



CAT Technologies Ltd.

Committed to Human Excellence Thru IT™



16th

Annual Report 2010-2011



BOARD OF DIRECTORS

LAXMI PERSHAD JAISWAL	- CHAIRMAN
DHIRAJ KUMAR JAISWAL	- MANAGING DIRECTOR
C K M PRASAD	- WHOLE TIME DIRECTOR
D. VENKAT RAM	- DIRECTOR
DINESH KUMAR JAISWAL	- DIRECTOR
DEEPAK SINGH	- DIRECTOR
VINOD KUMAR SRIRAM	- DIRECTOR
SYED MOHIUDDIN AHMED	- DIRECTOR

AUDITORS

RAMU & RAVI

Chartered Accountants
814, Raghavaratna Towers,
Chirag Ali Lane, Abids,
Hyderabad.

BANKERS

State Bank of India
HDFC Bank Limited
Bank of India
Development Credit Bank

REGISTERED OFFICE

1st Floor, Champa Mansion,
Nampally Station Road,
Hyderabad – 500 001
Telephone: 040-23202769 / 23203943
Fax: 040-23204092
E-mail: info@cattechnologies.com

SHARE TRANSFER AGENTS

Aarathi Consultants Pvt. Ltd
H. No. 1-2-285, Domalguda,
Hyderabad – 500 029



NOTICE

Notice is hereby given that the Sixteenth Annual General Meeting of the Members of the Company will be held on **FRIDAY, 30TH SEPTEMBER, 2011** at **11.00 A.M** at the Registered Office of the Company at 1st Floor, Champa Mansion, Nampally Station Road, Hyderabad – 500 001 to transact the following business:

ORDINARY BUSINESS:

1. To receive consider and adopt the Audited Balance Sheet as at 31st March, 2011 and Profit and Loss Account for the year ended on that date along with the Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Dinesh Kumar Jaiswal, who retires by rotation and being eligible, offer himself for re-appointment.
3. To appoint a Director in place of Mr. Laxmi Pershad Jaiswal, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint Auditors to hold the office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS:

5. RE-APPOINTMENT OF MR. C K M PRASAD AS WHOLE-TIME DIRECTOR:

To consider and if thought fit, to pass with or without modification(s), the following resolution as **Ordinary Resolution**:

“RESOLVED THAT Pursuant to the provisions of Section 198,269,309, 310 and 311 read with Schedule XIII and other applicable provisions if any, of the Companies Act, 1956, consent of the members be and is here by accorded to the re-appointment of Sri C K M Prasad, as the Whole Time Director of the Company with effect from 01.12.2010, for a period of 5 years at a remuneration of Rs. 60,000/- (Rupees Sixty Thousand Only) per month plus all perquisites as per Company’s policies as approved by the Remuneration Committee of the Company.”

BY ORDER OF THE BOARD
FOR CAT TECHNOLOGIES LIMITED

Place: HYDERABAD
Date: 26-08-2011

Sd/-
DHIRAJ KUMAR JAISWAL
MANAGING DIRECTOR



NOTES:

- A. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY.
- B. THE PROXY INORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.
- C. Members/proxies are requested to bring their copies of Annual Report and the attendance slip duly filled in for attending the meeting. Copies of the Annual Reports will not be provided at the meeting.
- D. The Register of Members and Share Transfer Books of the Company will remain closed from **Wednesday 28th September, 2011 to Friday, 30th September, 2011** (inclusive of both days).
- E. Members are requested to notify any change in their addresses to the Company's Share and Depository Transfer Agents.
- F. Members are requested to convert their holdings into De-mat. The Company's ID with CDSL and NSDL is **INE170B01037**. The Company's Share and Depository Transfer Agents are M/s. Aarthi Consultants Private Limited.



EXPLANATORY STATEMENT

(Pursuant to section 173(2) of the Companies Act, 1956)

ITEM NO. 5:

Members are herewith informed that Board of Director at their meeting held on 15th October, 2010 have approved, subject to approval of members, the re-appointment of Mr. C K M PRASAD as the Whole-time Director of the Company at a remuneration of Rs. 60,000/- per month, plus all perquisites as per Company's policies as approved by the Remuneration Committee of the Company however total salary shall not exceed limits specified in Schedule XIII of Companies Act, 1956, for the period of 5 years w. e .f 01st December, 2010.

Pursuant to provisions of Section 269 read with Schedule XIII, any payment of remuneration to managerial persons requires approval of members at General meeting hence this resolution commended for your approval.

None of the Directors are interested or concerned in the proposed resolution.

BY ORDER OF THE BOARD
FOR CAT TECHNOLOGIES LIMITED

Place: HYDERABAD
Date: 26-08-2011

Sd/-
DHIRAJ KUMAR JAISWAL
MANAGING DIRECTOR



DIRECTORS' REPORT

To
The Members

Your Directors have pleasure in presenting the Sixteenth Annual Report together with the Audited Accounts of the Company for the year ended 31st March, 2011.

REVIEW OF PERFORMANCE:

Global Operations:

Your Company has recorded a consolidated income (as per Indian GAAP) of Rs. 3486.98 Millions for the Financial Year under review and profit of Rs. 572.32 Millions. Your Company has achieved robust growth for the year 2010-11.

Indian Operations:

During the financial year 2010-11 your Company recorded turnover of Rs. 74.56 Millions and incurred a net loss after tax of 1.29 Millions compared to Turnover of Rs. 82.88 Millions and net profit after tax of Rs. 3.01 Million during the previous financial year.

Your Board of Directors are hopeful that the performance of the Company will further improve in the coming financial years.

DIVIDEND:

Due to expansion plans of the Company, your Directors do not recommend any dividend for the financial year 2010-11.

PUBLIC DEPOSITS:

Your Company has not accepted any deposits falling under Section 58A of the Companies Act, 1956 read with Companies (Acceptance of Deposits) Rules 1975 during the year.

DIRECTORS:

Mr. Dinesh kumar Jaiswal and Mr. Laxmi Pershad Jaiswal, Directors of the Company retire by rotation at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment.

The Board recommends their re-appointment.

PARTICULARS OF EMPLOYEES:

There are no employees whose particulars are to be furnished U/s 217 (2A) of the Companies Act, 1956 read with Companies Act (Particulars of employees) Rules 1988, as the remuneration of none of the employees has crossed the limits specified therein.



DIRECTORS RESPONSIBILITY STATEMENT:

Pursuant to Section 217(2AA) of the Companies Act, 1956 the Directors of your Company hereby confirm that:

- i. In the preparation of Annual Accounts for the year ended 31st March, 2011, the applicable accounting standards have been followed except for retirement benefits which is being accounted for on cash basis along with the proper explanation relating to material departures, if any, there from;
- ii. The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the end of the financial year ended 31st March, 2011 and of the profit and loss of the Company for that period;
- iii. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act, for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities;
- iv. The Directors have prepared the annual accounts on a going concern basis.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

Information in accordance with clause (e) of Sub-section (1) of Section 217 read with the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 and form part of the Directors Report for the period ended 31st March, 2011 is follows:

- A. **Conservation of Energy** – Your Company is engaged in Software Development and IT Enabled Services and hence the details in respect of the above are not applicable. However, measures are taken to reduce energy consumption wherever possible.
- B. **Research & Development** – Research and development of new services, designs, frameworks, processes and methodologies continue to be of importance at your Company. This allows Company to enhance quality and productivity and customer satisfaction through continuous innovation.
- C. **Technology Absorption** - Not Applicable
- D. **Foreign Exchange Earnings & Outgo: (Rs. in Lakhs)**

	2010-11	2009-10
Foreign Exchange earnings	804.60	851.19
Foreign Exchange outgo	-	4.71



SUBSIDIARY COMPANIES:

Pursuant to provisions of Section 212 of the Companies Act, 1956, the audited Balance Sheet and Profit and Loss account, auditor's report of subsidiary companies namely Cat Technology Inc and Cat Technology FZE are attached to the Audited Balance Sheet of the Company.

The Consolidated Financial Statements represented by the Company includes the Audited Financial Information of its subsidiaries.

AUDITORS:

Ramu & Ravi, Chartered Accountants, Hyderabad as statutory Auditors of the Company retire at the ensuing annual general meeting and being eligible offer themselves for re-appointment.

Further Company is in receipt of confirmation from Ramu & Ravi, Chartered Accountants that in the event of their re-appointment as statutory auditor at the ensuing Annual General Meeting, such appointment will be in accordance with the limits specified in Section 224 (1B) of the Companies Act, 1956.

Board recommends their re-appointment.

CORPORATE GOVERNANCE:

- a) Report on Corporate Governance: A separate report on Corporate Governance along with Auditor's Certificate on its compliance is enclosed as Annexure – II to this report.
- b) Management Discussion & Analysis Report: Aspects of Management Discussion and Analysis is enclosed as Annexure – I to this report.

ACKNOWLEDGEMENTS:

Your Directors have pleasure in recording their appreciation for the assistance extended to the Company by various officials of the Central and State Governments and Commercial Banks.

Your Directors would also like to place on record their sincere appreciation and gratitude to the Shareholders for their support and co-operation. Your Directors express their heartfelt gratitude to the employees for their exceptional commitment and loyalty to the Company.

**BY ORDER OF THE BOARD
FOR CAT TECHNOLOGIES LIMITED**

Place: HYDERABAD
Date: 26-08-2011

Sd/-
DHIRAJ KUMAR JAISWAL
MANAGING DIRECTOR



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

- Name of the subsidiary** : **M/s. CAT TECHNOLOGY INC**
- 1. Financial year of the subsidiary ended on** : :31st March, 2011
 - 2. Shares of the subsidiary held by the Company on the above date**
 - (a) Number and face value : 100 Common Shares US\$ 10/-
Each fully paid-up
 - (b) Extent of holding : 100%
 - 3. Net aggregate amount of profit or losses of the subsidiary for the above financial year of the subsidiary not dealt with in the Company's account so far as it concerns the members of the Holding Company**
 - (a) For the financial year of the subsidiary : Rs. 40.90 Millions
 - (b) For the previous financial : Rs. 3.37 Millions
 - 4. Net aggregate amount of profit or losses of the subsidiary for the above financial year of the subsidiary dealt with in the Company's account**
 - (a) For the financial year of the subsidiary : NIL
 - (b) For the previous financial year : NIL

- Name of the subsidiary** : **M/s. CAT TECHNOLOGY FZE**
- 1. Financial year of the subsidiary ended on** : 31st March, 2011
 - 2. Shares of the subsidiary held by the Company on the above date**
 - (a) Number and face value : Shares of Rs.10/-
Each fully paid-up
 - (b) Extent of holding : 100%
 - 3. Net aggregate amount of profit or losses of the subsidiary for the above financial year of the subsidiary not dealt with in the Company's account so far as it concerns the members of the Holding Company**
 - (a) For the financial year of the subsidiary : Rs. 583.86 Millions
 - (b) For the previous financial : Rs. 615.58 Millions
 - 4. Net aggregate amount of profit or losses of the subsidiary for the above financial year of the subsidiary dealt with in the Company's account**
 - (a) For the financial year of the subsidiary : NIL
 - (b) For the previous financial year : NIL



MANAGEMENT DISCUSSION AND ANALYSIS REPORT

OVERVIEW

The financial statements have been prepared in line with the requirements as specified under the Companies Act 1956, Securities Exchange Board of India (SEBI) and generally Accepted Accounting Principles in India (GAPP). The estimates and judgments relating to the financial statements have been made on a reasonable basis so that the financial statements reveal a true and fair picture of the essence of the transactions and reasonably present the state of affairs, profits and cash flow of the company for the year. Our Management accepts responsibility for the objectivity of these financial statements as well as for the estimates and judgments used therein.

