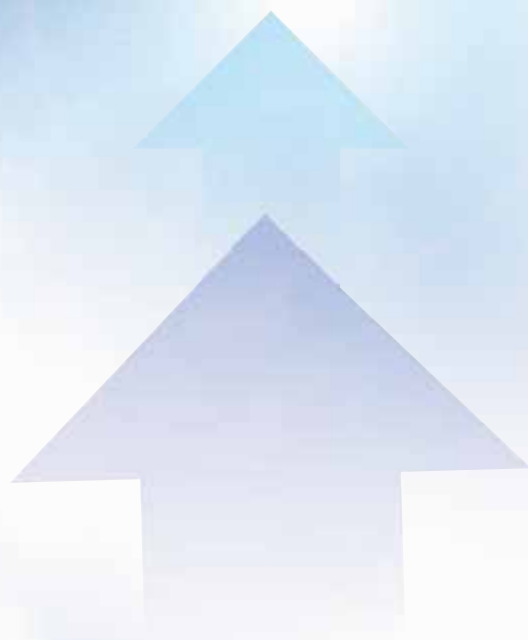




Ahluwalia Contracts (India) Limited

31st Annual Report 2009-10



Building on elements of **success**





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Board of Directors

Mr. Bikramjit Ahluwalia
Chairman & Managing Director

Mr. Shobhit Uppal
Deputy Managing Director

Mrs. Sudershan Walia
Whole-time Director

Mr. Vikaas Ahluwalia
Whole-time Director

Mr. Vinay Pal
Whole-time Director

Mr. Arun K. Gupta
Director

Mr. S.K. Chawla
Director

Dr. Sushil Chandra
Director

Mr. Balbir Singh
Director

Mr. S.S. Kohli
Director

Compliance Officer

Mr Vipin Kumar Tiwari
*DGM (Corporate) &
Company Secretary*

Auditors

M/s Arun K. Gupta & Associates
Chartered Accountants

D-58, 1st Floor, East of Kailash,
New Delhi-110065

Bankers

Allahabad Bank
Axis Bank Ltd.
Bank of Maharashtra
Canara Bank
Citi Bank N.A.
ICICI Bank Ltd.
IDBI Bank Ltd.
IndusInd Bank Ltd.
ING Vysya Bank Ltd.
Kotak Mahindra Bank Ltd.
Punjab & Sind Bank
Standard Chartered Bank
State Bank of Patiala
Syndicate Bank
Yes Bank Ltd.

Registered Office

4, Community Centre, Saket,
New Delhi-110017
Tel.: +91 11 29561854
Fax: +91 11 26852036

Corporate Office

1, Okhla Industrial Area,
Phase-III, New Delhi-110020
Tel.: +91 11 49410500
Fax: +91 11 49410553

Head Office

M-1, Saket, New Delhi-110017
Tel.: +91 11 40504500
Fax: +91 11 40504558



Well diversified
business portfolio



Integrated engineering and
design turnkey solutions

Chairman's Letter



“Strengthening our presence in the infrastructure development space, we embarked on developing a robust diversified order book - sectoral as well geographic, ventured into new sectors such as Power and Urban Infrastructure and chalked out a robust strategy for growth.”



Dear Shareholders,

It is with immense pleasure that I share with you the highlights of another year of shining progress for your Company, which has not only grown from strength to strength but more importantly demonstrated intrinsic robustness and solidity to deliver positive performance at all times.

Let me first take you through the macro economic developments that governed our business environment in 2009-10. Having braved the fury of the global recessionary trends, the Indian economy not only made a credible bounce back but more importantly, driven by strong domestic consumption and robust performances by key sectors, is well on its way to report an attractive growth rate of 9%. The CSO estimate of 7.2% GDP growth for 2009-10 reflects the fast paced recovery of the economy, with the Index of Industrial Production (IIP) posting a record 16.8% year-on-year growth during the month of December 2009. The economy has responded well to the policy measures undertaken in the wake of the global financial crisis. The recovery is well founded, with pick-up in merchandise exports, capital flows and non-bank food credit.

Your Company has also responded well to this recovery manifest from the performance of your Company in every aspect of its working.

FINANCIAL HIGHLIGHTS

The year gone by was a year of tremendous accomplishments for your Company. Benefitting from a surge in the Country's infrastructure growth, outlay and plans, your Company's revenues touched an impressive Rs. 1,567.68 crores, reflecting a 47% increase in the top line over the previous fiscal. Matching this pace was your Company's profitability which improved 42% over the previous financial year to stand at Rs. 81.78 crores.

The impressive growth clocked is a result of the continued benefit from the strong impetus being given by the Government to infrastructure development in the country, combined with our capabilities and impeccable track record in this space.

↑ Robust order book of Rs. 5,300 crores

↑ Over four decades of rich experience

↑ Foray into attractive BOT segment and Power sectors



OPERATIONAL PERFORMANCE

Looking beyond financials, it is with a sense of immense pride I state that 2009-10 marked the year when your Company achieved notable milestones. We succeeded in bagging several big ticket & prestigious projects, such as Calcutta Riverside Project at Batanagar from River Bank Developers Pvt. Ltd. worth Rs. 336 crores, Pullman & Novotel Hotel at DIAL for Caddie Hotels Pvt. Ltd. worth Rs. 177 crores, a project for Bangalore Metro Rail Corporation Ltd. for Rs. 109.47 crores, to name just a few.

At the close of the year, our order book stands at a healthy Rs. 5,300 crores and we are engaged in executing existing projects worth Rs. 3,000 crores.

The year also saw your Company reduce its dependence on private sector projects by 11% and increase quantum of business from existing customers to add new reputed ones such as Indian Oil Corporation, MCA Building, HDIL, Institute of Chartered Accountants of India, etc.

Strengthening our presence in the infrastructure development space, we embarked on developing a diversified order book - sectoral as well geographic, ventured into new sectors such as Power and Urban Infrastructure and chalked out a robust strategy for growth. We believe that these initiatives not only helped us post excellent results in the year under review but will also strengthen your Company's potential to deliver extraordinary turnover and profitability levels in the future.

IMMENSE OPPORTUNITIES AHEAD

Today, the infrastructure sector in India is traversing one of its most interesting phases. If we look at our growth pattern over the past few years, we realise the critical importance of infrastructure in the nation's growth and progress. We also realise how imperative it is for the nation to prepare itself for the future and the next anticipated growth curve. I am happy that our Government is looking into these issues with utmost concern and expediting the necessary initiatives.

Over FY07-12 (the XI Five-Year Plan), India plans to spend USD 428 bn on infrastructure development, with expenditure as percent of GDP rising from 5% in FY07 to 9.3% by the Plan-end. Such exponential growth in infrastructure spend could result in orders of USD 80 bn a year for Indian construction companies. Power and Roads alone would account for nearly half the planned infra expenditure, with most of the remaining coming from Telecom, Railways and Irrigation.

FUTURE OUTLOOK

Going ahead, on the back of its increased focus on Urban Infrastructure, foray into the Power sector, solid performance, excellent financials, unmatched business reach spanning prestigious clients, flawless execution, and robust strategy your Company aims to expand its business portfolio even further. Our target, let me share with you, is to make ACIL a Rs. 5,000 crores company in less than five years, translating into a compounded growth of 30% every year.

ON A CONCLUDING NOTE

On behalf of the Board, I would like to convey the deepest appreciation to all employees for their sincerity, devotion and perseverance in their respective fields, which has helped the Company grow from strength to strength. The Company's quest for continuous value creation would not have been possible but for the support that my colleagues received from all our customers, suppliers, regulatory authorities and other business associates.

Finally, I convey my personal gratitude for the confidence that you, our shareholders have reposed in the Company. I sincerely hope that you will continue to extend your whole-hearted support to us so that we, along with the executive management team and all employees, will further accelerate the growth and progress of your Company.

Best Wishes
Bikramjit Ahluwalia
Chairman & Managing Director



Management Discussion and Analysis



The financial statements contained herein have been prepared and presented under the historical cost convention on accrual basis of accounting and comply with the accounting standards issued by the Institute of Chartered Accountants of India (ICAI) and the relevant provisions of the Companies Act, 1956, to the extent applicable. The preparation of financial statements requires the Management to make estimates and assumptions that affect the reported amounts of income and expenses of the period, assets and liabilities, as on the date of the financial statements. These estimates are made on a prudent and reasonable basis, to reflect a true and fair view of the financial statements.

