names of Three Principal Products/Services of Company (as per monetary terms)

Item Code No. 0 0 0 0 0 0 2 9 0 1

(ITC Code)

Product Description LIQUIFIED PETROLEUM GAS

Item Code No. 0 0 0 0 0 0 8 4 1 0

(ITC Code)

Product Description LPG CYLINDERS

Item Code No. 0 0 0 0 0 0 8 4 1 0

(ITC Code)

Product Description LPG REGULATORS

For and on behalf of the Board

Place : Hyderabad
Date : 23.05.2013Sd/-
D. V. MANOHAR
Chairman &
Managing DirectorSd/-
B.K.SINHA
DirectorSd/-
V.SUBRAHMANYAM
Director

(Formerly SHRI SHAKTI LPG LTD.)

CASH FLOW STATEMENT OF SHRI MATRE POWER & INFRASTRUCTURE LIMITED AS AT 31ST MARCH, 2013

	YEAR ENDED 31.03.13 ₹ in '000s	YEAR ENDED 31.03.12 ₹ in '000s
A. Cash Flow From Operating Activities		
Profit Before Tax And Extraordinary Items	-32180	-1409
Adjustments For:		
Depreciation	30075	30,084
Foregin Exchange	0	0
Investments	0	0
Interest / Dividend	0	0
	<u>30,075</u>	<u>30,084</u>
Operating Profit Before Working Capital Changes	-2105	28,675
39,440		
Adjustments For :		
Trade And Other Receivables	566	1,529
Inventories	412	663
Trade Payables	<u>21024</u>	<u>-5,628</u>
	<u>22,002</u>	<u>-3,436</u>
Cash Generated From Operations	19897	25,239
Interest	0	0
Cash Flow Before Extra Ordinary Items	19897	25,239
Extra Ordinary Items		
Fringe Benefit Tax	0	0
Public Issue Expenses (Prior Period)		
Expenditure Pertaining to Previous Year	0	0
Net Cash From Operating Activities	19897	25,239
B. Cash Flow From Investing Activities		
Purchase / Reduction of Fixed Assets		-7
Sales of Fixed Assets	0	
Net Cash Used In Investing Activities	19897	-7
C. Cash Flow From Financing		
Payment of Long Term Borrowings	-335	-25245
Increase in Non-Current Assets	<u>-518</u>	<u>0</u>
Net Cash Used In Financing Activities	-853	-25245
Net Increase In Cash And Cash Equivalents	19044	0
Cash And Cash Equivalent As At 1.4.12	87	100
Cash And Cash Equivalent As At 31.3.13	19131	87

For and on behalf of the Board of Directors

Place : Hyderabad	Sd/- D.V.Manohar	Sd/- B.K.Sinha	Sd/- V.Subrahmanyam
Date : 23.05.2013	Chairman & Managing Director	Director	Director

Auditor's Certificate

We have verified the above Cash Flow Statement compiled from the audited financial statements of M/s Shri Matre Power & Infrastructure Ltd. for the years ended 31.03.2013 and 31.03.2012. According to the information and explanations given to us, the above cash flow statement has been prepared in consonance with the applicable accounting standards on cash flow statements issued by the Institute of Chartered Accountants of India and found the same to be in accordance with the requirements of the amended clause 32 of the Listing Agreement with the Stock Exchanges.

For Venugopal & Chenoy
Chartered AccountantsSd/-
(CA P.V.Sri Hari)
Partner
M.No. 21961Place : Hyderabad
Date : 23.05.2013

**CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES OF
SHRI MATRE POWER & INFRASTRUCTURE LIMITED AND ITS SUBSIDIARY AT 31ST MARCH, 2013**