INDUSTRY STRUCTURE AND DEVELOPMENTS

The Indian information technology (IT) - business process outsourcing (BPO) sectors including the domestic and exports segments continue to gain strength, experiencing high levels of activity both onshore as well as offshore. The companies continue to move up the value-chain to offer higher end research and analytics services to their clients. To address the changing needs, your Company is focusing on its core competencies and using strategic partners to manage their applications and products, improve productivity and manage operations more efficiently.

India is widely recognized as the premier destination for offshore technology services. According to the NASSCOM Strategic Review 2011, IT services exports (excluding exports relating to business process outsourcing (BPO), hardware, engineering design and product development) from India are estimated to grow by 22.7% in fiscal 2011, to record revenues of US\$ 33.5 billion. The same review also forecasts that BPO exports from India are estimated to grow by 14% in fiscal 2011 to record revenues of US\$ 14.1 billion. There are several key factors contributing to the growth of IT and IT-enabled services (ITES) in India and by Indian companies. Some of these factors are high-quality delivery, significant cost benefits and abundant skilled resources.

Changing economic and business conditions and rapid technological innovation are creating an increasingly competitive market environment that is driving corporations to transform their operations. Companies are focusing on their core competencies and using outsourced technology service providers to adequately address these needs. The role of technology has evolved from supporting corporations to transforming their business. There is an increasing need for highly skilled technology professionals in the markets in which we operate. At the same time, corporations are reluctant to expand their internal IT departments and increase costs. These factors have increased the reliance of corporations on their outsourced technology service providers and are expected to continue to drive future growth for outsourced technology services.

OPPORTUNITIES AND THREATS:

Indian IT-BPO industry grew by 19% to reach USD 76 billion in FY 2010-2011. Exports were estimated to grow by 18.7 per cent in FY 2010-2011 and reach USD 59.0 billion. Domestic Market is at an inflection point; healthy growth of 16% in FY 2010-2011. Industry has added 240,000 jobs in FY 2010-2011. Software and services export revenues expected to grow by 16-18 per cent and domestic revenues to grow by 15-17 per cent



According to the NASSCOM Strategic Review 2011 IT-BPO sector's revenue as a proportion of the country's gross domestic product (GDP) has grown from 1.2 per cent in 1998-99 to an estimated 6.4 per cent in 2010-11. Further, NASSCOM predicts that the Indian IT-BPO revenues may touch US\$ 225 billion by 2020.

India's software and outsourcing generated total revenue of USD 76 billion in 2010-11, out of which exports accounted for USD 59 billion. The US was the single largest export destination, having accounted for 61.5 percent of the exports or about USD 36 billion. India is the 14th largest creditor to the US with an overall exposure estimated at USD 41 billion. As per NASSCOM, India IT industry is expected to grow at 16-18% in FY 2011-12.

The Economic problems in the US and the debt crisis in Europe, are not limited to the foreign shores, only. Indian outsourcing industry has started to get sleepless nights because of it. Apart from the difficult business surroundings, the Indian outsourcing companies are also suffering from some domestic streamlining and leadership challenges. India's top 4 outsourcing companies are suffering from the global crisis.

2011 will begin on a promising start. However, given inter-dependencies with global economies, there will be a cautious outlook and an expectation to measure industry contribution beyond a growth rate. It will also be the beginning of a new decade, which will require the industry to focus more on innovation and new models of growth. 2011 hopefully would also see the government in the centre and state focus on enhancing economic growth and long-term policy implementation.

Risks and Concerns:

Following are the forward looking statements that involve risks and concerns, around which you company operates.

- Our revenues are highly dependent on clients primarily located in US and Dubai, as well as in certain industries and an economic slowdown or other factors that affect the economic health of the US and Dubai or these industries may affect our business.
- Currency fluctuations may affect the results of our operations
- Intense competition in the market for technology services could affect our cost advantages, which could reduce our share of business from clients and may decrease our revenues.
- Our net income would decrease as the Government of India has withdrawn tax benefits and other incentives it provides to us.
- Wage pressures in India and the hiring of employees outside India may prevent us from sustaining our competitive advantage and profit margins may reduce.

OUTLOOK OF THE COMPANY:

The level of the opportunity in hand can be gauged from the fact that India (domestic + exports) accounted for approximately 5% of worldwide technology products and services related spend of USD 1.5 trillion in 2009. This underlines the immense growth opportunities for the industry players to create innovative service models and broaden its geographical reach. In the future, the industry is expected to generate an increasing share of revenues from the emerging segments such as



SMB, engineering and infrastructure management by offering cost-effective delivery options such as pay-per-use and outcome based pricing models.

Cloud computing will be the next big wave for Indian IT-BPO industry. Cloud computing offers tremendous potential for efficiency, cost savings, and innovation to organizations. Cat Technologies Ltd unique approach focuses on managing the change in your enterprise infrastructure and architecture to effectively leverage your existing investments when migrating to the Cloud.

Your Company's strength to invest in domains and technology capabilities ahead of the demand curve; to de-risk client engagements; and to differentiate through flexible business models and value added services. The Company focuses on bringing about business impact to its clients by maximizing returns on their investments in IT and Business Process Outsourcing.

Recognizing the need for scale and capacity in competing for large contracts against larger players, your Company is making substantial investments in expanding its base of people and world class infrastructure facilities.

DISCUSSION ON FINANCIAL/OPERATIONAL PERFORMANCE:

Global Operations

Your Company has recorded a consolidated income (as per Indian GAAP) of Rs. 3486.98 Millions for the Financial Year under review and profit of Rs. 572.32 Millions. Your Company has achieved robust growth for the year 2010-11 from the global IT Software and IT Enabled Services.

Indian Operations

During the financial year 2010-11 your Company recorded turnover of Rs. 74.56 Millions and incurred a net loss after tax of 1.29 Millions compared to Turnover of Rs. 82.88 Millions and net profit after tax of Rs. 3.01 Million during the previous financial year.

Your Board of Directors are hopeful that the performance of the Company will further improve in the coming financial years.

INTERNAL CONTROL SYSTEMS AND ADEQUACY:

The Company has adequate internal control systems, procedures; checks designed to provide reasonable assurance on achievement of the objectives relating to efficiency and effectiveness of operations, reliability of financial reporting and compliance with applicable laws, regulations and generally accepted accounting principles.

The company has an internal audit function, which is empowered to examine the adequacy and compliance with policies, plans and statutory requirements. The management duly considers and takes appropriate action on the recommendations made by the statutory auditors, internal auditors and independent Audit Committee of the Board of Directors. The observations of the Auditors are reviewed at periodical intervals by the top management and the Audit Committee.



HUMAN RESOURCES:

The Company has its own system to control all its branches and divisions to ensure proper and adequate control, facility, transparency and accuracy. The employer – employee relationship has been cordial. The Company considers the quality of its human resources as its important asset and it endeavors to attract and recruit best possible talent and to retain and groom it to meet its needs. We believe that the quality and level of service that our professionals deliver are amongst the good in the industry.

One measure of the effectiveness of an organization's employee practices is the level of attrition. In addition, internal employee satisfaction surveys and industry wide surveys provide comparative information about the strength of organization's human resource practices and employee level of engagement with the organization.

The Company has a large pool of resources of domain experts, technology experts and a work force comprising of competent teams in various functional areas, with qualified managers having overseas projects experience.

The Cat Technologies Limited Human Resources and Leadership teams engaged themselves in addressing this issue with utmost care and compassion, which included but was not limited to offering Outplacement support to affected customer to help cope with the transition.



ANNEXURE – II

REPORT ON CORPORATE GOVERNANCE

COMPANY'S PHILOSOPHY ON THE CODE OF GOVERNANCE:

The Company's philosophy of Corporate Governance is aimed at assisting the top management of the Company in the efficient conduct of the business and in meeting its obligation to stakeholders, and is guided by a strong emphasis on transparency, accountability and integrity. This improves public understanding of the structure, activities and policies of the organization. Consequently, the organization is able to enhance the trust and confidence of the stakeholders. It is a culture based on a foundation of sound business ethics for accomplishing the long term strategic goal of the Company while taking into account the expectations of all the key stakeholders and within the applicable legal framework

Given below is a brief report on the practice followed at CAT Technologies Limited towards achievement of good Corporate Governance.

BOARD OF DIRECTORS:

The present strength of the Board consists of 8 Directors, four of them are independent non-executive, and two are promoter Non-executive Directors, one is promoter Executive Directors and one Executive Director. Your Company has taken all necessary steps to strengthen the Board with Optimum combination of independent and promoter Directors. Board of Directors guides, direct and oversees overall management of the Company and protect interest of shareholders, employees and the society at large. No Director of the Company is a member in more than 10 committees or acts as Chairman of more than 5 committees across all companies, in which he/she is a director.

During the financial year 2010-11, Six (6) Board Meetings were held on the following dates:

26.04.2010	31.07.2010	26.08.2010
15.10.2010	22.10.2010	14.02.2011

Attendance of each Director at the Board meeting and last Annual General Meeting (AGM) and the number of Companies and committees where he is Director / Member (as on the date of Directors Report):



Composition of Board as on 31st March, 2011:

S. No	Director	Category	Attendance at AGM	Attendance in		Other Boards	
				Board Meeting Held	Board Meeting Attended	Directors hip	Committ ees
1.	Laxmi Pershad Jaiswal	Promoter and Non-Executive	YES	6	6	1	
2	Dhiraj Kumar Jaiswal	Promoter and Executive	YES	6	5	-	-
3	Dinesh Kumar Jaiswal	Promoter and Non-Executive	YES	6	3	1	-
4	C K M Prasad	Executive	YES	6	5	1	-
5	D Venkatram	Non-Executive Independent	YES	6	3	-	-
6	Deepak Singh	Non-Executive Independent	YES	6	5	1	-
7	Vinod Kumar Sriram	Non-Executive Independent	YES	6	5	-	
8	Syed Mohinuddin Ahmed	Non-Executive Independent	YES	6	5	1	

DETAILS OF DIRECTORS PROPOSED FOR APPOINTMENT

Mr. Dinesh Kumar Jaiswal and Mr. Laxmi Pershad Jaiswal retires by rotation and being eligible, seek re-appointment.

Name of Director	Mr. Dinesh Kumar jaiswal	Mr. Laxmi Pershad Jaiswal
Date of Birth	07-11-1969	11-11-1938
Age	42	73
Date of First Appointment	28-01-2000	03-05-1999
Experience in Specific Functional Area	He is heading Cat Technologies Inc. USA, One of the subsidiary of the Company. He has wide contacts in US and has vast knowledge of the industry.	He is Chairman of the Company. He has vast experience in all functional areas of Management and Marketing which will help the company to expand the network of operations of the Company.
No of Shares held in the Company	500,000	505,000
Qualification	Graduate	P.U.C.