INDIAN ECONOMY

2009-10 has been a challenging year for the Indian economy, but the year ended on a positive note. The key contributor to growth was the aggressive fiscal and monetary measures put in place by the Government in the wake of the global financing crisis last year. The recent growth indicators suggest clear uptrend in consumption, employment, investment, and trade. The domestic consumption is on a rising spree mainly due to the contribution from the economically backward states which are growing rapidly. The Indian economy has been witnessing a phenomenal growth since the last decade. The country has shown resilience and staged a remarkable recovery registering a GDP growth of 7.4% for the financial year FY 10.

Recovering from the scars of global slowdown, the Indian economy is poised to grow at 8.5% in 2010-11 on account of sectoral growth rates of 2.8 - 3%, 5 - 5.5% and 7.5 - 8%, respectively, for agriculture, industry and services.

INDUSTRY OVERVIEW

The construction industry is the second largest industry of the



country after agriculture. It makes a significant contribution to the national economy and provides employment to a large number of people.

Investment of about USD 428 billion is required in the infrastructure sector during the XI Five-Year Plan. These investments are to be achieved through a combination of public investment, public-private partnerships (PPP) and exclusive private investment, where feasible. Apart from infrastructure spending, investment in industrial capacity expansion and revival in real estate could give rise to vast opportunities. India's infra spend will rise from 6.5% of GDP in FY 09 to 9.3% by FY 12. Almost half the investments would be in power and roads – construction orders for over 100 GW (Rs. 1.1 trillion) and 36,000km (Rs. 2.6 trillion).

Such exponential growth in infrastructure spend could result in orders of USD 80 bn a year for Indian construction companies. Power and Roads alone would account for nearly half the planned infra expenditure, with most of the remaining coming from Telecom, Railways and Irrigation.

Sectors	X Five Year Plan (USD billion)	XI Five Year Plan (USD billion)	Sector share (%)
Electricity	60.8	138.9	32.4
Roads and bridges	30.2	65.4	15.3
Telecommunications	21.5	53.8	12.6
Railways	24.9	54.5	12.7
Irrigation	23.2	52.8	12.3
Water supply and sanitation	13.5	29.9	7
Ports	2.9	18.3	4.3
Airports	1.4	6.5	1.5
Storage	1	4.7	1.1
Gas	2	3.5	0.8
Total	181.6	428.6	100



Of the Government's USD 428 billion infrastructure development plan, it is estimated that the private sector would contribute around 30%. Its role would be much higher in Central Government projects than in State Government projects, especially in roads, where the PPP model would be preferred.

A look at the growth prospects in some key infra-structure segments:

ROADS AND HIGHWAYS

Around 65% of freight and 80% of passenger traffic is carried by the roads while national highways constitute 2% of the road network but carry 40% of the total road traffic, there are huge opportunities lying ahead. Union Transport Minister Kamal Nath has announced aggressive targets of developing 20 km of roads per day v/s the current runrate of 5 km. Minister has addressed close to 50% of issues being faced by developers on the projects which include delay in land acquisition.

WATER SUPPLY-ENVIRONMENT ENGINEERING

The water sector in India grew 18-20% in the past three years. There is a dire need to create infrastructure to ensure sustainable water supply for the country's agricultural, industrial and domestic use. While 85% of urban India has access to water supply, the quality of service is poor and most users receive water of dubious quality and only intermittently. Besides the traditional work of laying pipelines, the scope has extended today to distribution systems, water treatment, recycling plants, sewerage plants and water management. The XI Five-Year Plan aims to provide drinking water, sanitation and waste management to 100% of the urban population. The Planning Commission estimates investment of Rs. 1.4 trillion for water supply and sanitation in the XI Plan (Rs. 0.6 trillion spent in the X). This task would require active participation by the private sector.

INVESTMENT IN URBAN INFRA

India has about 300 million urban residents (the second largest in the world), comprising about 30% of the population and contributing over 60% to GDP. The Government has already initiated a number of measures in this regard (urban infrastructure), looking at proposals regarding metro rail systems, greenfield airports and ports and modernisation / expansion of the present ones. Many of these projects are being

awarded on a PPP basis, which would shorten execution time and improve efficiency.

The Jawaharlal Nehru National Urban Renewal Mission (JNNURM) involves investment of Rs.1.2 trillion over FY 05-12. It covers 63 major towns in India with the scope of work encompassing water supply and sanitation, sewerage and solid waste management, drains, urban transportation (roads, highways, metro projects), parking lots, preservation of water bodies, etc.

METRO

In the tier I category, the Mumbai Metro (phases I, II and III) and Delhi Metro (phase III) are ongoing/short-term projects entailing massive investment. In the tier II category, Bangalore, Chennai, Hyderabad and Jaipur would throw up metro PPP opportunities in the short term and involve construction companies in a very large way. This model is also likely to be followed in other big towns in India.

AIRPORTS

The Airports Authority of India (AAI) has undertaken an ambitious project to modernise 35 non-metro airports and 4 metro airports. The process has already begun, with the Delhi and Mumbai modernisation programmes on track and significant milestones attained. The Government plans to spend Rs. 300 billion on the airports sector during the XI Five-Year Plan. Of this, Rs. 140 billion is slated for upgrading non-metro airports and modernising aeronautical facilities, opening up opportunities for mid-tier construction companies.

BUILDING AND HOUSING

Liquidity and interest rates have strong bearings on the performance of the real estate sector. The Government's stimulus package and the RBI allowing special treatment to the sector have provided the requisite fillip. 80% of demand in the real estate sector still arises from the housing segment. After price corrections in all major markets and changes in the kind of housing units offered by developers, projects launched since March 2009 have seen good sales. The volume of sales in the middle-income and affordable housing sub-segments by developers has been commendable, reflecting the positive outlook regarding such projects. According to estimates



Management Discussion and Analysis



provided by ASSOCHAM, a leading industry body, the size of the Indian realty market is estimated at USD 16 billion, growing at the rate of 30% p.a and is expected to touch USD 50 billion by 2010.

POWER

Power is one of the most vital infrastructure inputs for economic development of a country. The demand of electricity in India is enormous and is growing steadily. For the XI Five-Year Plan, 78,600 MW has been planned at a cost of USD 140 billion (including ancillary work such as T&D, etc). Of this, only 48,000 MW is expected to be commissioned – around 18,500 MW has already been commissioned and the balance is in various stages of construction, which should come up over the next three years.

BUSINESS OVERVIEW

Ahluwalia Contracts (India) Limited (ACIL) reported a strong financial growth with significant improvement in the top line as well as the bottom line during the financial year 2009-10. The total income increased by 34%, from Rs. 1,171.95 crore in fiscal 2009 to Rs. 1,573.43 crore in fiscal 2010.

And net profit increased by 42% from Rs. 57.72 crore in fiscal 2009 to Rs. 81.78 crore in fiscal 2010. Consequently, the Company's EBITDA also grew by 17% to Rs. 174.53 crore in the fiscal ending 31st March 2010.

Your Company is confident that it will continue to sustain the pace of this growth in the future too, supported by its robust &

SWOT analysis

STRENGTHS

- Healthy order book.
- Equipment ownership, skilled employee base.
- Low working capital cycle ratio.
- Low leverage advantage.

OPPORTUNITIES

- Govt.'s thrust on infrastructure development.
- BOT project of Rs.720 mn awarded by "Rajasthan State Road Transport Corporation".

growing order book, and increase in average order size. The order book during the fiscal under review grew from Rs. 4,160 crore to Rs. 5,300 crore, with new order inflows worth Rs. 1,600 crore during FY 10.

The EPS also registered an impressive growth of 41%, from Rs. 9.20 in the previous year to Rs. 13.03 in this fiscal. The Company has proposed a final dividend of 40% for the year ended 31st March, 2010.

OPERATIONAL OVERVIEW

The Company's expanding presence across India, and the goodwill that it commands, places it in an ideal position to reap the benefits of the growth in Urban Infrastructure development across India, especially in real estate and retail. ACIL is operating in diversified segments within the Urban Infrastructure industry, such as Residential, Retail, Commercial Office Space, IT parks, Hospital, BOT, etc.

The Company has a large number of orders in the residential and the infrastructure segments that account for 35% and 17% of the total order book size respectively, garnering a lion's share at 52% of the total order book.