	Note No.	Figures at the end of March 31, 2013 ₹ in '000s	Figures at the end of March 31, 2012 ₹ in '000s
I EQUITY & LIABILITIES			
1. Share Holders Funds			
a. Share Capital	2.1	317,304	317,304
b. Reserves & Surplus	2.2	30,926	62,594
2. Non-Current Liabilities			
a. Long Term Borrowings	2.3	30,845	44,367
3. Current Liabilities			
a. Trade Payables	2.4	7,846	6,944
b. Other Current Liabilities	2.5	57,283	39,691
Total		444,204	470,901
II ASSETS			
1. Non-Current Assets :			
a. Fixed Assets :			
Tangible Assets	2.6	252,340	297,155
b. Goodwill	2.7	7,040	7,040
c. Long-Term Loans and Advances	2.8	4,005	3,843
d. Other Non-Current Assets	2.9	91,255	90,826
2. Current Assets :			
a. Inventories	2.10	66,440	66,978
b. Trade Receivables	2.11	3,194	4,247
c. Cash and Cash Equivalents	2.12	19,163	92
d. Short Term Loans and Advances	2.13	767	720
Total		444,204	470,901

Significant Accounting Policies and Notes to Accounts 2.20

Our Report Attached
for **Venugopal & Chenoy**
Chartered Accountants

Sd/-
(CA P.V.Sri Hari)
Partner
M.No. 21961

For and on behalf of the Board

Sd/-
D.V.Manohar
Chairman &
Managing Director

Sd/-
B.K.Sinha
Director

Sd/-
V.Subrahmanyam
Director

Place : Hyderabad
Date : 23.05.2013

(Formerly SHRI SHAKTI LPG LTD.)

**CONSOLIDATED STATEMENT OF PROFIT AND LOSS ACCOUNT OF SHRI MATRE POWER & INFRASTRUCTURE LIMITED
AND ITS SUBSIDIARY FOR THE YEAR ENDED 31ST MARCH, 2013**

	Note No.	Figures at the end of March 31, 2013 ₹ in '000s	Figures at the end of March 31, 2012 ₹ in '000s
REVENUE :			
Revenue from Operations	2.14	0	0
Other Income	2.15	11,599	40,953
Total Revenue		11,599	40,953
EXPENSES :			
Employee Benefit Expenses	2.16	4,575	4,059
Administrative & Other Expenses	2.17	7,829	7,798
Total Expenses		12,404	11,857
Profit/(Loss) Before Interest, Depreciation and Taxation		-805	29,095
Interest		0	0
Profit/(Loss) Before Depreciation & Taxation		-805	29,095
Depreciation	2.6	30,650	30,659
Net Profit/(Loss) Before Taxation		-31,455	-1,564
Provision for Taxation			
Current Tax (MAT)		212	0
Previous Year		0	0
Deferred Tax (As per AS-22)		0	0
Profit/(Loss) after tax and available for Appropriations		-31,668	-1,564
Add : Transfer from :			
General Reserve		0	0
Preference Share Redemption Reserve		0	0
		-31,668	-1,564
Add : Balance brought forward from previous year		2,445	4,009
Net Profit/(Loss) available for appropriations		-29,223	2,445
Balance Carried to Balance Sheet Significant Accounting Policies and Notes to Accounts	2.18	-29,223	2,445

Our Report Attached
for **Venugopal & Chenoy**
Chartered Accountants

Sd/-
(CA P.V.Sri Hari)
Partner
M.No. 21961

Sd/-
D.V.Manohar
Chairman &
Managing Director

For and on behalf of the Board

Sd/-
B.K.Sinha
Director

Sd/-
V.Subrahmanyam
Director

Place : Hyderabad
Date : 23.05.2013

(Formerly SHRI SHAKTI LPG LTD.)