AUDIT COMMITTEE:

The primary objective of Audit Committee is to monitor and provide effective supervision of the management's financial reporting process with a view to ensure accurate, timely and proper disclosures and transparency in financial reporting.

Role of Audit Committee:

1. To oversee the Company's financial reporting process and disclosure of its financial information.
2. To recommend the appointment, re-appointment & removal of Statutory & Internal Auditors and fixation of the Audit Fee.
3. To review the Internal Control Systems, the scope of audit including observations of the Auditors, adequacy of the Internal Audit Function, Major accounting policies and practices, compliance with accounting standards and with the stock exchange and legal requirements concerning financial statements and related party transactions, if any.
4. To review the Company's financial and risk management policies and discuss with the internal auditors any significant findings for follow-up thereon.
5. To review the financial statements before submission to the Board of Directors.
6. To ensure that adequate mechanism for prevention & detection of frauds is in place.

• Composition:

Audit Committee comprises of One Non-Executive Promoter Director and 2 Non-Executive Independent Directors and thus majority of them being Independent Directors. The head of Finance & Accounts, representatives of the Statutory Auditors are the permanent invitees to the Audit Committee.

Mr. Deepak Singh	-	Chairman
Mr. Laxmi Pershad Jaiswal	-	Member
Mr. Sairam Vinod Kumar	-	Member

Mr. Deepak Singh is Chairman of the Audit Committee is Independent Director with a strong financial accounting knowledge and experience.

• Meetings and Attendance during the year:

The Audit Committee met five times during the financial year 2010-2011 on

26.04.2010 31.07.2010 26.08.2010 22.10.2010 14.02.2011

The attendance record of the Audit Committee members is given below:

Members	No. of Meetings held	Attended
Mr. Laxmi Pershad Jaiswal	5	5
Mr. Deepak Singh	5	5
Mr. Sairam Vinod Kumar	5	5



REMUNERATION COMMITTEE:

Terms of Reference:

The terms of reference as per Clause 49 of the Listing Agreement is to determine and review the remuneration, performance, and related bonuses of Directors.

Composition:

Remuneration Committee of the Company consists of following non-executive independent Directors, which is as follows:

Mr. Sairam Vinod Kumar	-	Chairman
Mr. Deepak Singh	-	Member
Mr. Syed Mohiuddin Ahmed	-	Member

Details of remuneration paid to the Directors:

Presently, the non-executive Directors do not receive any remuneration from the Company.

The aggregate value of salary and perquisites for the year ended 31.03.2011 to Executive Directors are as under:

Name of Director	Salary & Perks
Dhiraj Kumar Jaiswal	3000000
C K M Prasad	640000

SHARE HOLDERS AND INVESTOR GRIEVANCE COMMITTEE:

- **Brief description of terms of reference:**

To specifically look into and redress the investors grievances received by the company. The committee looks after the services of the Registrars and share transfer agents and recommends measures for providing efficient services to investors.

- **Composition:**

The following Directors consists the above committee:

Mr. Laxmi Pershad Jaiswal	-	Chairman
Mr. D. Venkatram	-	Member
Mr. Deepak Singh	-	Member

The committee specifically looks after the services of the Registrars and share transfer agents and recommends measures for providing efficient services to investors. It resolves within reasonable time, various complaints received from the investors.

**OTHERS:**

(a) **Name and designation of Compliance officer:** Mr. Dhiraj Kumar Jaiswal
Managing Director

(b) **Details of Investor complaints received and redressed during the year:**

	Financial Year 2010-11		
	Received	Resolved	Pending
Complaints Received	12	12	Nil

General Body Meetings:

- **Location and time where the last three AGMs held:**

Year	Location	Date (A.M)	Time	No of Special Resolutions
2009-10	1 st Floor, Champa Mansion, Nampally Station Road Hyderabad – 500 001	30.09.2010	11.00	Nil
2008-09	1 st Floor, Champa Mansion, Nampally Station Road Hyderabad – 500 001	30.09.2009	11.00	Nil
2007-08	1 st Floor, Champa Mansion, Nampally Station Road Hyderabad – 500 001	27.09.2008	11.00	Nil

No Special Resolutions were passed through postal ballot at the Last Annual General Meeting (AGM) and no Special Resolutions are proposed through postal ballot at the ensuing Annual General Meeting.

DISCLOSURES:**CEO and CFO Certification:**

The Managing Director and Chief Financial Officer has given a certificate to the Board as contemplated in Clause 49 of the Listing Agreement.

Related Party Transactions:

There are no materially significant related party transactions i.e. transactions of the Company of material nature, with its promoters, the Directors or the management, their subsidiaries or relatives etc., that may have potential conflict with the interests of Company at large:

Transactions with related parties were disclosed in the Notes to Accounts in the Annual Report.

Details of Non Compliance and Penalties:

There was no non-compliance by the Company during the last 3 years on any matter relating to capital markets and there were no penalties, strictures imposed on the Company by stock Exchange or SEBI or any statutory authority.



Means of Communication:

Quarterly results and Annual Results of the Company are normally published in Telugu & English Newspaper. Further all material information which will have some bearing on the operation of the Company is sent to stock exchanges concerned.

Management Discussion and Analysis Report:

As required by Clause 49 of the Listing Agreement, Management Discussion and Analysis report is a part of the Annual Report.

GENERAL SHAREHOLDER INFORMATION:

AGM: The 16th Annual General Meeting of the Company will be held on **Friday, 30th September, 2011** at 11.00 A.M at Registered Office of the Company at 1st Floor, Champa Mansion, Nampally Station Road, Hyderabad - 500 001.

Financial Calendar:

First Quarter Results	Last week of July, 2011
Second Quarter Results	Last week of October, 2011
Third Quarter Results	Last week of January, 2012
Fourth Quarter Results	Last week of April, 2012

Book Closure Date: Wednesday 28th September, 2011 to Friday, 30th September, 2011 (inclusive of both days)

Dividend Payment Date: N.A.

Listing on Stock Exchanges: The shares of the Company are listed on the following Stock Exchanges:

- i) Bombay Stock Exchange Limited
- ii) Ahmedabad Stock Exchange Limited
- iii) Madras Stock Exchange Limited
- iv) Bangalore Stock Exchange Limited

Company's application for de-listing with Ahmedabad Stock Exchange Limited and Bangalore Stock Exchange Limited are pending with the respective stock exchanges.

Your Company has paid the Annual Listing Fee to Bombay Stock Exchange Limited and Madras Stock Exchange Limited.

Global Depository Receipts of the Company are listed on Luxembourg Stock Exchange.

Stock Code: Bombay Stock Exchange Limited : 531682



Market Price Data: High/Low during each month in last financial year on the Stock Exchange is as follows:

Month	Bombay Stock Exchange Limited	
	High	Low
April 2010	15.86	10.20
May 2010	16.40	11.00
June 2010	14.30	11.95
July 2010	15.30	12.10
Aug 2010	15.95	12.15
Sep 2010	19.90	14.20
Oct 2010	21.30	14.20
Nov 2010	33.75	15.25
Dec 2010	22.15	18.50
Jan 2011	20.95	17.05
Feb 2011	20.90	14.65
Mar 2011	20.00	16.50

Registrar and Transfer Agents:

M/s. Aarathi Consultants Private Limited
 1-2-285, Domalguda, Hyderabad-500029
 Phone: 040-27638111
 Fax: 040-27632184
 E-mail: info@aarthiconsultants.com

Share Transfer System:

All the physical share transfers received are processed by the Share Transfer agents, M/s. Aarathi Consultants Private Limited. The Company's shares are being traded in compulsory De-mat form. The Company has already entered into agreement with both the depositories i.e. NSDL and CDSL, for dematerialization of shares, which enables the shareholders to hold and transfer shares in electronic form.



SHAREHOLDING PATTERN AS ON 31ST MARCH, 2011:

SI No	Category	No. of Shares	% of Shareholding
1	Indian Promoters	4566209	5.75
3	Mutual Funds & UTI	-	-
4	Banks, Financial Institutions, Insurance Companies(Central/State Govt. Institutions/Non-Govt. Institution)	15200	0.02
5	FII's	1635350	2.06
6	Private Corporate Bodies	10765713	13.55
7	Indian Public	4626555	5.82
8	NRI's/OCB's (Including Depository Receipts)	57827451	72.80
	TOTAL	79436478	100.00

PERFORMANCE IN COMPARISON TO BSE SENSEX

Index Comparison




DISTRIBUTION OF SHAREHOLDING AS ON 31ST MARCH, 2011

Sl. No	Category From - To Rs Rs	No. of Holders	% of Holders	No. of Shares	% of Shares
1	Upto-5,000	5142	76	1066394	1.34
2	5,001-10,000	882	13	789295	0.99
3	10,001-20,000	373	6	616785	0.78
4	20,001-30,000	106	2	273382	0.34
5	30,001-40,000	55	1	196543	0.25
6	40,001-50,000	63	1	306304	0.39
7	50,001-1,00,000	74	1	536536	0.68
8	Above-1,00,000	70	1	75561239	95.23
	Total	6765	100	79436478	100

Dematerialization of shares and liquidity:

The Company's shares are traded compulsorily in de-materialized form. In this connection, the Company has already entered into agreements with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the Company's ID is INE170B01037. The members are requested to dematerialize their physical holding in view of various advantages of holding the shares in dematerialized form.

Outstanding GDRs / ADRs / Warrants or any Convertible instruments, conversion date and likely impact on equity: Nil
Address for correspondence:

Aarathi Consultants Private Limited
1-2-285, Domalguda, Hyderabad-500029
Phone: 040-27638111, Fax: 040-27632184
E-mail: info@aarthiconsultants.com

DECLARATION OF THE MANAGING DIRECTOR ON COMPLIANCE WITH CODE OF CONDUCT AND ETHICS:

Cat Technologies Limited has adopted a Code of Business Conduct and Ethics ("the Code") which applied to all employees and Director of the Company. Under code, it is responsibility of all employees and Directors to familiarize themselves with the Code and Comply with its standards.

I hereby certify that the Board Members and senior management personnel of Cat Technologies Limited have affirmed compliance with the Code for the Financial Year 2010-11.

Sd/-
DHIRAJ KUMAR JAISWAL
MANAGING DIRECTOR



AUDITORS' CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF CORPORATE GOVERNANCE UNDER CLAUSE 49 OF THE LISTING AGREEMENT

To
The Members
CAT Technologies Limited

We have examined the compliance of conditions of Corporate Governance by CAT Technologies Limited for the period ended on 31st March, 2011 as stipulated in Clause 49 of the Listing Agreement of the Company with Stock Exchanges.

Compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to the procedures and implementation thereof, adopted by the Company, for ensuring the compliance of the conditions of 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 the 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 no investor grievance complaint is pending for a period of exceeding one month against the Company as per the records maintained by the Shareholders'/investors' Grievance Committee.

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

For Ramu & Ravi
Firm Regn No: 006610S
Chartered Accountants
Sd/-
K.V.R.MURTHY
Partner
Membership No.200021

Place : HYDERABAD
Date : 26-08-2011



AUDITORS' REPORT

The Share Holders,
M/s. CAT Technologies Limited
Hyderabad.

We have audited the Balance Sheet of M/S. CAT TECHNOLOGIES LIMITED as at 31st March, 2011 and also the Profit and Loss Account of the Company for the year ended on that date annexed thereto. These Financial Statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these Financial Statements based on our audit.