STRENGTHS & STRATEGIES

We are confident and hopeful that the earnings will further accelerate in the coming years. Apart from the growing order book, our work culture and project management capabilities will drive the bottom line.

WEAKNESSES

- Significant part of business transactions are with private authorities. (69% for FY10).

THREATS

- Change in Govt. policies or decrease in budgetary allocation for infrastructure.
- Escalation in commodity prices and interest costs for future contracts.
- Competition from existing players at the bidding stage.



QUALITY CONTROL

At ACIL, for each project we have a fully equipped laboratory at site under a senior Quality Control Engineer. Regular inspections and Quality Audits are carried out both at sites and the head office for Quality Assurance.

We have been able to achieve construction quality of the highest order in our projects and the Company's growth bears testimony to our quality standards and our clients' satisfaction.

CLIENT RELATIONS

We are sincere in meeting our contractual requirements, particularly with respect to construction quality and time-bound completion. Our sincerity of purpose comes across through our flexible and accommodative attitude towards our clients' needs, since we hold client relations and satisfaction uppermost in our service-oriented philosophy. This is testified by our clients recommendations to others, and our growing invitations to pre-qualifications/ tenders, besides repeated contracts by our existing clients.

RISK MANAGEMENT

The Company's business, results of operations and financial condition are affected by a number of factors such as:

a) Industry & services risks

Risk impact

Demand for construction work is dependent on the overall economic conditions. A downturn can adversely affect the Company's business and earnings.

Risk evaluation/measures

The macro economic conditions in India have been sustaining economic reform and investments in infrastructure and construction industries. In addition, a targeted double digit growth by the end of the 12th Plan period (2013-2017) only suggests an increased spending by the Government on construction, auguring well for the Company.

b) Strategic risks

Risk impact

A skewed business strategy may result in lost opportunities.

Risk evaluation/measures

The long-term business strategy and the annual business plans are approved by the Board of Directors after thorough discussion and analysis. In addition, mid-term reviews of the business strategy and the annual plans ensure that the Company initiates a mid course correction, should the situation warrant.

The long-term business strategy comprises:

- Changing the landscape of the nation forever
- Further consolidating our position across the sectors in which we have a proven track record
- Pioneering new technologies to create landmark structures, raising the bar in the construction industry
- Foraying into new & fast growing sectors (SEZ, Aviation etc)
- Focusing on quality control

c) Competition risk

Risk impact

Increasing competition from domestic and international construction companies affects the market share and profitability.

Risk Evaluation/Measures

Your Company is adequately prepared and poised to take on competition from domestic companies by scaling its capabilities in terms of equipments, technical skills, specialised manpower and brand building exercise.

d) Price inflation risks

Risk impact

Increase in prices of inputs and/or changes in assumptions may cause cost overruns, affecting the profitability delay in completion of project. In some cases, delay in completion of project could result in liquidated damages/and or additional costs, affecting profitability.

Risk evaluation/measures

Many of the contracts have in-built escalation clauses, which compensate increases in input costs. In case of non-escalation contracts, the bid estimate process is carried out in such way that it insulates the Company from any possible increase in the cost of inputs of the contracts. Further, the Company has implemented adequate procurement procedures that include long-term contracts to cover price volatilities, regular



Management Discussion and Analysis



augmentation of storage facilities for stocking of materials and careful review & monitoring of the carrying cost of raw materials. In addition, ACIL has a system of proper price estimate of contracts, which minimise the impact of cost overrun.

e) Government and political risks

Risk impact

Uncertainties regarding Government policies can significantly affect operations.

Riskevaluation/measures

The Government has been prioritising infrastructure investments, limiting the inherent policy risks. The residual risk is managed by seeking opportunities to control costs to hedge from adverse policy changes.

f) Operational risks

Risk impact

Staff attrition and non-availability of key personnel affect the Company's operations. Volatility in the prices of critical raw materials also impacts project profitability.

Riskevaluation/measures

ACIL maintains a work force based upon its current and anticipated workloads. Temporary disturbances at project sites are addressed by relocating the available workforce. Attrition is managed by adopting healthy employee practices that promote and encourage a good work culture. This is coupled with performance-based promotions and rewards, conflict resolution mechanism, good pay and incentive structures benchmarked with industry standards.

Crisis management teams have been established at all project sites to manage any eventuality. The project operating procedures institute the most effective accident-prevention measures across all stages of construction activity.

g) Assets and inventory risk

Risk impact

Risks of accidents, fire, theft etc, impacting the Company's operations affect profitability. Similarly, breakdowns at site will affect operations and profitability.

Riskevaluation/measures

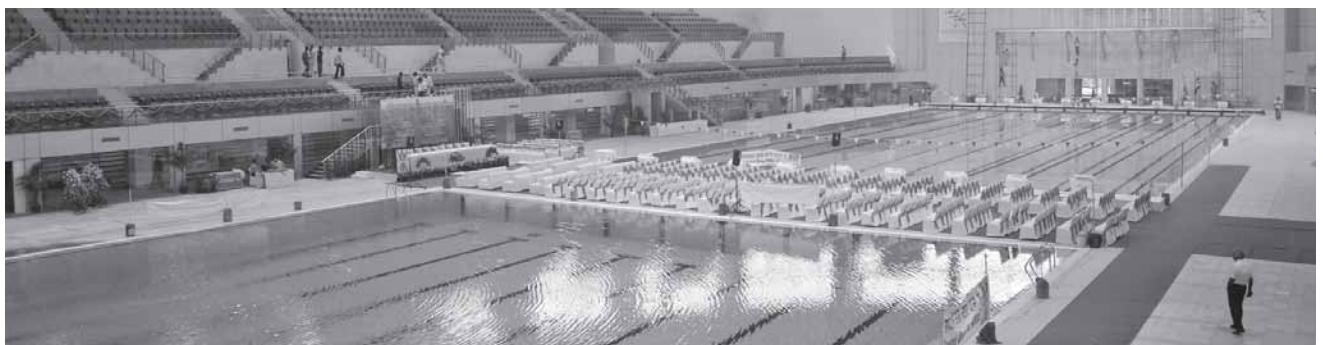
The Company undertakes requisite steps to provide security to its assets and inventory by taking appropriate car / Workmen Compensation insurance policy / fidelity insurance policy etc. to avoid or mitigate the above risks.

SAFETY MEASURES

QSHE - Policy

1. ACIL is committed to achieve higher level of client satisfaction by providing excellent quality in construction and related services, including design on turnkey basis and assuring timely completion of projects within budget.

2. We will organise our works through Integrated Management System for Safety, Health, Environment, Personnel, Industrial Relations and Quality Assurance, to ensure satisfying relationship with all employees and those who work for us.





3. We will strive to continually improve our performances and simultaneously ensure no undue adverse effect is caused to anyone.

4. For protection of environment, we will follow the principle of prevention of pollution.

5. We are committed for compliance with all applicable legislation, regulations and other requirements of Environment, Health and Safety.

6. We will create awareness amongst our employees, suppliers and stakeholders through communication and training.

QSHE objectives and methodology

1. ACIL is certified for ISO 9001:2008, ISO 14001: 2004 and OHSAS 18001: 2007 from one of the leading certification bodies i.e. Det Norske Veritas.

2. In consonance with our Integrated Management approach in delivery of the end product in Civil Infrastructure development, we will stand by our Long term Quality Objectives of producing functionally efficient buildings by adopting all inclusive approach of Design, Materials, Construction technology and Workmanship. We are sensitive to cost and time overruns in projects and will strive to apply intensive management controls on both these issues.

3. Our safety objectives are driven by the Safety Policy and we will strive to prevent accidents and achieve zero tolerance level

for injuries in execution while complying with all the applicable legislation/ regulations in respect of safe construction practices.

4. In pursuance of our safety objectives our broad methodology includes reporting and constantly analysing all incidents so as to establish cause – effect relationship for constant review and up gradation of safety plans / techniques.

5. To have a viable organisation for addressing the QSHE issues we have appointed nodal officers at project sites and strengthened the quality/ safety department at the head office.