	Figures at the end of March 31, 2013 ₹ in '000s	Figures at the end of March 31, 2012 ₹ in '000s
NOTE - 2.1 : SHARE CAPITAL		
Authorised :		
30,00,00,000 EQUITY SHARES OF ₹ 2/- EACH (Previous Year 30,00,00,000 Equity Shares of ₹ 2/- each)	600,000	600,000
Total	600,000	600,000
Issued, Subscribed and Paid up:		
16,03,57,200 Equity Shares of ₹ 2/- each fully paid up (Previous Year 16,03,57,200 Equity Shares of ₹ 2/- each fully paid up)	320,714	320,714
Less : Calls In Arrears 68,21,400 Partly Paid shares to the extent of ₹ 0.50 per share.	-3,411	-3,411
Total	317,304	317,304

Additional Notes :

1. The details of shares in the company held by each shareholder holding more than 5% Shares.

Name of the Shareholder	As at 31st March 2013		As at 31st March 2012	
	% of Shareholding	No. of Shares	% of Shareholding	No. of Shares
1.NRI Prosperity Limited	13.499	20,725,500	13.499	20,725,500
2. Shri Shakti Cylinders Pvt. Ltd.	7.299	11,207,505	7.299	13,207,505

(Formerly SHRI SHAKTI LPG LTD.)

NOTE 2.2 : RESERVES & SURPLUS

	Figures at the end of March 31, 2013 ₹ in '000s	Figures at the end of March 31, 2013 ₹ in '000s	Figures at the end of March 31, 2012 ₹ in '000s	Figures at the end of March 31, 2012 ₹ in '000s
A. Capital Reserve				
As per Last Balance Sheet		4,500		4,500
B Revaluation Reserve				
As per last year Balance Sheet		33,168		33,168
C. General Reserve				
Opening Balance	22,481		22,481	
Less : Transferred to Profit & Loss a/c	0		0	
	22,481		22,481	
Add : Reserves on Calls in Arrears		0		
	22,481		22,481	
Less : Arrears on Calls	0			
	0	22,481		22,481
D : Profit & Loss Account as per annexed (B)		-29,223		2,446
Total		30,926		62,594

NOTE 2.3 : LONG TERM BORROWINGS

	Figures at the end of March 31, 2013 ₹ in '000s	Figures at the end of March 31, 2012 ₹ in '000s
Deferred Sales Tax From State Govt. of A.P.	28,367	28,367
Security Deposit From Dealers	2478	6,061
Additional Security Deposit	0	2,380
Cylinder Floor Stock	0	3,950
S.V.Deposit - Cylinder & Regulators	0	3,609
Total	30,845	44,367
Additional Notes :		
Secured	0	0
Unsecured	30,845	44,367

	Figures at the end of March 31, 2013 ₹ in '000s	Figures at the end of March 31, 2012 ₹ in '000s
NOTE - 2.4 : TRADE PAYABLES		
Outstanding dues of Micro and Small Enterprises	0	0
Other than Micro and Small Enterprises	7,846	6,944
Total	7,846	6,944

Disclosure relating to Micro and Small Enterprises:

i) (a) The principal amount remaining unpaid to the supplier as at the end of the year	NIL	NIL
(b) The interest due on the above amount, remaining unpaid to the supplier as at the end of the year	NIL	NIL
ii) the amount of interest paid in terms of Section 16, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year	NIL	NIL
iii) the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the day during the year but without adding the interest specified under Micro, Small and Medium Enterprises Development Act, 2006	NIL	NIL
(iv) the amount of interest accrued and remaining unpaid at the end of each accounting year; and	NIL	NIL
(v) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23 of Micro, Small and Medium Enterprises Development Act, 2006.	NIL	NIL

NOTE - 2.5 : OTHER CURRENT LIABILITIES

Other Payables	57,283	39,691
Total	57,283	39,691

NOTE - 2.7 : GOODWILL

Long Term Investments

Goodwill	7,040	7,040
Total	7,040	7,040

(Formerly SHRI SHAKTI LPG LTD.)