We have conducted the audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Financial Statements are free of material misstatement. An audit includes, examination, on test basis, evidence supporting the amounts and the disclosures in the Financial Statements. An audit also includes assessing the Accounting Principles used and significant estimates made by management, as well as evaluating the overall Financial Statement presentation. We believe that our audit provides a responsible basis for our opinion.

As required by the Companies (Auditor's Report) Order, 2003 issued by the central Government in terms of section 227 (4A) of the Companies Act, 1956, we give in Annexure a statement on the matters specified in Paragraphs 4 and 5 said order.

In our opinion, the Balance Sheet and Profit & Loss Account dealt with by this report are in compliance with the Accounting Standards referred to in Section 211(3C) of the Company, 1956 in so far as they apply to Company.

Further to our comments given in the Annexure referred to in paragraph 3 above, we report that:

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.

In our opinion, proper books of accounts as required by Law have been kept by the Company so far as it appears from our examination of those books.

The Balance Sheet and Profit & Loss Account referred to in this report are in agreement with the books of account.



In our opinion and based on information and explanations given to us, none of the directors are disqualified as on 31st March 2011 from being appointed as directors in terms of clause (g) of subsection (1) of section 274 of Companies Act, 1956.

In our opinion and to the best of our information and according to the explanations given to us, the said Balance Sheet together with the notes thereon, give the information required under the Companies Act, 1956 in the manner so required and give a true and fair view.

- a) In the case of Balance Sheet, state of affairs of the Company as at 31st March 2011,
- b) In case of Profit and Loss Account, Profit for the year ended on 31st March 2011.
- c) In case of the Cash Flow Statement, cash flows for the year ended on 31st March 2011.

For Ramu & Ravi

Firm Regn No: 006610S

Chartered Accountants

Sd/-

K.V.R.MURTHY

Partner

Membership No.200021

Place : HYDERABAD

Date : 26-08-2011



Annexure to the Auditors' Report

(referred to in paragraph (3) of our Report of even date to the members of **CAT Technologies Limited** for the year ended 31/03/2011.)

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.
 - b) We were informed that most of the fixed assets of the company have been physically verified by the management during the year which, in our opinion is reasonable having regard to the size of the company and the nature of assets and that no material discrepancies have been noticed on such verification.
 - c) None of the Fixed assets are disposed off during the year.
2. The Clause relating to physical verification and maintenance of proper records in respect of finished goods, stores, spare parts and raw material is not applicable since the Company is engaged in business of computer software development.
- 3.
- a) The company has not granted loans during the year to its subsidiary companies, firms listed in the register maintained under section 301 of the Companies Act, 1956. The outstanding as on 31st March 2011 is Rs.649,502,640/-
 - b) The Company has taken unsecured loans during the year and the outstanding balance as on 31st March 2011 is Rs.47,31,420/-.
 - c) There is no stipulation regarding the payment/recovery of interest on unsecured loans taken/advances given. Other terms and conditions in this respect are prima-facie not prejudicial to the interest of the Company.
 - d) There are no specific stipulations regarding the repayment of the Loan and Interest amount in respect of the unsecured loan taken. However as per the information and explanations provided to us, the repayment of the loan has been made promptly as and when demanded. During the year, the Company has not paid any amount as interest to the parties covered in the register maintained under section 301 of the Act.
 - e) As per the information and explanations provided to us, there are no amounts overdue as on 31st March, 2011 in respect of unsecured loans taken.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedure commensurate with the size of the company and the nature of its business, for the purchase of fixed assets and for the rendering of services. During the course of our audit no major weakness has been noticed in the internal controls.



5. a) Based on the audit procedures applied by us and according to the information and explanations provided by the management, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 have been so entered.
b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts of arrangements entered in the register maintained und section 301 have been made at prices which are reasonable having regard to prevailing mark prices at the relevant time.
6. The Company has not accepted any deposits from the public with in the meaning of section 58A and 58M of the Companies Act, 1956 and the rules framed there under.
7. The Company has no internal audit system.
8. The Company is engaged in service industry and hence the clause regarding the maintenance of Cost Records is not applicable.
9. According to the records, the Company is regular in depositing the dues except with few delays with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees state insurance, income tax, sales tax, wealth tax, custom duty, excise duty, cess and there are no statutory dues which have remained outstanding as at 31 March, 2011 for a period of more than six months.
10. The company was registered for a period of more than five years. The company has not incurred cash losses during the year and at the end of the immediately preceding financial year.
11. Based on our audit procedures and on the basis of information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to banks. There were no dues to financial institutions or debenture holders during the year.
12. Based on the examination of our records and the information and explanations given to us, the Company has not granted any loans and/or advances on the basis of security by way of pledge of shares, debentures and other securities.
13. Clause (xiii) of the MAOCARO order is not applicable to the Company as the Company is not a chit fund company of nidhi /mutual benefit fund/society.
14. In our opinion, the Company is not dealing in / or trading in shares, securities, debentures and other investments.
15. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks and financial institutions.



16. According to the information and explanations given to us, the term loans have been applied for the purposes for which they were obtained.
17. Based on the examination of documents and records made available and on the basis of information and explanations given to us, the Company has not raised any funds for short term and long term investments.
18. The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act 1956.
19. No debentures have been issued by the Company during the year.
20. Based on the audit procedures performed and information and explanations given by management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For Ramu & Ravi

Firm Regn No: 006610S

Chartered Accountants

Sd/-

K.V.R.MURTHY

Partner

Membership No.200021

Place : HYDERABAD

Date : 26-08-2011



BALANCE SHEET AS AT 31-03-2011

PARTICULARS	Sch. No.	as at 31-03-2011 (Rs.)		as at 31-03-2010 (Rs.)	
A. SOURCES OF FUNDS :-					
1. Share Holders Funds					
Share Capital	1	794,364,780		794,364,780	
Reserves & Surplus	2	26,529,880		27,823,843	
			820,894,660		822,188,623
2. Loan Funds					
Secured Loans	3	6,657,635		6,834,923	
Unsecured Loans		4,731,420		2,131,420	
			11,389,055		8,966,343
3. Deferred Tax Liability			4,353,750		3,036,593
			836,637,466		834,191,559
B. APPLICATION OF FUNDS :-					
1. Fixed Assets	4				
Gross Block		115,414,942		104,274,923	
Less : Depreciation		58,169,408		50,055,372	
Net Block			57,245,534		54,219,551
2. Investments	5		52,300,000		41,500,000
3. Current Assets, Loans & Advances	6				
Current Assets		11,140,037		14,016,645	
Sundry Debtors		79,436,155		65,616,543	
Cash & Bank Balance		2,006,052		3,460,814	
Loans & Advances		649,543,408		673,539,038	
		742,125,652		756,633,040	
Less :Current Liabilities & Provisions	7	46,206,501		50,915,897	
Net Current Assets			695,919,153		705,717,143
4. Miscellaneous Expenditure (To the extend not written off or adjusted)	8		31,172,779		32,754,863
			836,637,466		834,191,559
5. Notes on Accounts & Accounting Policies	14				

Schedules 1 to 8 & 14 annexed hereto form part of these accounts per our report of even date attached

For and on behalf of the Board
Sd/-

DHIRAJ KUMAR JAISWAL
(MANAGING DIRECTOR)

For Ramu & Ravi
Firm Regn No:006610S
Chartered Accountants
Sd/-

K.V.R MURTHY
Partner
Membership No :200021

Sd/-
C.K.M.PRASAD
(WHOLE TIME DIRECTOR)

Place : HYDERABAD
Date : 26-08-2011



PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31-03-2011

PARTICULARS	Sch. No.	as at 31-03-2011 (Rs.)	as at 31-03-2010 (Rs.)
INCOME :			
Operational Income	9	74,332,349	80,134,961
Other Income	10	229,866	2,741,422
TOTAL: A		74,562,215	82,876,384
EXPENDITURE :			
Financial Expenses	12	877,477	815,065
Personnel Cost	11	44,667,983	46,886,055
Administrative Expenses	13	15,131,526	16,542,173
Depreciation	4	8,114,036	9,233,389
Miscellaneous Expenditure Written off	8	5,737,897	4,906,733
TOTAL: B		74,528,919	78,383,415
Profit Before Taxes (A-B)		33,296	4,492,969
Provision for Taxation:			
Current Tax		6,173	716,656
Fringe Benefit Tax		-	18,170
Deferred Tax		1,317,157	721,761
Profit / (Loss) After Tax		(1,290,035)	3,036,382
Prior Period Expenses		3,928	28,908
Profit /(Loss)		(1,293,963)	3,007,474
No. of weighted average of - Equity Shares outstanding		79,436,478	79,436,478
Earning per Share of Rs.10/- each (Both Basic and Diluted)		(0.02)	0.04

Schedules 4, 8 to 12 annexed hereto form part of these accounts per our report of even date attached

For and on behalf of the Board

Sd/-

DHIRAJ KUMAR JAISWAL
(MANAGING DIRECTOR)

Sd/-

C.K.M.PRASAD
(WHOLE TIME DIRECTOR)

For Ramu & Ravi

Firm Regn No:006610S

Chartered Accountants

Sd/-

K.V.R MURTHY

Partner

Membership No :200021

Place : HYDERABAD

Date : 26-08-2011



CASH FLOW STATEMENT FOR THE YEAR ENDED 31-03-2011

PARTICULARS	as at 31-03-2011 (Rs.)	as at 31-03-2010 (Rs.)
Net Profit / (Loss) as restated	33,296	4,492,969
Adjustments for:		
Depreciation	8,114,036	9,233,389
Interest Charges	877,477	815,065
Interest Income	(52,334)	(1,338,588)
Loss on Chit Fund	955,500	-
Miscellaneous Exp w/off	5,737,897	4,906,733
Other Income - non cash receipts	(229,866)	-
Total	15,402,710	13,616,599
Operating Profit / (Loss) before Working Capital Changes	15,436,006	18,109,569
Adjustments for:		
(Increase) / Decrease in Debtors	(13,819,612)	(13,144,666)
(Increase) / Decrease in Inventories	-	-
(Increase) / Decrease in Loans & Advances	23,995,630	(435,267,701)
(Increase) / Decrease in Other Current Assets	2,876,608	1,627,797
Increase / (Decrease) in Current Liabilities & Provisions	(4,709,397)	2,923,941
Cash Generation from / (used in) Operations	23,779,235	(425,751,060)
(Direct Taxes Paid) / Refund received	(709,600)	(763,734)
Add: Interest Received	26,901	1,338,588
Net Cash Flow from / (used in) Operating Activities (A)	23,096,536	(425,176,206)
Cash Flow from Investing Activities		
Purchase of Fixed Assets	(11,140,720)	(21,703,843)
Capitalisation of Capital Work in Progress	-	-
Sale of Fixed Assets / Capitalisation of Capital Work in Progress	-	-
Investments in Fixed Deposits (Net of withdrawals)	-	-
GDR Issue Expenses	-	(17,987,822)
Brand Building (Advt Expenses)	(4,155,813)	(12,773,972)
Purchase of Investments	(10,800,000)	-
Net Cash (used in) / from Investing Activities (B)	(26,096,533)	(52,465,637)
Cash Flow from Financing Activities		
Interest Paid	(877,477)	(815,065)
Proceeds from Issue of Equity Shares	-	478,599,900
Increase / (Decrease) in Share Application Money	-	-
Increase / (Decrease) in Bank Borrowings	(177,288)	247,259
Increase / (Decrease) in Unsecured Loans	2,600,000	54,092
Net Cash (used in) / from Financing Activities (C)	1,545,235	478,086,186
Net (Decrease) / Increase in Cash & Cash Equivalents (A + B+ C)	(1,454,762)	444,343
Cash & Cash Equivalents at the beginning of the Period / Year	3,460,814	3,016,471
Cash & Cash Equivalents at the end of the Period / Year Error Check	2,006,052	3,460,814
	(0)	0
Note:		
1. Cash Flow Statement is prepared as per indirect method as specified in AS-3 "Cash Flow Statement"		
2. Figures in brackets indicate Cash Outflow		