FUTURE PLANS AND OUTLOOK

ACIL's management and infrastructural strengths are equipped to meet the disparate challenges in both the Commercial and Residential segments of Real Estate & Urban Infrastructure. Forging ahead, we are now looking at:

- Intensifying focus on BOT projects, mainly:
 - Multi-Level Car Parking projects.
 - Bus Terminal/ Railway Terminal/ Airport Terminal projects.
- Building strengths in niche Urban Infrastructure projects, such as:
 - Solid Waste Management.
 - Sewage Treatment Plants.
- Entering into strategic alliances/ technical collaborations with foreign companies.
- Leveraging past experience in delivering quality, landmark & time-bound projects for globally renowned companies to harness the growing opportunities across





Management Discussion and Analysis



each of the sectors of our presence.

- Venturing into new, fast-growing sectors such as SEZs, aviation & concrete roads.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has in place adequate systems of internal control. It has documented procedures covering all financial and operating functions. These controls have been designed to provide a reasonable assurance with regard to maintaining proper accounting controls, monitoring of operations, protecting assets from unauthorised use or losses, compliances with regulations and for ensuring reliability of financial reporting. The Company has continued its efforts to align all its processes and controls with best practices in these areas as well.

Some significant features of the internal control systems followed by the Company include the following:

- Delegation of power with authority limits for incurring capital and revenue expenditure.
- Corporate policies on accounting and major processes.
- Preparation and monitoring of annual budgets for all operating and service functions.
- A well-established multi-disciplinary internal audit team, which reviews and reports to the Management and the Audit Committee about compliance with internal controls and efficiency & effectiveness of operations and key process risks.
- Audit Committee regularly reviews the audit plans, significant audit findings, adequacy of internal controls, compliance with Accounting Standards, as well as reasons for changes in accounting policies and practices, if any.

Identifying and mitigating key business risks through an enterprise Risk Management

FINANCIAL PERFORMANCE

Share capital

The Company has at present only one class of Shares viz; Equity Shares. The total number of equity shares of the Company, as on 31st March, 2010 is 62762560, with a face value of Rs. 2/- each.

Turnover

The Company's turnover has increased from Rs. 1,171.96 crores to Rs. 1,573.43 crores.

Profit before interest & depreciation

During the year, earnings before interest & depreciation increased to Rs. 174.53 crores from Rs. 148.95 crores.

Reserves and surplus

The Company's Reserves and Surplus have increased from Rs. 165.00 crores to Rs. 240.89 crores.

Secured loans

The Secured loans of the Company have increased to Rs. 123.75 crores from Rs. 76.23 crores.

Fixed assets

The net fixed assets (net block including capital work in progress) have increased to Rs. 127.79 crores from Rs. 121.08 crores.

HUMAN RESOURCE DEVELOPMENT MANAGEMENT

The role of human resource department has been significant in the growth of organisation. The Company has added sizeable





number of qualified and talented manpower in its arsenal during the year who man key positions across India. The Company provides them autonomy and freedom to perform effectively and efficiently on the projects. The attrition rate has remained under control and measures have been taken to reduce it further. The emphasis has been placed on improving skill, competence and knowledge through regular training and in-house/ external professional development programmes. The Company has been continually working to build and manage a motivated pool of professionals by grooming internal resources and recruiting the right skill from the market, develop a high performance work-ethic and create a culture of continuous learning and skill development.

Human Resource department has supported the corporate strategy of the Company by bringing on board the requisite skill within the overall ceiling of Manpower budget, making and implementing prudent HR policies and processes and creating a productive work atmosphere by way of employee engagement and training programs. The quality and timely completion of

works of Company is testimony of the effectiveness of human assets. The management believes in involving employees in discussions and thus encourages participative and consultative culture. This culture has facilitated achievement of Company's corporate goals. The employees of the Company remained motivated and had high morale during the year thus helped sustained progress of the Company.

Cautionary statement

The statements in this Report, particularly which relate to Management Discussion and Analysis describing the Company's objectives, plans, projections, estimates and expectations, may constitute "forward looking statements" within the meaning of applicable laws and regulations. Actual results may differ materially from those expressed or implied in the statement depending on the circumstances, which are beyond the control of the Company. The Company assumes no responsibility in respect of forward looking statements which may be amended or modified in the future on the basis of subsequent developments, information or events.





AHLUWALIA CONTRACTS (INDIA) LTD.

Regd. Office: Ahluwalia House, 4, Community Centre, Saket, New Delhi – 110017

NOTICE

Notice is hereby given that the 31st Annual General Meeting of the Members of Ahluwalia Contracts (India) Limited will be held as under:

Day : Friday

Date : September 17, 2010

Time : 4.00 P.M.

Venue : Ahlcon Public School, Mayur Vihar, Phase-I, Delhi-110091

to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at March 31, 2010 and Profit & Loss Account for the year ended on that date and the Reports of Auditors and Directors thereon.
2. To declare dividend on Equity Shares of the Company.
3. To appoint a Director in place of Mr. Vikaas Ahluwalia who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint a Director in place of Mr. S.K. Chawla who retires by rotation and being eligible, offers himself for re-appointment.
5. To appoint a Director in place of Mrs. Sudershan Walia who retires by rotation and being eligible, offers herself for re-appointment.
6. To appoint Auditors and fix their remuneration.

To consider re-appointment of Statutory Auditors and if, thought fit, to pass the following resolution as Ordinary Resolution, with or without modification(s).

“RESOLVED THAT pursuant to the provisions of Section 224A and other applicable provisions, if any, of the Companies Act, 1956 M/s Arun K. Gupta & Associates, Chartered Accountants (Registration No.000605N) the retiring auditors be and are

hereby re-appointed as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company at such remuneration as may be decided by the Board/ Audit Committee of the Board plus reimbursement of out of pocket expenses as may be incurred in the performance of their duties.”

SPECIAL BUSINESS

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

“RESOLVED THAT Dr.Sushil Chandra, who was appointed by the Board as an Additional Director of the company on 8th March, 2010 and who holds office up to the date of this Annual General Meeting in terms of section 260 of the Companies Act,1956 who is eligible for appointment and in respect of whom the company has received notice in writing from member under section 257 of the said Act proposing his candidature for the office of Director of the company, be and is hereby appointed as a Non Executive Independent Director of the Company and liable to retire by rotation.

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

“RESOLVED THAT Mr. S.S. Kohli, who was appointed as an Additional Director of the company on 2nd August,2010 vide Resolution passed by Board by Circulation and whose term expires under section 260 of the Companies Act,1956 at this Annual General Meeting and in respect of whom, company has received notice from member under section 257 of the said Act proposing his candidature for the office of Director, be and is hereby appointed as a NonExecutive Independent Director of the Company and liable to retire by rotation.

9. To appoint Mr. Vinay Pal as Additional Director liable to retire by rotation and also as a whole time Director designated as Sr. Executive Director.

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



“RESOLVED THAT Mr. Vinay Pal who was appointed by the Board as an Additional Director of the company on 14th August, 2010 and who holds office up to the date of this Annual General Meeting in terms of section 260 of the Companies Act, 1956 but who is eligible for appointment and in respect of whom the company has received notice in writing from member under section 257 of the said Act proposing his candidature for the office of Director of the company, be and is hereby appointed as a Director of the Company and liable to retire by rotation.

Resolved Further that in accordance with the provisions of Section 198, 269 and 309 read with Schedule XIII and other applicable provisions, if any, of the Companies Act, 1956 or any Statutory modification(s) or re-enactment thereof, approval of the Company be and is hereby accorded to the appointment of Mr. Vinay Pal as whole Time Director designated as Executive Director of the Company, for a period of Five Years(5) with effect from 14.08.10 on the terms and conditions including remuneration as set in Explanatory Statement annexed to the Notice convening this meeting, with liberty to the Board of Directors (hereinafter referred to as ‘the Board’) which term shall be deemed to include remuneration committee of the Board constituted to exercise its powers, including the powers conferred by this Resolution to alter and vary the terms and conditions of appointment and /or remuneration, subject to the same not exceeding the limits specified under Schedule XIII to the Companies Act, 1956 or any statutory modification(s) or re-enactment thereof.

RESOLVED FURTHER THAT the Board be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this Resolution.”