CONSOLIDATED FIXED ASSETS OF SHRI MATRE POWER & INFRASTRUCTURE LTD. AND ITS SUBSIDIARY

NOTE 2.6 - CONSOLIDATED FIXED ASSETS

(₹ in '000s)

DESCRIPTION OF ASSET	GROSS BLOCK		DEPRECIATION				NET BLOCK			
	DEP AS AT % 01.04.2012	ADDITIONS ADJUSTMENTS	DELETIONS/ ADJUSTMENTS	AS AT 31.03.2013	AS AT 01.04.2012	FOR THE PERIOD	DELETIONS/ ADJUSTMENTS	UPTO 31.03.2013	AS AT 31.03.2013	AS AT 31.03.2012
LAND/DEVELOPMENT	53,061	0	0	53,061	0	0	0	0	53,061	53,061
BUILDINGS-FACTORY	3,34%	24,544	0	24,544	13,429	820	0	14,249	10,295	11,115
BUILDINGS-OTHERS	1.63%	22,170	0	22,170	5,934	361	0	6,295	15,875	16,236
PLANT&MACHINERY	4.75%	584,235	0	584,235	384,776	27,751	0	412,527	171,708	199,459
VEHICLES	9.50%	1,460	0	1,460	1,446	0	0	1,446	14	14
OFFICE EQUIPMENTS	4.75%	2,246	0	2,246	1,609	91	0	1,790	456	547
COMPUTERS	16.21%	3,771	0	3,771	3,771	0	0	3,771	0	0
OTHER EQUIPMENTS	4.75%	758	0	758	203	12	0	215	543	555
MISCELLANEOUS ASSETS	4.75%	3,087	0	3,087	2,530	171	0	2,701	387	558
CYLINDERS	16.21%	355,383	0	355,383	355,376	4	0	355,380	2	6
REGULATORS	16.21%	72,933	0	72,933	72,933	0	0	72,933	0	0
FURNITURE & FIXTURES	6.33%	6,681	0	6,681	6,460	423	0	6,883	-203	220
TECHNICAL KNOW-HOW	10.00%	10,173	0	10,173	8,953	1,017	0	9,970	202	1,220
TOTAL		1,140,500	0	1,140,500	857,510	30,650	0	888,160	252,340	282,990
PREVIOUS YEAR		1,154,658	8	1,154,665	826,850	30,659	0	857,510	297,155	327,807

	Figures at the end of March 31, 2013 ₹ in '000s	Figures at the end of March 31, 2012 ₹ in '000s
NOTE - 2.8 : LONG TERM LOANS & ADVANCES		
Deposits		
Deposits with Government Bodies	4,005	3,843
Total	4,005	3,843
Secured, Considered Good	0	0
Unsecured, Considered Good	4,005	3,843
Doubtful	0	0

NOTE - 2.9 : OTHER NON-CURRENT ASSETS

Other Advances and Deposits	24,501	23,996
Staff Advances & Employee Loans	154	159
Others	66,600	66,671
Total	91,255	90,826
Secured, Considered Good	0	0
Unsecured, Considered Good	91,255	90,826
Doubtful	0	0

NOTE - 2.10 : INVENTORIES

Stock of Cylinders, Regulators, Steel and ACK Spares	66,279	66,817
Finished Good	161	161
Total	66,440	66,978

Inventories are valued at cost or NRV whichever is lower

NOTE - 2.11 : TRADE RECEIVABLES

Outstanding for a period exceeding six months	3,194	4,247
Others	0	0
Total	3,194	4,247

Notes :

Particulars of Trade Receivables

Secured, Considered Good	0	0
Unsecured, Considered Good	3,194	4,247
Doubtful	0	0

	Figures at the end of March 31, 2013 ₹ in '000s	Figures at the end of March 31, 2012 ₹ in '000s
NOTE - 2.12 : CASH & BANK BALANCES		
Cash & Cash Equivalents		
Balances with Banks :		
- In Current Accounts	658	51
-In Deposit Account	16,500	0
-In Margin Money for BG	2,000	0
Cash on hand	5	41
Total	19,163	92
NOTE - 2.13 : SHORT TERM LOANS & ADVANCES		
Advance Income Tax & TDS (Net of Provision)	767	720
Total	767	720
Secured, Considered Good	0	0
Unsecured, Considered Good	767	720
Doubtful	0	0
NOTE - 2.14 : REVENUE FROM OPERATIONS		
Sale of LPG	0	0
Total	0	0
NOTE - 2.15 : OTHER INCOME		
Amounts Written back	0	32,468
Bottling Charges	8,296	7,009
Sale of Cylinders	1,088	1,464
Other Miscellaneous Income	2,215	12
Total	11,599	40,953
NOTE - 2.16 : EMPLOYEE BENEFIT EXPENSES		
Salaries & Wages	4,174	3,700
Contribution to Provident Fund & Other Funds		
Provident Fund, EPS & DLI	251	246
Staff Welfare Expenses	150	113
Total	4,575	4,059

(Formerly SHRI SHAKTI LPG LTD.)