Schedules 4, 8 to 12 annexed hereto form part of these accounts per our report of even date attached
For and on behalf of the Board

Sd/-

DHIRAJ KUMAR JAISWAL
(MANAGING DIRECTOR)

Sd/-

C.K.M.PRASAD
(WHOLE TIME DIRECTOR)

For Ramu & Ravi
Firm Regn No:006610S
Chartered Accountants
Sd/-

K.V.R MURTHY
Partner
Membership No :200021

Place : HYDERABAD
Date : 26-08-2011



SCHEDULE FORM PART OF THE BALANCE SHEET AS ON 31-03-2011

PARTICULARS	AS ON	
	31-03-2011 (Rs.)	31-03-2010 (Rs.)
SCHEDULE - 1		
SHARE CAPITAL		
Authorised Capital 12,00,00,000 Equity Shares of Rs.10/- each	1,200,000,000	1,200,000,000
Issued, Subscribed & Paid up 79436478 Equity Shares of Rs.10/- each fully paid up	794,364,780	794,364,780
GDR's 5899681 Nos representing 73686078 number of shares of Rs. 10/- each		
	794,364,780	794,364,780
SCHEDULE - 2		
Reserves & Surplus		
Equity Share Premium	1,400,000	1,400,000
Profit & Loss Account		
Opening Balance	26,423,843	23,416,369
Add: Profit/(Loss) for the Year	(1,293,963)	3,007,474
Total	25,129,880	26,423,843
Net Profit (Tr.to Balance Sheet)	25,129,880	26,423,843
Reserves & Surplus (Tr.to Balance Sheet)	26,529,880	27,823,843
SCHEDULE - 3		
Secured Loans		
Bank OD	6,200,192	5,395,543
Vehicle Loans	457,444	1,439,380
	6,657,635	6,834,923
SCHEDULE - 3A		
Un-Secured Loans	4,731,420	2,131,420
	4,731,420	2,131,420



FIXED ASSETS STATEMENT “ SCHEDULE - 4” - 31-03-2011

Sl. No.	Name of the Asset	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		Cost as at 01-04-2010	Additions		Deletions during the year	Total as at 31-03-2011	Dep. as on 01-04-2010	Dep. for the period	Total Dep. As on 31-03-2011	WDV as at 31-03-2011	WDV as at 31-03-2010
			Before 30-09-2010	After 30-09-2010							
1	Air Conditioners	1,284,630	-	-	0	1,284,630	251,580	61,020	312,600	972,030	1,033,050
2	Buildings	27,622,348	585,550	2,842,292	0	31,050,190	1,431,991	460,890	1,892,881	29,157,309	26,191,058
3	Computer	25,005,936	198,780	160,190	0	25,364,906	24,215,024	815,806	25,030,830	334,076	790,912
4	Electrical Fittings	1,268,407	86,690	14,456	0	1,369,553	174,633	63,752	238,385	1,131,168	1,093,774
5	EPABX Machine	284,197	-	-	0	284,197	80,355	13,499	93,855	190,342	203,841
6	Furniture & Fixtures	8,148,596	-	20,000	0	8,168,596	3,421,973	516,122	3,938,095	4,230,501	4,726,623
7	Vehicle	2,999,052	-	-	0	2,999,052	2,156,837	486,146	2,642,984	356,068	842,215
8	Office Equipment	2,434,969	-	32,275	0	2,467,244	408,729	154,770	563,499	1,903,745	2,026,240
9	Water Cooler	13,500	-	-	0	13,500	3,809	641	4,451	9,050	9,691
10	Xerox Machine	1,612,000	-	-	0	1,612,000	459,000	76,570	535,570	1,076,430	1,153,000
11	Software	31,361,906	-	7,200,487	0	38,562,393	16,936,974	5,238,494	22,175,468	16,386,925	14,424,932
12	Refrigerator	10,100	-	-	0	10,100	2,088	480	2,568	7,533	8,012
13	Generator	212,000	-	-	0	212,000	95,536	10,070	105,606	106,394	116,464
14	Innova Car	1,236,084	-	-	0	1,236,084	400,738	200,369	601,107	634,977	835,346
15	Maruti Suzuki Swift	751,105	-	-	0	751,105	14,010	14,010	28,020	723,085	737,095
16	Water Motor	29,392	-	-	0	29,392	2,094	1,396	3,490	25,902	27,298
	TOTAL	104,274,222	871,020	10,269,700	-	115,414,942	50,055,372	8,114,036	58,169,408	57,245,534	54,219,551
	Previous Year	82,571,080	984,267	20,719,575	-	104,274,923	40,821,983	9,233,389	50,055,372	54,219,551	41,749,097



SCHEDULE FORM PART OF THE BALANCE SHEET AS ON 31-03-2011

PARTICULARS	AS ON	
	31-03-2011 (Rs.)	31-03-2010 (Rs.)
SCHEDULE - 5		
Investments :		
100% Stake in Cat Technology Inc	40,000,000	40,000,000
100% Holding in Cat Technology Fze	1,500,000	1,500,000
TDPL Health Care India Ltd (37500 shares of Rs. 10/- each at a premium of Rs. 190/- per share)	7,500,000	-
Trimurthi Advisory Services Pvt Ltd (33000 shares of Rs. 10/- each at a premium of Rs. 90/- per share)	3,300,000	-
	52,300,000	41,500,000
SCHEDULE - 6		
Current Assets, Loans & Advances		
a) Current Assets		
Deposits	11,140,037	14,016,645
	11,140,037	14,016,645
Sundry Debtors (Unsecured and considered good)		
Debt outstanding for a period of exceeding six months	-	-
Other Debts	79,436,155	65,616,543
	79,436,155	65,616,543
Cash & Bank Balances		
Cash in Hand	1,859,459	2,675,059
Balances with Scheduled Banks	146,594	785,755
	2,006,052	3,460,814
b) Loans & Advances (unsecured and considered good)		
Advances, Deposits & Other Debit Balances	649,502,640	12,930,387
Unsecured Loans to Subsidiaries	-	660,605,576
TDS (Net of Provision for taxes)	40,768	3,075
	649,543,408	673,539,038
Total Current Assets, Loans & Advances	742,125,652	756,633,040



SCHEDULE FORM PART OF THE BALANCE SHEET AS ON 31-03-2011

PARTICULARS	AS ON	
	31-03-2011 (Rs.)	31-03-2010 (Rs.)
SCHEDULE - 7		
Current Liabilities & Provisions		
a) Current Liabilities		
Sundry Creditors	14,628,232	20,219,036
TDS Payable	92,384	358,992
Dinesh Kumar Jaiswal (USA)	24,180,661	24,180,661
	38,901,277	44,758,689
b) Provisions		
Provision for Income Tax (Net of TDS)	-	716,656
Provision for Expenses	7,305,224	5,440,551
	7,305,224	6,157,207
Total Current Liabilities & Provisions	46,206,501	50,915,897
SCHEDULE - 8		
Miscellaneous Expenditure (To the extent not written off or adjusted)		
Goodwill	17,489,911	17,489,911
Preliminary Expenses	2,212,928	3,319,392
Less : Preliminary Expenses Written Off	1,106,464	1,106,464
Balance	1,106,464	2,212,928
GDR Issue Expenditure	2,404,652	3,009,485
GDR Issue Expenditure 2009-10	-	497,911
Total	2,404,652	3,507,396
Less : GDR Issue Expenditure Written Off	1,102,744	1,102,744
Balance	1,301,908	2,404,652
Advertisement Expenditure (Brand Building)	14,374,991	12,773,972
Less: Advertisement Expenses (Brand Building) Written Off	3,385,958	2,554,794
Balance	10,989,033	10,219,178
Nizam Club Corporate Membership	428,194	570,925
Less : Nizam Club Corporate Memb. Written Off	142,731	142,731
Balance	285,463	428,194



SCHEDULE FORM PART OF THE PROFIT AND LOSS ACCOUNT

PARTICULARS	AS ON	
	31-03-2011 (Rs.)	31-03-2010 (Rs.)
SCHEDULE - 9		
Income from Operations		
Training Income	71,800	538,116
Foreign Exchange Realisation Profit	785,951	829,383
Interest Received	52,334	28,028
Software Development & Consulting Services	67,673,201	71,971,159
Medical Transcription Receipts	5,749,063	6,768,275
	74,332,349	80,134,961
SCHEDULE - 10		
Other Income		
Other Income	229,866	1,430,863
Interest Received from Euram Bank	-	1,310,560
	229,866	2,741,422
SCHEDULE - 11		
Personnel Cost		
Salaries	40,781,198	43,392,266
Provident Fund	-	685,404
Staff Welfare	246,785	469,225
Remuneration to Directors	3,640,000	1,550,000
Professional Tax	-	174,410
Staff Training Expenses	-	47,914
ESI	-	566,836
	44,667,983	46,886,055
SCHEDULE - 12		
Financial Charges		
Bank Interest & Charges	809,764	704,820
Interest on Hire Purchase	67,713	110,245
	877,477	815,065



SCHEDULE FORM PART OF THE PROFIT AND LOSS ACCOUNT

PARTICULARS	AS ON	
	31-03-2011 (Rs.)	31-03-2010 (Rs.)
SCHEDULE - 13		
Administrative & Other Expenses		
Rent, Rate Taxes and License Fees	4,836,000	4,926,000
Advertisement	38,501	64,834
Business Promotion Expenses	170,060	338,900
Internet & E-Mail Charges	918,233	2,136,561
Printing & Stationery	91,325	232,925
Electricity Charges	2,574,534	2,624,533
Postage	16,787	29,040
Repairs & Maintenance	255,105	476,321
Tours, Travelling & Conveyance	904,095	540,954
Audit Fees	275,750	82,725
Fees & Filing Charges	417,642	607,222
Bank Charges	295,675	209,197
AGM & EGM Expenses	46,750	46,250
Office Maintenance	182,723	184,825
Telephone Expenses	1,099,632	1,323,842
Books & Periodicals	4,335	11,243
Insurance Charges	102,524	64,108
Professional Charges	86,946	527,304
Conveyance	11,557	13,764
Water Charges	106,400	117,100
Transportation Charges	710	2,490
Interest on TDS	136,682	57,806
AMC Charges	327,935	115,815
Miscellaneous Expenses	-	17,370
Donations	7,500	-
Generator Maintenance	66,200	116,210
General Expenses	1,800	-
Painting Charges	-	45,000
Listing Fees (Luxemburg)	-	471,137
Property Tax	470,080	381,218
Loss on Chit Fund	955,500	
Security Charges	147,503	107,946
Consultancy Charges	583,043	669,533
	15,131,526	16,542,173



ACCOUNTING POLICIES AND NOTES FORMING PART OF THE ACCOUNTS

SCHEDULE – 14

A. SIGNIFICANT ACCOUNTING POLICIES

1. GENERAL

- a) The accounts have been prepared on historical cost basis ignoring changes, if any, in the purchasing power of money and on accounting principles of going concern.
- b) All revenues and expenses are accounted on accrual basis, except to the extent stated otherwise.
- c) Accounting policies not specifically referred to otherwise are consistent and in consonance with generally accepted accounting principles.