10. To Increase Borrowing Powers from Rs.1000 crores (Rupees One thousand crore only) to Rs.2500 crores (Rupees Two thousand crores only)

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

“RESOLVED that the in supersession of the Resolution passed

at the 26th Annual General Meeting of the Company held on 30-09-2005, the Board of Directors of The Company be and is hereby accorded borrowing powers under the provisions of Section 293(1) (d) of Companies Act, 1956 and other applicable provisions including any statutory modifications or reenactment thereof and pursuant to Article 87 of Articles of Association of the Company, from time to time all such sums of money as they may deem requisite for the purposes of the Business of the Company notwithstanding that moneys already borrowed by the Company (apart from temporary loans obtained or to be obtained from the Company’s Bankers in the Ordinary Course of Business) may exceed the aggregate for the time being of the paid up capital of the company and its free reserves, that is to say, reserves not set apart for any specific purpose but so that total amount up to which moneys to be so borrowed under the said clause (d) of Sub Section (1) of Section 293 shall not at any time exceed Rs 2500 crores (Rupees two thousand five hundred crore only)

By order of the Board
For Ahluwalia Contracts (India) Ltd.

Vipin Kumar Tiwari
DGM (Corporate) & Company Secretary

REGISTERED OFFICE

Ahluwalia House,
4, Community Centre,
Saket, New Delhi-110017
Date: 14.08.2010

NOTES

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/ HERSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE, MUST BE RECEIVED BY THE COMPANY AT ITS REGISTERED OFFICE NOT LATER THAN, 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. The Register of Members and Share Transfer Books of the company shall remain closed from 10th September 2010 to



17th September 2010 (both days inclusive) for the purpose of Annual General Meeting and payment of dividend. The dividend, as recommended by the Board and if approved in ensuing Annual General Meeting of the Company will be paid to those members whose names are on the Register of Members of the Company as on the closing hours of 9th September, 2010

3. Payment of Dividend

The Dividend on Equity Shares for the year ended 31st March, 2010, if declared in the Annual General Meeting to be held on 17th September, 2010 will be paid to members whose names will appear on the Register of Members of the Company as on the closing hours of 9th September, 2010.

The members are hereby informed that the Company would transfer the unpaid dividends, which remain unclaimed for a period of 7 years, to the Investor Education and Protection Fund (IEP FUND) constituted by the Central Government under section 205C of The Companies Act, 1956.

The following are the details of dividends paid by the Company and Last date for claiming unpaid Dividend.

Sl.	Financial Year	Date of Declaration of dividend	Last date for claiming unpaid Dividend
1	2004-2005	30/09/2005	29/09/2012
2	2005-2006	30/09/2006	28/09/2013
3	2006-2007 – Interim	27/12/2006	26/12/2013
4	2006-2007 – Final	29/09/2007	27/09/2014
5	2007-2008	30/09/2008	29/09/2015
6	2008-2009	30/09/2009	29/09/2016

The Company shall not be in a position to entertain the claims of the shareholders for the unclaimed dividends which have been transferred to IEP Fund.

In view of the above, the shareholders are advised to send their requests for payment of unpaid dividend pertaining to the years 2004-05 to 2008-09 to The Share Transfer Agent at New Delhi for Revalidation of Dividend Warrants/Demand Drafts before the due dates for transfer to the IEP Fund.

Investors holding shares in physical form are advised to forward the particulars of their bank account, name, branch and address of the bank to our Share Transfer Agent immediately, if not sent earlier, so as to enable them to incorporate such details on dividend warrants.

4. Company on the Net

The website of your company is www.acilnet.com where you

can find more information about the Company and its subsidiaries. The details of various services being provided to the investors, guidance and procedure to be followed by the investors in respect of Transfer, Transmission and Transposition of shares, dematerialization and re-materialization of shares, quarterly, half yearly and Annual Results etc. are available at the page of Financial Results and News Alert for Investors Service Centre. (investor_relations@acilnet.com)

5. Share Transfer Agent

Link Intime India Pvt. Ltd. (RTA)

A-40 2nd floor, Near Batra Banquet Hall Naraina Industrial Area, Phase -II, New Delhi - 110028

Tel. No.-011-41510592-94, Fax No. - 011-41510591

e.mail: delhi@linkintime.co.in

6. Members are requested to:

Send their queries, if any, to reach the Company's Corporate Office at New Delhi at least 10 days before the date of the Meeting so that information can be made available at the meeting.

7. All documents referred in the notice are open for inspection at the Registered Office of the company between 11.00 a.m. to 1.00 p.m. on working days prior to the date of the Annual General Meeting.

8. Members/ Proxies should bring the attendance slips duly filled in for attending the meeting. Members who hold shares in dematerialized form are requested to bring their Client ID and DP ID numbers for easy identification of attendance at the meeting.

9. Shareholders are requested to bring their copy of Annual Report to the meeting.

10. Shareholders are requested to intimate immediately the change in address, if any, to the Company's Registrar and Share Transfer Agent (RTA) M/s Link Intime India Pvt. Ltd. A-40, 2nd Floor, Naraina Industrial Area, Phase-II, Near Batra Banquet Hall, New Delhi – 110028. Those who are holding their Shares in dematerialized form may notify to their Depository participants, Change / correction in their address / Bank Account particulars etc.

11. At the ensuing Annual General Meeting, Mr. Vikaas Ahluwalia, Mr. S.K. Chawla and Mrs. Sudershan Walia,



Directors of the Company, shall retire by rotation and being eligible, offer themselves for re-appointment. Pursuant to Clause 49 of the Listing Agreement the particulars of above said Directors are given below:

MR. VIKAS AHLUWALIA (Whole-Time-Director), is aged 36 years. He is B.E. (Civil) by qualification. He has been involved in construction business since 1996. He has been very instrumental for successful implementation of many big projects of the company. He is currently overseeing the Real Estate business of the Company and also the RMC Business of the wholly owned Subsidiary Company of Ahluwalia Contracts (India) Ltd.

MR. S. K. CHAWLA (Professional Director), aged 70 years is an independent director of our company. He has about 33 years of experience in handling construction projects. He is an Engineer by profession and has been associated with various Govt. Departments. He retired as a Director of the CPWD. He is having vast experience in construction and Engineering activities. He joined the Board of our company as a Director on 28.08.2000 and serving continuously till date. He is also a member of the Audit Committee and Remuneration Committee, Investor Grievances Committee and Share Transfer Committee of the Company.

MRS. SUDERSHAN WALIA (Promoter and Whole-Time-Director), is aged 63 years. She is associated with the construction business since its inception. She has been a guiding figure in the overall growth of the company. She is also a Director in Ahlcon Parenterals (I) Ltd. Capricon Industrials Ltd. Ahluwalia Builders and Development Group Pvt. Ltd. Presently she is involved in the General Administration of the company and is also handling human resource development and labour welfare.

The further details pertaining to these Directors required to be provided pursuant to clause 49 (G)(i) of the listing agreement are furnished in the statement on Corporate Governance published elsewhere in this report.

ANNEXURE TO NOTICE

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956

As required by under section 173(2) of the Companies Act, 1956 the following Explanatory Statement sets out the material facts relating to the special business under item no. 7 to 10 of the accompanying Notice dated 14.08.2010

1. The Board of Directors appointed Dr. Sushil Chandra as an additional Director in the category of Non-Executive Independent Director w.e.f. 8th March, 2010, pursuant to the provisions of Article 143 of the Articles of Association of the Company read with Section 260 of the Companies Act, 1956. The Company has received notice under Section 257 of the Companies Act, 1956 from one member signifying his intention to propose at this Annual General Meeting for the appointment of Dr. Sushil Chandra as Non Executive Independent Director of the company.

Dr. Sushil Chandra aged 71 years, is M.A -PHD. Presently he is a Director in Andhra Cement Ltd, Radials International Ltd- A business Associate of Michelin, France, Tip Top General Agencies Pvt Ltd- A Business Associate of Rema, Germany, Oswal Electricals & Group Industries, Faridabad.

He has been Corporate Advisor of SBI, ERA Group, DS Group, ITC- Bhadrachalam Petro Products Ltd and Council member of NABARD and has done international consulting Assignments like:

- International Labour Organization , Bangkok
- The United Nations Asian and Pacific Development Administration Centre, Kuala Lumpur
- Asian Regional Project for Labour and Manpower Administration
- Iraq National Oil Company, Baghdad.

The Board considers that it would be in the interest of the Company to appoint Dr Sushil Chandra as the Director of the company.

No Director other than Dr. Sushil Chandra is in any way concerned or interested in the proposed Resolution.

2. Mr. Surinder Singh Kohli was appointed as an Additional Director in the category of Non-Executive Independent Director vide resolution passed by the Board by circulation on 02.08.10 of the Company.