	Figures at the end of March 31, 2013 ₹ in '000s	Figures at the end of March 31, 2012 ₹ in '000s
NOTE - 2.17 : ADMINISTRATIVE & OTHER EXPENSES		
Insurance	40	48
Rates & Taxes	1,135	1,087
Payments to Auditors		
As Auditors	80	80
For Taxation Matters	25	25
Subscription for Books & Periodicals	0	1
Sundries		
Security Charges	861	975
Travelling Expenses	395	88
Advertisement & Publicity	61	30
Postage, Telephone & Telex	88	100
Printing & Stationery	22	39
Bank Charges & Commission	19	12
Legal & Professional Fees	569	634
Transport & Conveyance	1,057	916
Power & Fuel	1,177	1,094
Repairs		
Machinery	216	375
Others	4	13
Miscellaneous Expenses	2,078	2,281
Total	7,829	7,798

CONSOLIDATED NOTES ON ACCOUNTS SCHEDULE

2.20 ACCOUNTING POLICIES :

1. BASIS OF ACCOUNTING :

Financial Statements are prepared under historical cost convention, on accrual basis.

2. PRINCIPLES OF CONSOLIDATION :

a. The consolidated financial statements relate to Shri Matre Power & Infrastructure Limited and its wholly owned subsidiaries. The consolidated financial statements have been prepared on the following basis :

- The financial statements of the Company and its subsidiary have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and intra-group transactions resulting in unrealised profits or losses.

- The consolidated financial statements have been prepared using uniform accounting policies for the transactions and other events in similar circumstances and are presented to the extent possible. In the same manner as the company's separate financial statements.

b. The excess of cost to the Company of its investment in the subsidiary is recognized in the financial statements as goodwill, which is amortized over a period of ten years.

3. FIXED ASSETS :

Fixed Assets are stated at cost less accumulated depreciation. Cost is inclusive of freight, duties, levies and any directly attributable cost of bringing the assets to their working condition for intended use.

4. DEPRECIATION :

Depreciation on Fixed Assets except Technical Know-how, is provided on Straight Line Method, as per the rates prescribed in Schedule - XIV to the Companies Act, 1956. Depreciation on additions made during the year is provided proportionately for the period for which the assets have been put to use, starting at the beginning of the month subsequent to the month in which the asset was put to use. Depreciation on Technical Know-how is provided on straight line method at 10% per annum.

5. INVENTORY VALUATION :

- 1) Raw Materials and Stores and Spares are valued at cost.
- 2) Finished goods are valued at lower of cost or net realisable value.
- 3) Cylinders, Valves, Adaptors, Regulators and Steel are classified under stores and spares. (Current Assets) and are valued at cost.

6. INCOME RECOGNITION :

- 1) Sales are inclusive of all taxes wherever applicable, and net of returns.
- 2) Sales are accounted on dispatch of goods.
- 3) Income on services is recognized on release of regulators.

7. PRIOR PERIOD ADJUSTMENTS :

Expenditure / Income relating to prior period not exceeding ₹10,000/- in each case is debited/ credited to relevant Heads of Account.

8. PREPAID EXPENSES :

Prepaid expenses not exceeding ₹10,000/- in each case are charged to revenue in the year of incurrence.

9. FOREIGN CURRENCY TRANSACTIONS :

Foreign Currency transactions are accounted at equivalent rupee value based on the exchange rate prevailing on the date of the transaction.

All assets and liabilities in foreign currency, if any, as at the balance sheet date are restated at the applicable exchange rates prevailing on that date.