2. FIXED ASSETS

- a) Fixed Assets are stated at cost of acquisition as reduced by accumulated depreciation.
- b) The Cost of assets includes direct/indirect and incidental cost incurred to bring them into their present location and condition.

3. DEPRECIATION

- a) Depreciation on fixed assets except intangible asset (Software) has been provided on Straight Line Method on prorata basis at the rates and in the manner specified in Schedule XIV of the Companies Act, 1956 except assets not put to use.
- b) Depreciation on intangible asset (Software) is charged at the rate of 33.33% by taking the useful life as three years.

4. GOODWILL

The Purchased goodwill has to be written off over a period of 5 years.

5. PRELIMINARY AND PUBLIC ISSUE EXPENSES

Preliminary Expenditure and Public issue expenses are written off over a period of ten years.

B. NOTES ON BALANCE SHEET AND PROFIT & LOSS ACCOUNT

1. GRATUITY

Liability in respect of gratuity and leave encashment benefit on retirement is accounted for as and when paid.



2. DETAILS ABOUT SMALL SCALE INDUSTRIES

The Company has no amount due to Small Scale Industries exceeding Rs.1,00,000/-

3. PAYMENT TO AUDITORS

PARTICULARS	CURRENT YEAR (Rs)	PREVIOUS YEAR (Rs)
a) Audit Fees (Excluding Service Tax)	2,00,000	55,000
b) Tax Audit Fees	50,000	20,000
c) Service Tax	25,750	7725
Total	2,75,750	82,725

4. ADDITIONAL INFORMATION PURSUANT TO THE PROVISIONS OF PARAGRAPHS 3, 4C & 4D OF PART II OF SCHEDULE VI TO THE COMPANIES ACT, 1956.

PARTICULARS	Current Year Rs. In Lakhs	Prev Year (Rs. in Lakhs)
a) Value of imports calculated on F.O.B.basis	Nil	Nil
Value of exports Calculated on F.O.B. basis (Software Development, Consulting Services & Medical Transcription)	730.09	786.70
c) Information required under Para 4 (C) of Part II of Schedule VI of the Companies Act. 1956 to the extent applicable		
a) The Licensed Capacity -	NA	N.A.
b) The Installed Capacity -	NA	N.A.
c) The Actual Production -	NA	N.A.

5. GENERAL

- Revenue for the period is generated mainly from Information Technology Services.
- Previous Year figures have been regrouped and/or reclassified wherever necessary.
- Balance of Debtors/Creditors are subject to confirmation and reconciliation if any, they are taken as per Books.
- Buildings are not yet registered in the name of the Company.
- The interest income earned outside India has been considered. Hence the financial statements are revised.



6. CONTINGENT LIABILITIES

There are no contingent liabilities.

7. SEGMENT REPORTING

The Company's exclusive business is Medical Transcription, Training Software Development and Consulting Services as such this is the only reportable segment as per Accounting Standard - 17 on Segment Reporting issued by the Institute of Chartered Accountants of India. As the Company consider whole of India as a single geographical segment, the disclosures related to secondary segments are not relevant for the Company.

8. RELATED PARTY DISCLOSURES

List of related parties with whom transactions have taken place during the year:

- | | | |
|----|---|--|
| a) | Associates: | CAT Degree College
CAT Technology Inc
CAT Technology FZE
Espirit Technologies Pvt Ltd
Veteran Typewriting Institute & Xerox Centre |
| b) | Relatives of Directors | Mrs.Nisha Jaiswal
Mrs.Namrita Jaiswal
Mrs.Muneerosmani |
| c) | Key Managerial Personnel | Mr.Dhiraj Kumar Jaiswal - Managing Director
Mr. C.K.M. Prasad - Wholetime Director |
| d) | Related Party Relationships have been identified by the Management and relied upon by the Auditors. | |

9. DEFERRED TAXATION

Tax Liability of the Company has been estimated considering the provisions of The Income Tax Act, 1961.

The Company has recognized Deferred Tax Liability as per Accounting Standard - 22 issued by the Institute of Chartered Accountants of India. The amount of the deferred tax liability has been reflected in the financial statements of the company.

10. The value of Exports realized during the year in different currencies and converted to Indian Rupees is Rs.804.60 lakhs.
11. Some Assets of which the Company is the beneficial owner are pending for transfer in the name of the Company and for which necessary steps are being taken.



12. As stipulated in AS-28, the Company assessed potential generation of economic benefits from its Business units and is of the view that Assets employed in continuing business are capable of generating adequate returns over the useful lives in the usual course of business. There is no indication to the contrary and accordingly the Management is of the view that no impairment provision is called for in these accounts.

For **Ramu & Ravi**
FR No. 006610S
Chartered Accountants
Sd/-
K.V.R MURTHY
Partner
Membership No.200021

For and On Behalf Of the Board

Sd/-
DHIRAJ KUMAR JAISWAL
Managing Director

Sd/-
C.K.M.Prasad
Whole Time Director

PLACE : HYDERABAD
DATE : 26-08-2011


ADDITIONAL INFORMATION AS REQUIRED UNDER PART IV OF COMPANIES ACT 1956
Balance Sheet Abstract and Company's Business Profile:
(a) Registration Details

Registration No. 35317 State Code 01

(b) Capital issued during the year:

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

(c) Position of Mobilisation and Deployment of funds:
TOTAL LIABILITIES

Sources of Funds : **(Amt In Rs.)**
 Paid up Capital : 79,43,64,780
 Share Application Money: NIL
 Reserves and Surplus : 26,529,880
 Secured Loan : 6,657,635
 Unsecured Loan : 4,731,420

TOTAL ASSETS

Applications of Funds: **(Amt In Rs.)**
 Net Fixed Assets : 57,245,534
 Investments : 52,300,000
 Net Current Assets : 695,919,153
 Misc. Expenditures : 31,172,779

PERFORMANCE OF THE COMPANY : (Amt In Rs.)

Gross Turnover & Receipts : 74,562,215
 Total Expenditure : 74,528,917
 Profit(Loss) before tax : 33,296
 Extraordinary Items : — NIL —
Less : Provision for Tax : —NIL—
 Profit (Loss) after tax : (1,290,035)
Less : Previous Year Taxes Paid
 & Deferred Tax : 1,317,157
 Net Profit after deductions : (1,293,963)
 Earning Per Share : (0.02)

(d) Generic name of the principal products/service of the company:

Item No. (ITC Code) : Nil
 Product Description : Information Technology Services
 Information Enabled Technology Services

 For **Ramu & Ravi**

FR No. 006610S

Chartered Accountants

Sd/-

K.V.R MURTHY

Partner

Membership No.200021

For and On Behalf Of the Board

Sd/-

DHIRAJ KUMAR JAISWAL

Managing Director

Sd/-

C.K.M.Prasad

Whole Time Director

PLACE : HYDERABAD

DATE : 26-08-2011



CONSOLIDATED FINANCIAL STATEMENT



AUDITORS' REPORT

To the The Share Holders of **M/s. CAT TECHNOLOGIES LIMITED** on the consolidated financial statements of CAT Technologies Limited and its Subsidiaries.

1. We have audited the attached Consolidated Balance Sheet of **CAT Technologies Limited** as at 31st March, 2011, and also the Consolidated Profit and Loss Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the management of **CAT Technologies Limited** and have been prepared by the management on the basis of separate financial statements and other financial information regarding components. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the generally accepted auditing standards in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of all material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. We did not audit the financial statements of the subsidiaries whose financial statements reflect total net assets of Rs. 451.46 lakhs as at 31st March, 2011 and total revenues of Rs.34,635.73 Lakhs for the year then ended. Based on the Compiled Financial statements of CAT Technology Inc (USA) and Audited Financial Statements in respect of CAT Technology FZE (UAE) furnished to us we have formed an opinion solely based on the report of the other auditors so far as it relates to the amounts included in respect of the subsidiaries, viz. CAT Technology Inc (USA) and CAT Technology FZE (UAE).
4. We report that the consolidated financial statements have been prepared by the management of CAT Technologies Limited in accordance with the requirements of Accounting Standard (AS) 21, Consolidated Financial Statements, notified under the Companies (Accounting Standards) Rules, 2006.
5. Based on our audit and on consideration of reports of other auditors on separate financial statements and on the other financial information of the subsidiaries, and to the best of our information and according to explanations given to us, we are of the opinion that the attached Consolidated Financial Statements give a true and fair view in conformity with the accounting principles generally accepted in India:



- i. In the case of consolidated Balance Sheet, of the state of affairs of the Company and its subsidiary as at 31st March 2011 and
- ii. In case of consolidated Profit and Loss Account of the consolidated results of operations of the company and its subsidiary for the period ended on that date.
- iii. In case of consolidated Cash Flow Statement of the company and its subsidiary for the year ended on that date.

For Ramu & Ravi

Firm Regn No: 006610S

Chartered Accountants

Sd/-

K.V.R.MURTHY

Partner

Membership No.200021

Place : HYDERABAD

Date : 26-08-2011



CONSOLIDATED BALANCE SHEET AS AT 31-03-2011

PARTICULARS	Sch. No.	as at 31-03-2011 (Rs.)		as at 31-03-2010 (Rs.)	
A. SOURCES OF FUNDS :-					
1. Share Holders Funds					
Share Capital	1	794,364,780		794,364,780	
Reserves & Surplus	2	1,335,445,651		691,341,382	
			2,129,810,431		1,485,706,162
2. Loan Funds					
Secured Loans	3	17,879,448		6,834,923	
Unsecured Loans	3A	575,230,040		10,738,158	
			593,109,488		17,573,081
			4,353,750		3,036,593
			2,727,273,670		1,506,315,836
B. APPLICATION OF FUNDS :-					
1. Fixed Assets					
Gross Block	4	166,613,886		124,182,991	
Less : Depreciation		64,222,187		53,529,482	
Net Block			102,391,699		70,653,509
2. Investments	5		10,800,000		-
3. Good Will	6		21,648,819		21,648,819
3. Current Assets, Loans & Advances	7				
Current Assets		11,140,037		20,912,912	
Sundry Debtors		523,454,221		582,776,762	
Inventories		861,634,384		440,258,749	
Cash & Bank Balance		25,604,188		23,695,899	
Loans & Advances		1,202,949,092		397,684,689	
		2,624,781,921		1,465,329,011	
Less :Current Liabilities & Provisions	8	63,521,548		84,070,366	
Net Current Assets			2,561,260,374		1,381,258,645
4. Miscellaneous Expenditure					
(To the extend not written off or adjusted)	9		31,172,779		32,754,863
			2,727,273,670		1,506,315,836
5. Notes on Accounts & Accounting Policies	16				