Mr. Kohli, aged 65 years, is a B.SC (Mech.Engg) DIP in Industrial Finance., having 40 years experience as Banker, having held position of Chairman & Managing Director of Punjab National Bank (PNB). He was also CMD of the India Infra structure Finance Company Ltd (IIFCL), a wholly owned company of Government of India. He also held chairmanship of India Bank's Association. He has several awards including



the Wharton-Infosys Ltd' Enterprise Transformation Award for Technology' MrKohli is well recognized in the Indian Banking and finance Industry for his deep insights and dynamic leadership. He is also holding Directorship & Members of the Committee:

- 1 SME Rating Agency of India Ltd
- 2 Infrastructure Development Finance Company Ltd
- 3 Punjab Infrastructure Development Board
- 4 Maharashtra Airport Development Co. Ltd
- 5 India SME Technology Services Ltd
- 6 MBL infrastructure Ltd.

SME Rating Agency of India Ltd	Audit Committee (Member)
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Infrastructure Development Finance Company	Executive Committee (Member)
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Infrastructure Development Finance Company.	Compensation Committee (Member)
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No Director other than Mr. S.S. Kohli is in any way concerned or interested in the proposed resolution.

3. Mr. Vinay Pal was appointed as Additional Director and Whole Time Director by the Board on 14.08.10.

Mr. Vinay Pal, aged 51 years is a Graduate -1982 Associate in specialized Technology Civil Engineering Training in use of project Management Software such as MICRO soft projects from IIT, presently he is working as Sr. Executive Director(Projects). Professional standing his total experience of nearly 26 years in the construction industry and has got some very prestigious project executed.

He is a Director of following Companies:

1. Complete Design Solutions Pvt Ltd
2. Preamsagar Merchants Pvt Ltd
3. Splendor Distributors Pvt Ltd
4. Paramount Dealcomm Pvt Ltd
5. Jiwanyoti Traders Pvt Ltd
6. Dipesh Mining Pvt Ltd

Further, the Board also appointed, subject to the approval of Members. Mr. Vinay Pal as Whole Time Director, designated as Sr. Executive Director of the Company for a period of Five

Years with effect from 14.08.10.

It is proposed to seek Members' approval for the appointment and remuneration payable to Mr. Vinay Pal as Whole Time Director designated as Sr. Executive Director in terms of the applicable provisions of the Act.

Broad particulars of the terms of appointment of and remuneration payable to Sh. Vinay Pal are as under:

1. Basic Salary @ Rs. 3,00,000/- (Rs.Three Lac Only) per month in the pay scale of (Rs. 300,000-10000-3,50,000).
2. Free furnished accommodation / House Rent Allowance: The Company will provide free furnished residence, the perquisites value as per Income Tax Act/ Rules not to exceed 50% of Basic salary or to pay HRA 25% of Basic Salary.
3. Leave Travel Allowance for self and family once in a year to and fro any place in India subject to ceiling of one month's Basic Salary.
4. Free Supply of Gas, electricity, water, furniture and furnishing at his residence, subject to the ceiling that the expenditure incurred by the Company on the same valued as per Income Tax Rules 1962, shall not exceed 20% of the Basic Salary.
5. Reimbursement of Medical Expenses for self and family subject to a ceiling of one month's Basic Salary in a block of three years.
6. Premium for Medclaim Policy for self and family subject to a ceiling of Rs. 10000/- (Rupees Ten Thousand Only) per annum.
7. Personal Accident Insurance, the premium of which shall not exceed Rs. 1000/- (rupees One thousand only) per annum.
8. Free Telephone facility at residence, subject to the condition that personal long distance calls shall be recovered.
9. Provision of car use for Company's Business, subject to the condition that use of car for private purpose shall be recovered or reimbursement of expenses incurred on conveyance in case of use of personal car for Company's Business.



10. Ex- Gratia:Rs 15000/- p.m.
11. Gratuity as per rules of the Company.
12. Contribution to provident fund and pension fund subject to specified ceiling in applicable Acts.

The above may be treated as an abstract of the terms of appointment of Mr. Vinay Pal under Section 302 of the Companies Act, 1956

The Board recommends the Resolution for the approval of the Shareholders.

No Director other than Mr. Vinay Pal is any way concerned or interested in this proposed resolution.

5. INCREASE OF BORROWING POWERS OF RS. 1000 CRORES TO RS. 2500 CRORES

Section 293(1)(d) of the Companies Act,1956 requires that the Directors of the Company should obtain the consent of the Shareholders in the General Meeting to enable them to borrow moneys where the amount to be borrowed together with the amount already borrowed by the company will exceed the aggregate of the paid up capital of the company and its free reserves, that is to say, reserves not set apart for any specific purposes.

The shareholders of the Company had at 26th Annual General Meeting held on 30.09.05, approved inter alia, borrowing in terms of Section 293(1) (d) of the Companies Act,1956, up to Rs 1000.00 crore.

The increasing business operation and future growth plans of the company would necessitate restructuring the borrowing limits by authorising the Board of Directors to borrow monies which may exceed at any time the aggregate of the paid up capital of the company and its free reserves by a sum not exceeding Rs 2500 crores (Rupees Twenty five hundred crore).

Your Directors commend the resolution for approval.

None of Directors of the Company is, in any way, concerned or interested in the said resolution.

By order of the Board
For Ahluwalia Contracts (India) Limited

Place: New Delhi

Date: 14.08.2010

Vipin Kumar Tiwari
DGM (Corporate) & Company Secretary



Directors' Report

Dear Members,

The Board of Directors of your Company are pleased to present the 31st Annual Report together with the Audited Accounts of the company for the year ended 31st March, 2010.

FINANCIAL RESULTS

		(Rs. In Lacs)		
SL.	Particulars	Year Ended 31-03-2010	Year ended 31-03-2009	Growth (%age)
1	Sales & Other Income	157343	117196	34.26%
2	EBIDTA	17454	14896	17.17%
3	Interest	1627	1457	11.67%
4	Depreciation	3307	4642	(28.76%)
5	Profit before Tax	12520	8797	42.32%
6	Provision for Taxes	4342	3025	43.54%
7	Profit After Tax	8178	5772	41.68%
8	Add: Profit brought forward from previous year	14414	9756	
9	Profit available for appropriation	22592	15528	
10	Transferred to General Reserve	900	600	
11	Proposed Dividend	502	439	
12	Dividend Tax	83	75	
13	Balance Carried to Balance Sheet	21107	14414	

FINANCIAL HIGHLIGHTS

During the year, your company continuing with its strong growth impetus and achieved a turnover of Rs. 1,573.43 crores for the year ended March 31, 2010 as against Rs. 1,171.96 crores in the previous financial year, registering a growth of 34.26%, the Company has reported a Net Profit of Rs. 81.78 crores, as against Rs. 57.72 crores in the previous year, recording a growth of 41.68%

EPS for the financial year 2009-10 stood at Rs. 13.03, as against Rs. 9.20 in the previous year ending 31 March, 2009 showing an increase of 41.63%.

On Consolidation basis, the total income of your Company and its subsidiaries stands at Rs 1,624.18 crore. The consolidated profit before tax and profit after tax (PAT) stood at Rs 12,605.20 lacs and Rs. 8,177.57 lacs.

DIVIDEND

Your Directors have recommended Dividend @ 40% (P.Y@ 35%) on face value of Rs. 2/- each Equity Share for the approval of the

Members. The proposed dividend including Corporate Dividend Tax will absorb Rs.5.85 crores

The dividend pay out for the year under review is in accordance with the Company's policy of consistent dividend keeping in view the Company's need for capital, its growth plans and the intent to finance such plans through internal accruals to the maximum.

QUALITY POLICY

Your company is committed to achieve higher client satisfaction by providing excellent quality in construction and related services, including design on turnkey basis and follows an extensive total Quality Management process, and routinely conducts Quality Audits, Design Reviews and Training sessions for its personnel. The senior management also conducts Quality Circles with the workers regularly.

SUBSIDIARY COMPANIES AND CONSOLIDATED FINANCIAL STATEMENTS

The Ministry of Corporate Affairs, Government of India has



granted approval that the requirement to attach various documents in respect of subsidiary Companies as set out in sub Section (1) of Section 212 of the Companies Act, 1956 shall not apply to the company. Accordingly, the Balance sheet , Profit & Loss account and other documents of the subsidiary companies are not being attached with the Balance sheet of the company. Financial information of the subsidiary companies is disclosed in the Annual Report.