All exchange differences arising in respect of foreign currency transactions relating to fixed assets are adjusted in the cost of the respective assets and other differences are dealt with in the Profit and Loss Account.

10. CLAIMS:

Claims are accounted on receipt / acceptance.

11. INVESTMENT SUBSIDY:

Subsidies received from Governments, both Central and State, and from any other appropriate authorities, which are in the nature of capital receipt, are credited to Capital Reserve.

2.21 NOTES ON ACCOUNTS

1. CONTINGENT LIABILITIES

(₹ in '000s)

	As on 31.03.2013	As on 31.03.2012
i) Claims not acknowledged as debts	668	668
ii) Differential Customs Duties demanded by Customs authorities pending in Appeals	26,915	26,915
2. As the operations of the company are going on and as the company has various new scheme of activities and plans for the future, the accounts of the Company for the year are drawn up on going concern basis.		
3. Balances standing to the debit/credit of parties are subject to confirmation by them and review by the Company.		
4. No provision is made for deferred tax assets, as a matter of prudence in view of carried forward losses.		
5. No provision is made for income tax in view of loss incurred during the year.		
6. "Other Non-Current Assets" represent amount encashed by The Kerala State Co-operative Consumer Federation Ltd. from State Bank of Hyderabad and Punjab National Bank by invoking guarantees given in their favour by the company and are considered good and recoverable by the Company, and the Company has filed a suit for the recovery of the amount.		
7. The Company is entitled for deferred payment of Sales tax due to Government of Andhra Pradesh under New Comprehensive Scheme of State Incentives, 1992 (NCSSI) for Kakinada Unit. Such deferred amount is payable by the company at the end of 10 years. Under the Scheme, the company has deferred payment of a sum of ₹ 283.67 Lakhs to the Government of Andhra Pradesh and the same is shown under "Long Term Borrowings".		
8. All Current Assets as at 31.03.2013 have a value on realization in the ordinary course of business atleast value equal to amounts at which they have been stated in the Balance Sheet as on that date.		
9. "Investments" (Schedule VI) of the Company are long-term investments. Hence, no provision is made for diminution in the value of Investments in Asia LPG Private Limited as it is temporary.		

(Formerly SHRI SHAKTI LPG LTD.)

10. Quantitative details and value of consumption of materials, opening and closing stock.						
	2012-13			2011-12		
	KKD	HYD	B'LORE	KKD	HYD	B'LORE
i. Annual Installed Capacity (MT)	45000	20000	12000	45000	20000	12000
ii. Production (MT)	-	0		-	0	5.322
iii. Capacity Utilisation Bottling of LPG (MT)%	-	0		-	0	0.0443

	2012-13		2011-12	
	Qty. MT	Value (₹ '000)	Qty. MT	Value (₹ '000)
iv. Opening Stock of LPG	0	0	0	0
v. Closing Stock	0	0	0	0
vi. Turnover : Bottled LPG			5.322	284

	2012-13		2011-12	
	Qty. No.s	Value (₹ '000)	Qty. No.s	Value (₹ '000)
vii. Auto Conversion Kits				
- Closing Stock of Kits	23	161	23	161
- Kits Turnover	0	0	6	61

11. MANAGERIAL REMUNERATION (₹ 'in lacs)				
	2012-13		2011-12	
	Salary (₹ '000)	Perks (₹ '000)	Salary (₹ '000)	Perks (₹ '000)
Managing Director	576	90	576	90

(Formerly SHRI SHAKTI LPG LTD.)