Schedules 1 to 9 & 14 annexed hereto form part of these accounts

For and on behalf of the Board
Sd/-

DHIRAJ KUMAR JAISWAL
(MANAGING DIRECTOR)

For Ramu & Ravi
Firm Regn No:006610S
Chartered Accountants
Sd/-

K.V.R MURTHY
Partner
Membership No :200021

Sd/-
C.K.M.PRASAD
(WHOLE TIME DIRECTOR)

Place : HYDERABAD
Date : 26-08-2011



CONSOLIDATED PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31-03-2011

PARTICULARS	Sch. No.	as at 31-03-2011 (Rs.)	as at 31-03-2010 (Rs.)
INCOME :			
Operational Income	10	3,486,754,768	1,593,084,517
Other Income	11	229,866	1,430,863
TOTAL: A		3,486,984,634	1,594,515,380
EXPENDITURE :			
Cost of Goods Sold	12	2,368,017,223	998,297,620
Personnel Cost	13	157,644,908	131,540,412
Financial Expenses	14	1,153,284	1,197,514
Administrative Expenses	15	369,111,063	226,247,456
Depreciation	4	10,692,705	11,752,525
Miscellaneous Expenditure Written off	8	5,737,897	4,906,733
TOTAL: B		2,912,357,080	1,373,942,260
Profit Before Taxes (A-B)		574,627,554	220,573,120
Add: Extraordinary Income		-	418,254,000
Profit for the year		574,627,554	638,827,120
Provision for Taxation:			
Current Tax		992,550	1,597,625
Deferred Tax		1,317,157	721,761
Profit / (Loss) After Tax		572,317,847	636,507,734
Prior Period Expenses		3,928	47,078
Profit /(Loss)		572,313,919	636,460,656
No. of weighted average of - Equity Shares outstanding		79,436,478	79,436,478
Earning per Share of Rs.10/- each (Both Basic and Diluted)		7.20	8.01

Schedules 4, 8, 10 to 15 annexed hereto form part of these accounts

For and on behalf of the Board

Sd/-

DHIRAJ KUMAR JAISWAL
(MANAGING DIRECTOR)

Sd/-

C.K.M.PRASAD
(WHOLE TIME DIRECTOR)

For Ramu & Ravi

Firm Regn No:006610S

Chartered Accountants

Sd/-

K.V.R MURTHY

Partner

Membership No :200021

Place:HYDERABAD

Date: 26-08-2011



SCHEDULE FORM PART OF THE BALANCE SHEET AS ON 31-03-2011

PARTICULARS	AS ON	
	31-03-2011 (Rs.)	31-03-2010 (Rs.)
SCHEDULE - 1		
SHARE CAPITAL		
Authorised Capital 12,00,00,000 Equity Shares of Rs.10/- each	1,200,000,000	1,200,000,000
Issued, Subscribed & Paid up 79436478 Equity Shares of Rs.10/- each fully paid up GDR's 5899681 Nos representing 73686078 number of shares of Rs. 10/- each	794,364,780	794,364,780
	794,364,780	794,364,780
SCHEDULE - 2		
Reserves & Surplus		
Equity Share Premium		
Profit & Loss Account		
Opening Balance	822,887,256	186,426,600
Add: Profit/(Loss) for the Year	572,313,919	636,460,656
Total	1,395,201,175	822,887,256
Opening Foreign Translation Currency Reserve	(132,945,873)	13,031,924
Add: Gain (Loss) on FE Translation	71,790,349	(145,977,797)
Reserves & Surplus (P & L)	(61,155,524)	(132,945,873)
Reserves & Surplus (Tr.to Balance Sheet)	1,335,445,651	691,341,383
SCHEDULE - 3		
Secured Loans		
Bank OD	17,422,004	5,395,543
Vehicle Loans	457,444	1,439,380
	17,879,448	6,834,923
SCHEDULE - 3A		
Un-Secured Loans		
Loan Payable - Stockholder	4,775,391	8,606,738
Proprietor's Current Account (UAE)	565,723,229	-
Others	4,731,420	2,131,420
	575,230,040	10,738,158



FIXED ASSETS STATEMENT “ SCHEDULE - 4” - 31-03-2010

Sl. No.	Name of the Asset	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		Cost as at 01-04-2009	Additions		Deletions during the year	Total as at 31-03-2010	Dep. as on 01-04-2009	Dep. the period	Total Dep. As on 31-03-2010	WDV as at 31-03-2010	WDV as at 31-03-2009
			Before 30-09-2009	After 30-09-2009							
1	Air Conditioners	1,284,630	-	-	0	1,284,630	251,580	61,020	312,600	972,030	1,033,050
2	Buildings	27,622,348	585,550	2,842,292	0	31,050,190	1,431,991	460,890	1,892,881	29,157,309	26,191,058
3	Computer	25,005,936	198,780	160,190	0	25,364,906	24,215,024	815,806	25,030,830	334,076	790,912
4	Electrical Fittings	1,268,407	86,690	14,456	0	1,369,553	174,633	63,752	238,385	1,131,168	1,093,774
5	EPABAX Machine	284,197	-	-	0	284,197	80,355	13,499	93,855	190,342	203,841
6	Furniture & Fixtures	8,148,596	-	20,000	0	8,168,596	3,421,973	516,122	3,938,095	4,230,501	4,726,623
7	Vehicle	2,999,052	-	-	0	2,999,052	2,156,837	486,146	2,642,984	356,068	842,215
8	Office Equipment	2,434,969	-	32,275	0	2,467,244	408,729	154,770	563,499	1,903,745	2,026,240
9	Water Cooler	13,500	-	-	0	13,500	3,809	641	4,451	9,050	9,691
10	Xerox Machine	1,612,000	-	-	0	1,612,000	459,000	76,570	535,570	1,076,430	1,153,000
11	Software	31,361,906	-	7,200,487	0	38,562,393	16,936,974	5,238,494	22,175,468	16,386,925	14,424,932
12	Refrigerator	10,100	-	-	0	10,100	2,088	480	2,568	7,533	8,012
13	Generator	212,000	-	-	0	212,000	95,536	10,070	105,606	106,394	116,464
14	Innova Car	1,236,084	-	-	0	1,236,084	400,738	200,369	601,107	634,977	835,346
15	Maruti Suzuki Swift	751,105	-	-	0	751,105	14,010	14,010	28,020	723,085	737,095
16	Water Motor	29,392	-	-	0	29,392	2,094	1,396	3,490	25,902	27,298
17	Property & Equipment	19,908,068	28,645,212	2,645,664	0	51,198,944	3,474,110	2,578,670	6,052,780	45,146,164	16,433,958
	TOTAL	124,182,290	29,516,232	12,915,364	0	166,613,886	53,529,482	10,692,705	64,222,187	102,391,699	70,653,509
	Previous Year	85,627,524	17,835,891	20,719,575	0	124,182,991	41,776,919	11,752,525	53,529,482	70,653,509	43,850,605



SCHEDULE FORM PART OF THE BALANCE SHEET AS ON 31-03-2011

PARTICULARS	AS ON	
	31-03-2011 (Rs.)	31-03-2010 (Rs.)
SCHEDULE - 5		
Investments :		
100% Stake in Cat Technology Inc	-	-
100% Holding in Cat Technology Fze	-	-
TDPL Health Care India Ltd (37500 shares of Rs. 10/- each at a premium of Rs. 190/- per share)	7,500,000	-
Trimurthi Advisory Services Pvt Ltd (33000 shares of Rs. 10/- each at a premium of Rs. 90/- per share)	3,300,000	-
	10,800,000	-
SCHEDULE - 6		
Good Will	21,648,819	21,648,819
	21,648,819	21,648,819
SCHEDULE - 7		
Current Assets, Loans & Advances		
a) Current Assets		
Prepaid Expenses		6,468,891
Deposits	11,140,037	14,444,021
	11,140,037	20,912,912
Sundry Debtors		
(Unsecured and considered good)		
Debt outstanding for a period of exceeding six months	-	-
Other Debts	523,454,221	463,782,145
Other Current Assets		118,994,617
	523,454,221	582,776,762
Cash & Bank Balances		
Cash in Hand	25,457,594	22,910,144
Balances with Scheduled Banks	146,594	785,755
	25,604,188	23,695,899
b) Loans & Advances		
(unsecured and considered good)		
Advances, Deposits & Other Debit Balances	1,202,908,324	191,451,537
Unsecured Loans to Subsidiaries	-	206,230,077
TDS (Net of Provision for taxes)	40,768	3,075
	1,202,949,092	397,684,689
Total Current Assets, Loans & Advances	1,763,147,538	1,025,070,262



SCHEDULE FORM PART OF THE BALANCE SHEET AS ON 31-03-2011

PARTICULARS	AS ON	
	31-03-2011 (Rs.)	31-03-2010 (Rs.)
SCHEDULE - 8		
Current Liabilities & Provisions		
a) Current Liabilities		
Sundry Creditors	31,546,866	52,492,537
TDS Payable	92,384	358,992
Dinesh Kumar Jaiswal (USA)	24,180,661	24,180,661
	55,819,911	77,032,190
b) Provisions		
Provision for Income Tax (Net of TDS)	-	1,597,625
Provision for Expenses	7,701,637	5,440,551
	7,701,637	7,038,176
Total Current Liabilities & Provisions	63,521,548	84,070,366
SCHEDULE - 9		
Miscellaneous Expenditure		
(To the extent not written off or adjusted)		
Goodwill	17,489,911	17,489,911
Preliminary Expenses	2,212,928	3,319,392
Less : Preliminary Expenses Written Off	1,106,464	1,106,464
Balance	1,106,464	2,212,928
GDR Issue Expenditure	2,404,652	3,009,485
GDR Issue Expenditure 2009-10	-	497,911
Total	2,404,652	3,507,396
Less : GDR Issue Expenditure Written Off	1,102,744	1,102,744
Balance	1,301,908	2,404,652
Advertisement Expenditure (Brand Building)	14,374,991	12,773,972
Less: Advertisement Expenses (Brand Building) Written Off	3,385,958	2,554,794
Balance	10,989,033	10,219,178
Nizam Club Corporate Membership	428,194	570,925
Less : Nizam Club Corporate Memb. Written Off	142,731	142,731
Balance	285,463	428,194



SCHEDULE FORM PART OF THE PROFIT AND LOSS ACCOUNT

PARTICULARS	AS ON	
	31-03-2011 (Rs.)	31-03-2010 (Rs.)
SCHEDULE - 10		
Income from Operations		
Training Income	71,800	538,116
Foreign Exchange Realisation Profit	785,951	829,383
Interest Received	52,334	1,338,588
Software Development & Consulting Services	3,480,095,620	1,583,610,155
Medical Transcription Receipts	5,749,063	6,768,275
	3,486,754,768	1,593,084,517
SCHEDULE - 11		
Other Income		
Other Income	229,866	1,430,863
Interest Received from Euram Bank	-	-
	229,866	1,430,863
SCHEDULE - 12		
Cost of Goods		
Opening Stock	430,806,144	100,654,118
Purchase & Direct Expenses	2,798,845,462	1,337,902,251
	3,229,651,606	1,438,556,369
Less: Closing Stock	861,634,384	440,258,749
	2,368,017,223	998,297,620
SCHEDULE - 13		
Personnel Cost		
Salaries	153,758,124	128,046,623
Provident Fund	-	685,404
Staff Welfare	246,785	469,225
Remuneration to Directors	3,640,000	1,550,000
Professional Tax	-	174,410
Staff Training Expenses	-	47,914
ESI	-	566,836
	157,644,908	131,540,412
SCHEDULE - 14		
Financial Expenses		
Bank Interest & Charges	1,085,570	1,087,269
Interest on Hire Purchase	67,713	110,245
	1,153,284	1,197,514