The details of the accounts of each subsidiary company are available at company's website also.

The Consolidated Balance Sheet of Ahluwalia Contracts (India) Ltd. and its subsidiary companies as at 31st, March, 2010 and Profit & Loss Account for the financial year ended on that date together with the Schedules are attached hereto.

The Statement pursuant to section 212 of the Companies Act, 1956, containing the details of subsidiary companies as on 31st March, 2010 is enclosed as annexure.

HUMAN RESOURCES DEVELOPMENT MANAGEMENT

The role of Human Resources Department has been significant in the growth of organisation. The company has added sizeable number of qualified and talented manpower in its arsenal during the year who man key positions across India. The company provides them autonomy and freedom to perform effectively and efficiently on the projects. The attrition rate has remained under control and measures have been taken to reduce it further. The emphasis has been placed on improving skill, competence and knowledge through regular training and in-house/ external professional development programmes. The company has been continuously working to build and manage a motivated pool of professionals by grooming internal resources and recruiting the right skill from the market, develop a high performance work-ethic and create a culture of continuous learning and skill development.

Human Resource department has supported the corporate strategy of the company by bringing on board the requisite skill within the overall ceiling of Manpower budget, making and implementing prudent HR policies and processes and creating a productive work atmosphere by way of employee engagement and training programs. The quality and timely completion of works of company is testimony of the effectiveness of human assets. The management believes in involving employees in discussions and thus encourages participative and consultative culture. This culture has facilitated achievement of company's corporate goals. The employees of the company remained

motivated and had high morale during the year thus helped to sustain progress of the company.

RESEARCH AND DEVELOPMENT

The constant challenge faced by the Indian Companies across all sectors is to keep pace with the evolving dynamics of the Markets. Your company has a dedicated Research & Development cell, which enables ACIL to be home to the latest cutting edge technologies and innovative techniques, ensuring that our clients get the best possible services. ACIL follows a comprehensive Value Engineering system, constantly reinventing and improving on every aspect of engineering function. The company fully understands and supports the initiatives undertaken to preserve our ecosystem and accordingly has a dedicated cell which caters to Waste Material Management and designing of Eco Friendly 'Green' buildings. The ITC Corporate Office project at Gurgaon, Haryana is one of the many such 'green' projects executed by your company.

REPORT ON CORPORATE GOVERNANCE AND MANAGEMENT DISCUSSION & ANALYSIS

The Company is committed to maintain the highest standards of Corporate Governance and adhere Corporate Governance and management discussion and analysis report alongwith Certificate of the Auditors of your company pursuant to clause 49 of the listing agreement with the Stock exchanges have been included in this report as Annexure. Your Company has been practicing the principles of good Corporate Governance over the year. The Board of Directors supports the Broad principles of Corporate Governance over the year. In addition to the basic governance issue, the Board lays strong emphasis on transparency, accountability and integrity. The Company has complied with the corporate governance code as stipulated under listing agreement executed with the stock exchanges.

LISTING

During the year Company was listed on National Stock Exchange Ltd (NSE) in addition to already listed in Bombay Stock Exchange Ltd, Delhi Stock Exchange Ltd, Calcutta Stock Exchange Ltd. and Jaipur Stock Exchange Ltd. The Company has paid up to date listing fee to the said Exchanges.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has in place adequate systems of Internal Control to ensure compliance with policies and procedure. Internal Audits of the units of the Company are regularly carried out to review the internal control systems. The Internal Audit Reports along



with implementation and recommendations contained therein are constantly reviewed by the Audit Committee of the Board.

The Audit Committee regularly reviews the adequacy and effectiveness of the internal controls and internal audit function.

DIRECTORS

Dr. Sushil Chandra, aged 71 years, is M.A -PHD. He was appointed as Additional Director w.e.f 08.03.10. In terms of Section 260 of the Companies Act, 1956 he shall hold office up to the date of the ensuing Annual General Meeting. The Company has received requisite notice in writing from a member along with Rs. 500/- proposing his candidature under the provision of Section 257 of the Companies Act, 1956 for the office of Director liable to retire by rotation.

Mr. S. S. Kohli, aged 65 years, is a B.SC (Mech. Engg) DIP in Industrial Finance. He was appointed as Additional Director w.e.f 02.08.10, In terms of Section 260 of the Companies Act, 1956 he shall hold office up to the date of the ensuing Annual General Meeting. The Company has received requisite notice in writing from a member along with Rs. 500/- proposing his candidature under the provision of Section 257 of the Companies Act, 1956 for the office of Director liable to retire by rotation.

Mr. Vinay Pal, aged 51 years, was appointed as an additional Director w.e.f 14.08.10. He was also appointed as Whole Time Director designated as Sr. Executive Director for Five Years. In terms of Section 260 of the Companies Act, 1956 he shall hold office up to the date of the ensuing Annual General Meeting. The Company has received requisite notice in writing from a member along with Rs. 500/- proposing his candidature under the provision of Section 257 of the Companies Act, 1956 for the office of Director liable to retire by rotation.

Mrs. Sudershan Walia, Mr. Vikaas Ahluwalia and Mr. S. K. Chawla Directors, retire by rotation and being eligible offer themselves for reappointment at this Annual General Meeting.

Your Directors express their profound grief on the sudden demise of Mr. V. K. Sachdeva, Director on 10th October, 2009.

Mrs. Sudershan Walia (Promoter and Whole-Time-Director), is aged 62 years. She is associated with the construction business since its inception. She has been a guiding figure in the overall growth of the company. She is also a Director in Ahlcon Parenterals (I) Ltd. Capricon Industrials Ltd. Ahluwalia Builders and Development Group Pvt. Ltd. Presently she is involved in the General Administration of the company and is also handling human resource development and labour welfare.

Mr. Vikaas Ahluwalia (Whole-Time-Director), is aged 36 years. He is B.E. (Civil) by qualification. He has been involved in construction business since 1996. He has been very instrumental for successful implementation of many big projects of the

company. He is currently overseeing the Real Estate business of the Company and also the RMC Business of the Wholly owned Subsidiary Company of Ahluwalia Contracts (India) Ltd.

Mr. S.K. Chawla (Professional Director), aged 69 years is an independent director of our company. He has about 33 years of experience in handling construction projects. He is an Engineer by profession and has been associated with various Govt. Departments. He retired as a Director of the CPWD. He is having vast experience in Construction and Engineering activities. He joined the Board of our company as a Director on 28.08.2000 and serving continuously till date. He is also a member of the Audit Committee and Remuneration Committee, Investor Grievances Committee and Share Transfer Committee of the Company.

DIRECTORS' RESPONSIBILITY STATEMENT: Pursuant to the requirement under section 217(2AA) of the Companies Act, 1956, the Board of Directors of your Company hereby states and confirms:

- (i) That in the preparations of annual accounts for the year ended 31st March, 2010 the applicable accounting standards have been followed and there are no material departures from the same.
- (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 and fair view of the state of affairs of the company at the end of the financial year 31st March, 2010 and of the profit of the company for the year ended 31st March, 2010.
- (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 the 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, 2010 on a 'going concern' basis.

AUDITORS

The Auditors of the Company, M/s Arun K. Gupta & Associates, Chartered Accountants, are due to retire at the conclusion of the forthcoming Annual General Meeting and, are eligible, for reappointment. They have furnished a certificate to the effect that the reappointment, if made, shall be in accordance with section 224(1B) of the Companies Act, 1956.

AUDITORS' REPORT

The observations made in the Auditors' Report were considered by the Board as per provisions of section 217(3) of the Companies Act, 1956 and as these observations are self explanatory do not call for any further explanation.



PARTICULARS OF EMPLOYEES

The particulars of employees u/s 217(2A) of the Companies Act, 1956 read with the Companies Act (Particulars of Employees) Rules 1975 is annexed to this report:

FOREIGN EXCHANGE EARNINGS AND OUTGO

	Current Year (Rs.)	Previous year (Rs.)
Foreign Exchange Earnings	Nil	Nil
Foreign Exchange Outgo		
a Raw Materials *	8,57,33,646	1,72,27,058
b Capital Goods	21,41,956	3,17,98,780
c Travelling Expenses	11,14,343	6,65,519
d Consultancy Charges/ Technical fee	1,92,45,762	14,21,503
	-	-

*Includes Rs. 48,08,480/- (P.Y Rs. 39,63,749/-) payment made to Sub contractors.