12. Consolidated Segment information for the year ended 31st March 2013

(I) Information about Primary Business Segments (₹ in '000s)

	Liquified Petroleum Gas		Auto Conversion Kits		Total	
	2013	2012	2013	2012	2013	2012
Revenue						
External	0	0	0	0	0	0
Inter segment	0	0		0	0	0
Total Revenue	0	0	0	0	0	0
Result						
Segment result	-31668	-1,564	0	0	-31668	-1,564
Unallocated expenditure net of unallocated income	0	0	0	0	0	0
Interest expenses	0	0	0	0	0	0
Interest income	0	0	0	0	0	0
Provision for FBT	0	0	0	0	0	0
Profit/(loss) after taxation and before exceptional items	-31668	-1,564	0	0	-31668	-1,564
Exceptional items	0	0	0	0	0	0
Net Profit	-31668	-1,564	0	0	-31668	-1,564
Other information						
Segment assets	443577	470,453	447	447	444024	470,900
Segment liabilities	94730	89,758	1,244	1,244	95974	91,002
Capital expenditure	0	0	0	0	0	0
Depreciation	29633	29,642	1,017	1,017	30650	30,659
Non-cash expenses other than depreciation	0	0	0	0	0	0

(II) Notes :-

- (i) The company is organized into two main business segments namely
- Liquified Petroleum Gas - Comprising of Bulk and Packed LPG.
 - Auto Conversion Kits - LPG conversion kits for three wheelers.

Segments have been identified and reported taking into account the nature of products and services, the differing risks and returns, the organization structure, and the Internal financial reporting system.

- (ii) Segment Revenue in each of the above domestic business segments primarily includes sales and bottling charges.
- (iii) Segment revenue, results, assets and liabilities include the respective amounts identifiable to each of the segments and amounts allocated on a reasonable basis.

(Formerly SHRI SHAKTI LPG LTD.)

13. Related Party Disclosures :

Related party disclosures, as required by Accounting Standard 18, "Related Party Disclosures" issued by the institute of Chartered Accountants of India are given below :

a) Key Management Personnel :

Directors :

Mr.D.V.Manohar

Mr.S.V.Subramanian

Sitting fee of ₹ 0.42Thousands (Previous Year - ₹ 0.50 Thousands) was paid during the year.

b) Subsidiary Company :

M/s. Asia LPG Private Limited

There are no transactions carried out with the subsidiary company in the ordinary course of business during the year.

c) Related parties with whom the company had transactions

a) M/s. Shri Shakti Resorts & Hotels Limited

b) M/s. Shri Shakti Cylinders Private Limited

The company during the year had no transactions with the above related parties.

14. Previous Year's figures have been re-grouped/re-classified/re-stated as far as practicable and wherever necessary to confirm with current year presentation.

15. Amounts have been rounded off to the nearest thousands.

For and on behalf of the Board of Directors

Place : Hyderabad
Date : 23.05.2013

Sd/-
D. V. MANOHAR
Chairman &
Managing Director

Sd/-
B.K.SINHA
Director

Sd/-
V.SUBRAHMANYAM
Director

(Formerly SHRI SHAKTI LPG LTD.)

CONSOLIDATED CASH FLOW STATEMENT OF SHRI MATRE POWER & INFRASTRUCTURE LIMITED AS AT 31ST MARCH, 2013

	YEAR ENDED 31.03.13 ₹ in '000s	YEAR ENDED 31.03.12 ₹ in '000s
:A. Cash Flow From Operating Activities		
Profit Before Tax And Extraordinary Items	-31,668	-1,564
Adjustments For:		
Depreciation	30,650	30,659
Foregin Exchange	0	0
Investments	0	0
Interest / Dividend	0	0
	<u>30,650</u>	<u>30,659</u>
Operating Profit Before Working Capital Changes	-1,018	29,095
Adjustments For :		
Trade And Other Receivables	415	1,890
Inventories	538	663
Trade Payables	4,971	-6,466
	<u>5,924</u>	<u>-3,913</u>
Cash Generated From Operations	4,906	25,182
Interest	0	0
	<u>0</u>	<u>0</u>
Cash Flow Before Extra Ordinary Items	4,906	25,182
Extra Ordinary Items		
Public Issue Expenses (Prior Period)	0	0
Expenditure Pertaining to Previous Year	0	0
	<u>0</u>	<u>0</u>
Net Cash From Operating Activities	4,906	25,182
B. Cash Flow From Investing Activities		
Sales of Fixed Assets	14,165	-7
Sale of Investments	0	0
	<u>14,165</u>	<u>-7</u>
Net Cash Used In Investing Activities	19,071	25,175
Proceeds From Long- Term Borrowings	0	-25,245
Share Capital (Calls in Arrears)	0	0
	<u>0</u>	<u>0</u>
Net Cash Used In Financing Activities	19,071	-25,245
Net Increase In Cash And Cash Equivalents	19,071	-70
Cash And Cash Equivalent As At 1.4.12	92	162
Cash And Cash Equivalent As At 31.3.13	19,163	92
	<u>-19,071</u>	<u>-70</u>