SCHEDULE FORM PART OF THE PROFIT AND LOSS ACCOUNT

PARTICULARS	AS ON	
	31-03-2011 (Rs.)	31-03-2010 (Rs.)
SCHEDULE - 15		
Administrative & Other Expenses		
Rent, Rate Taxes and License Fees	13,548,407	11,424,631
Advertisement	1,957,063	2,233,731
Business Promotion Expenses	187,135,118	133,925,520
Internet & E-Mail Charges	918,233	5,103,414
Membership & Subscription	-	1,409,661
Printing & Stationery	1,013,946	973,636
Electricity Charges	2,574,534	2,624,533
Postage	16,787	29,040
Repairs & Maintenance	2,457,893	2,817,719
Tours, Travelling & Conveyance	59,591,001	7,534,575
Audit Fees	275,750	82,725
Fees & Filing Charges	417,642	607,222
Bank Charges	533,966	417,268
AGM & EGM Expenses	46,750	46,250
Office Maintenance	1,476,925	1,947,925
Offshore Development	11,750,430	20,158,703
Vehicle Maintenance	1,786,213	
Telephone Expenses	6,705,406	2,857,217
Books & Periodicals	1,227,831	11,243
Insurance Charges	3,502,095	3,612,587
Professional Charges	5,057,782	5,643,844
Conveyance	2,919,564	13,764
Water Charges	106,400	117,100
Transportation Charges	710	2,490
Interest on TDS	136,682	-
Quarterly Fees (Euram Bank)	-	57,806
AMC Charges	327,935	115,815
Miscellaneous Expenses	53,219,446	2,350,415
Donations	7,500	-
Generator Maintenance	66,200	116,210
General Expenses	1,800	-
Painting Charges	-	45,000
Listing Fees (Luxemburg)	-	471,137
Property Tax	470,080	381,218
Loss on Chit Fund	955,500	-
Security Charges	147,503	107,946
Consultancy Charges	583,043	669,533
Sales Expenses	8,174,926	18,337,578
	369,111,063	226,247,456

**SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE ACCOUNTS****SCHEDULE - 15****A. STATEMENT ON ACCOUNTING POLICIES****1. GENERAL**

The consolidated financial statements are prepared in accordance with the Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on accrual basis. GAAP comprises mandatory accounting standards issued by the Institute of Chartered Accountants of India (ICA), the provisions of the Companies Act 1956 and guidelines issued by the Securities and Exchange Board of India. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

Transaction in Foreign Currency :

- i) Foreign subsidiaries: In case of foreign subsidiaries Income and Expenses are converted at an average rate, Assets and Liabilities are converted at closing exchange rate.
 - a. The financial statements are prepared in accordance with the principles and procedures required for the preparation and presentation of consolidated financial statements as laid down under the accounting standard on Consolidated Financial Statements issued by the ICAI.
 - b. The financial statements of CAT Technologies Limited, the parent company, CAT Technology Inc, USA and CAT Technology FZE, UAE have been combined in a line-by-line basis and adding together book values of similar items of assets, liabilities, income and expenses after eliminating intra-group balances and transactions and resulting unrealized gain/loss.
 - c. The consolidated financial statements are prepared by applying uniform accounting policies in use at the group.
 - d. The difference between costs of investment in the subsidiaries over the net assets at the time of acquisition of shares in the subsidiaries is recognized in the financial statement as good will.

2. EFFECT OF CHANGES IN FOREIGN EXCHANGE RATES - AS-11

1. Operations of both the subsidiaries are considered as Non-Integral to the reporting enterprises
2. All income & expense items involving in foreign exchange transactions are translated in reporting currency at yearly average rate. (Source for Average Rate : www.oanda.com for US&UAE currencies)



3. All monetary & non monetary items are translated into reporting currency at closing exchange rate
4. Loss / Gain arising on translation of these Assets, Liabilities amounts are transferred to foreign Currency Translation Reserve Account.

3. FIXED ASSETS

- a) Fixed Assets are stated at cost of acquisition as reduced by accumulated depreciation.
- b) The Cost of assets includes direct/indirect and incidental cost incurred to bring them into their present location and condition.

4. DEPRECIATION

- a) Depreciation on fixed assets except intangible asset (Software) has been provided on Straight Line Method on prorata basis at the rates and in the manner specified in Schedule XIV of the Companies Act, 1956 except assets not put to use.
- b) Depreciation on intangible asset (Software) is charged at the rate of 33.33% by taking the useful life as three years.

5. PRELIMINARY AND PUBLIC ISSUE EXPENSES

Preliminary Expenditure and Public issue expenses are written off over a period of Five years.

B. NOTES ON BALANCE SHEET AND PROFIT & LOSS ACCOUNT

1. GRATUITY

Liability in respect of gratuity and leave encashment benefit on retirement is accounted for as and when paid.

2. DETAILS ABOUT SMALL SCALE INDUSTRIES

The Company has no amount due to Small Scale Industries exceeding Rs.1,00,000/-

3. PAYMENT TO AUDITORS

PARTICULARS	CURRENT YEAR (Rs)	PREVIOUS YEAR (Rs)
a) Audit Fees (Excluding Service Tax)	2,50,000	60,000
b) Service Tax	25,750	7,725
Total	2,75,750	67,725



4. ADDITIONAL INFORMATION PURSUANT TO THE PROVISIONS OF PARAGRAPHS 3, 4C & 4D OF PART II OF SCHEDULE VI TO THE COMPANIES ACT, 1956.

PARTICULARS	Current Year (Rs. in Lacs)
a) Value of imports calculated on F.O.B.basis	— NA —
b) Value of exports Calculated on F.O.B. basis (Software Development, Consulting Services & Medical Transcription)	730.09
c) Information required under Para 4 (C) of Part II of Schedule VI of the Companies Act. 1956 to the extent applicable	
a) The Licensed Capacity -	N.A.
b) The Installed Capacity -	N.A.
c) The Actual Production -	N.A.

5. GENERAL

- a) Revenue for the period is generated mainly from Information Technology Services.
- b) Previous Year figures have been regrouped and/or reclassified wherever necessary.
- c) Balance of Debtors/Creditors are subject to confirmation and reconciliation if any, they are taken as per Books.
- d) Buildings are not yet registered in the name of the Company.
- e) The interest income earned outside India has been considered. Hence the financial statements are revised.
- f) Figures have been set off and regrouped in the consolidated statements.

6. CONTINGENT LIABILITIES - NIL

7. SEGMENT REPORTING

The Company's exclusive business is Medical Transcription, Training Software Development and Consulting Services as such this is the only reportable segment as per Accounting Standard - 17 on Segment Reporting issued by the Institute of Chartered Accountants of India. As the Company consider whole of India as a single geographical segment, the disclosures related to secondary segments are not relevant for the Company.



8. RELATED PARTY DISCLOSURES

List of related parties with whom transactions have taken place during the year:

- | | | |
|----|---|--|
| a) | Parental : | CAT Technologies Limited |
| b) | Subsidiary : | CAT Technology Inc |
| | CAT Technology FZE | |
| | Espirit Technologies Pvt Ltd | |
| c) | Associates: | CAT Degree College |
| | Veteran Typewriting Institute | |
| | & Xerox Centre | |
| d) | Relatives of Directors | Mrs.Nisha Jaiswal
Mrs.Namrita Jaiswal
Mrs.Muneerosmani |
| e) | Key Managerial Personnel | Mr.Dhiraj Kumar Jaiswal - Managing Director |
| | Mr. C.K.M. Prasad - | Wholetime Director |
| d) | Related Party Relationships have been identified by the Management and relied upon by the Auditors. | |

9. DEFERRED TAXATION

Tax Liability (Including Fringe Benefit Tax) of the Company has been estimated considering the provisions of The Income Tax Act, 1961.

The Company has recognized Deferred Tax Liability as per Accounting Standard - 22 issued by the Institute of Chartered Accountants of India. The amount of the deferred tax liability has been reflected in the financial statements of the company.

10. Some Assets of which the Company is the beneficial owner are pending for transfer in the name of the Company and for which necessary steps are being taken.
11. As stipulated in AS-28, the Company assessed potential generation of economic benefits from its Business units and is of the view that Assets employed in continuing business are capable of generating adequate returns over the useful lives in the usual course of business. There is no indication to the contrary and accordingly the Management is of the view that no impairment provision is called for in these accounts.

For **Ramu & Ravi**
FR No. 006610S
Chartered Accountants

For and On Behalf Of the Board

Sd/-
K.V.R MURTHY
Partner
Membership No.200021

Sd/-
(DHIRAJ KUMAR JAISWAL)
Managing Director

Sd/-
(C.K.M.Prasad)
Whole Time Director

PLACE : HYDERABAD
DATE : 26-08-2011



CAT TECHNOLOGIES LIMITED

Registered Office of the Company at 1st Floor, Champa Mansion,
Nampally Station Road, Hyderabad-500 001.

PROXY

I/We of
..... in the district of
..... CAT Technologies Limited hereby appoint
of or failing him of
as my / our proxy in my/our absence to attend and vote for me/us, and on my/our behalf at the
Sixteenth Annual General Meeting of the Members of the Company will be held on **FRIDAY, 30TH
SEPTEMBER 2011 AT 11-00 A.M.** at the Registered Office of the Company at 1st Floor, Champa
Mansion, Nampally Station Road, Hyderabad-500 001.

As WITNESS my/our hand/hands this day of 2011.

Signed by the said 2011

Signature
(on Re.1
Revenue
Stamp)

- Note :
1. The proxy must be deposited at the Registered Office of the Company not less than 48 hours before the time for holding the meeting.
 2. Please bring your copy at this Annual Report for the Meeting.
 3. No Gifts will be given at the A.G.

CAT TECHNOLOGIES LIMITED

Registered Office of the Company at 1st Floor, Champa Mansion,
Nampally Station Road, Hyderabad-500 001.

ATTENDANCE SLIP

(Please present this slip at the Meeting Venue)

ANNUAL GENERAL MEETING - 30TH SEPTEMBER 2011

Regd. Folio No.:

No. of Shares Held:

Client ID No.:

I hereby record my presence at the Sixteenth Annual General Meeting of the Members of the Company will be held on **FRIDAY, 30TH SEPTEMBER 2011 AT 11-00 A.M.** at the Registered Office of the Company at 1st Floor, Champa Mansion, Nampally Station Road, Hyderabad-500 001.

.....
Name of the Shareholder/Proxy

.....
Signature of Member/Proxy

Note: Members are requested to bring their copies of Annual Report to the meeting.

**PRINTED MATTER
BOOK-POST**



5-8-56, 1st Floor, Champa Mansion,
Nampally Station Road, Hyderabad-500 001.