For and on behalf of the Board of Directors

Place : Hyderabad
Date : 23.05.2013Sd/-
D.V.Manohar
Chairman & Managing DirectorSd/-
B.K.Sinha
DirectorSd/-
V.Subrahmanyam
Director

Auditor's Certificate

We have verified the above Cash Flow Statement compiled from the audited financial statements of M/s Shri Matre Power & Infrastructure Ltd. for the years ended 31.03.2013 and 31.03.2012. According to the information and explanations given to us, the above cash flow statement has been prepared in consonance with the applicable accounting standards on cash flow statements issued by the Institute of Chartered Accountants of India and found the same to be in accordance with the requirements of the amended clause 32 of the Listing Agreement with the Stock Exchanges.

For Venugopal & Chenoy
Chartered AccountantsSd/-
(CA P.V.Sri Hari)
Partner
M.No. 21961Place : Hyderabad
Date : 23.05.2013

(Formerly SHRI SHAKTI LPG LTD.)

**STATEMENT PURSUANT TO SECTION 212 OF THE COMPANIES ACT, 1956
RELATING TO SUBSIDIARY COMPANIES**

Name of the Subsidiary Company : ASIA LPG PVT. LIMITED

Extent of Holding : 100%


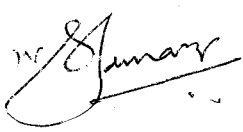
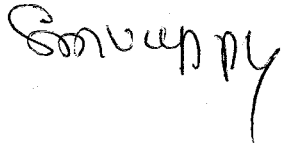
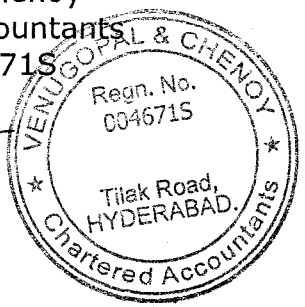
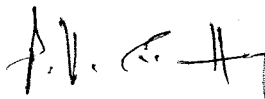
The Financial Year of the
Subsidiary Company ended on : 31.03.2013No aggregate amount of the
Subsidiary Company's Profits
dealt within the Holding
Company's AccountsFor The Subsidiary's aforesaid
Financial Year : NILFor the previous Financial Year
since it became Subsidiary : NILNet aggregate amount of the
Subsidiary Company :Profit / (Loss) not dealt within
the Holding Company's Accounts :For the Subsidiary's Financial
Year : (+) 5,12,081For the Previous Financial Year
since it became Subsidiary : (-) 1,55,254

For and on behalf of the Board

Sd/-
D. V. Manohar
ChairmanSd/-
D. V. Satya Kumar
Director

FORM A

**COVERING LETTER OF THE ANNUAL AUDIT REPORT
TO BE FILED WITH THE STOCK EXCHANGES**

1	Name of the Company	SHRI MATRE POWER AND INFRASTRUCTURE LTD. (Formerly Shri Shakti LPG Ltd.)
2	Annual financial statements for the year ended	31-MAR-2013
3	Type of audit observation	UN-QUALIFIED
4	Frequency of observation	Not applicable
5	Signed by : i) D.V. Manohar Chairman Cum Managing Director  ii) Mr. S.V. Subramanian Vice-President (Finance)  iii) Mr. V. Subrahmanyam Audit Committee Chairman  iv) Auditors For Venugopl & Chenoy Chartered Accountants FRN NO: 0046715   (P.V.Srihari) Partner M. No: 21961	