CONSERVATION OF ENERGY, RESEARCH AND DEVELOPMENT, TECHNOLOGY ABSORPTION

Since your company does not own any manufacturing facility the requirements pertaining to disclosure of particulars relating to conservation of energy, research & development and technology absorption, as prescribed under the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 are not applicable.

ACKNOWLEDGEMENTS

Your Directors would like to express their appreciation for assistance and cooperation received from Banks, Government Authorities, clients, vendors and members during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed services by the executives, staff and workers of the company.

On behalf of the Board of Directors,

Regd. Office:
Ahluwalia House
4, Community Centre, Saket
New Delhi-110017

Dated: 14. 08. 2010

(Bikramjit Ahluwalia)
Chairman-cum-Managing Director



INFORMATION AS PER SECTION 217 (2A) OF THE COMPANIES ACT, 1956 READ WITH COMPANIES (PARTICULARS OF EMPLOYEES) RULES 1975 AND FORMING PART OF DIRECTORS REPORT FOR THE FINANCIAL YEAR ENDING 31 ST MARCH, 2010

Name	Designation	Age Yrs.	Date of Joining	Qualification	Experience Years	Remuneration Rs.	Last Employment
Sh. Vinay Pal	Sr. Executive Director	51	25.08.1994	Graduate	28	3015000	Own Business
Sh. S.K. Sachdeva	Executive Director	52	01.04.2004	M.Com, F.C.A	23	3000000	Management Consultant
Sh. N.K. Tiwari	Executive Director	45	12.11.2000	B.E. (Electrical)	25	2419956	Associated Switchgears & Projects Ltd.
Sh. Ratish Bhardwaj	Executive Director	46	12.10.1996	B.Sc (Civil)	24	3492804	SKyline Interior & Construction Pvt. Ltd.
Sh. Kamal Kant Sharma	Vice President	39	26.11.1997	Diploma (Civil)	18	2535576	SAB India Ltd.
Sh. Vijender* Kumar Jain	Vice President	49	10.07.2007	B.Sc (Civil)	27	2400000	Today Home
Sh. Devendra Gupta*	Vice President	47	15.01.2010	B.E. (Mechanical)	24	750000	NIIT Technologies Ltd.
Sh. Rajesh Kumar Gupta*	Asstt. Vice President	45	15.12.2009	B.E. (Mechanical)	23	700000	Moser Baer India Ltd.
Sh. Avtar Singh Saini	Addl. General Manager	48	15.05.2008	Dip. (Civil)	25	2640144	Vij Constructions Ltd.

* Part of the year

Notes:

- i. REMUNERATION INCLUDES SALARY, ALLOWANCE, CONTRIBUTION TO PROVIDENT FUND AND TAXABLE VALUE OF PERQUISITES.
- ii. NONE OF EMPLOYEES MENTIONED ABOVE IS RELATIVE OF ANY DIRECTOR OF THE COMPANY.



Report on Corporate Governance

1. CORPORATE GOVERNANCE PHILOSOPHY

The Company firmly believes in good Corporate Governance and has made it a practice and a continuous process of Development right across the Company.

ACIL defines Corporate Governance as a Systematic process by which Companies are directed and controlled to enhance their wealth- generating capacity. Corporate Governance is also the application of best management practices, compliance of law and adherence to ethical standards to achieve company objective of enhancing shareholder value and discharge of social responsibility.

ACIL Corporate Governance system is based on certain key principles, including fairness and integrity, transparency and disclosure, accountability, equal treatment of all shareholders, and social responsibility.

Corporate Governance extends beyond Corporate Laws. Its fundamental objective is not the mere fulfillment of the requirements of law, but also the institution of, and adherence to, systems for and procedures ensuring commitment of the Board in managing a Company in a transparent manner for the maximization of long-term shareholders' value.

The Company is committed to pursue growth by adhering to the highest national standards of corporate Governance. The Board of Directors believes that corporate governance is the most powerful tool for achieving corporate excellence and presents a compliance report on the corporate governance pursuant to clause 49 of the Listing Agreement executed with Stock Exchanges.

2. BOARD OF DIRECTORS

The Members of the Board of Directors of your Company possess the requisite expertise, skill and experience to effectively manage and direct your Company so that it can attain its organizational goals. They are the persons with vision, leadership qualities, a strategic bent of mind, proven competence, and integrity.

The Company has a strong and broad-based Board consisting of eight Directors with adequate blend of professional, executive, non-executive and independent Directors. The Board is having an executive Chairman and comprised of executive and non-executive directors, conforming to the norms as mentioned in the Listing Agreement.

The details of the composition of the Board, category, attendance of Directors at Board Meetings and General Meetings, number of the Directorships and other Committee membership are as follows: -

Composition of the Board of Directors as on March 31, 2010 is as follows:

Director, Executive/ Non –Executive/Independent

Sh. Bikramjit Ahluwalia	Chairman & Managing Director-Executive
Sh. Shobhit Uppal	Dy. Managing Director - Executive
Smt. Sudershan Walia	Whole Time Director - Executive
Sh. Vikaas Ahluwalia	Whole Time Director - Executive
Sh. Arun K. Gupta	Director - Non - Executive & Independent
Sh. Balbir Singh	Director - Non - Executive & Independent
Sh. S. K. Chawla	Director - Non - Executive & Independent
Dr. Sushil Chandra	Director - Non - Executive & Independent



Name of the Directors	Category of Directorship	Board Meeting Attended	Attendance at the Last AGM held on 30/09/2009	No. of Directorship in other Companies	Number of Committee membership held in other Companies		Remarks
					Chairman	Member	
Sh. Bikramjit Ahluwalia	Chairman & Managing Director (Promoter & Executive)	8	Yes	3	Nil	Nil	Re-appointed for a period of five years from 01/04/2007
Sh. Shobhit Uppal	Dy. Managing Director (Executive)	8	Yes	Nil	Nil	Nil	Re-appointed for a period of five years from 01/04/07
Smt. Sudershan Walia	Whole Time Director (Promoter & Executive)	8	Yes	3	Nil	Nil	Re-appointed for a period of five years from 01/04/07
Sh.Vikaas Ahluwalia	Whole Time Director (Executive)	8	Yes	9	Nil	Nil	Re-appointed for a period of five years from 01/04/2007
Sh. Arun K. Gupta	Independent Director (Non – Executive)	6	Yes	2	1	1	28/08/2000
Sh. V. K. Sachdeva*	Independent Director (Non – Executive)	1	No	1	Nil	1	28/08/2000 Ceased to be Director w.e.f 10-10-2009
Sh. S. K. Chawla	Independent Director (Non – Executive)	5	Yes	Nil	Nil	Nil	28/08/2000
Sh. Balbir Singh	Independent Director (Non – Executive)	5	Yes	Nil	Nil	Nil	15/03/2003
Dr. Sushil Chandra	Independent Director (Non – Executive)	0	N.A.	1	Nil	1	08/03/2010

Eight Board Meetings of the Company were held during the year on the following dates:

28/05/2009, 30/06/2009, 31/07/2009, 28/08/2009, 31/10/2009, 30/01/2010, 18/02/2010 and 08/03/2010

*Sh. V.K.Sachdeva has ceased to be Directors on the Board due to sad demise on 10.10.2009

DR. SUSHIL CHANDRA

The Board of Directors appointed Dr. Sushil Chandra as an Additional Director in the category of Non- Executive Independent Director w.e.f. 08.03.10.

Dr. Sushil Chandra aged 71 years, is M.A- PHD. He has been Corporate Advisor of SBI, ERA Group, DS Group, ITC -Bhadrachalam Petro Products Ltd. and council member of NABARD and done international consulting Assignment like, International Labour Organisation, Bangkok. The United Nations Asian Pacific Development Administration Centre, Kula Lumpur, Asian Regional Project for Labour and Manpower Administration and Iraq National Oil Company, Baghdad. He is Director in Andhra Cement Ltd and member of Audit Committee.

Dr. Sushil Chandra is a member of Audit Committee and Remuneration Committee of the Company.

Dr. Sushil Chandra does not hold any share of the Company.

SH. S.S. KOHLI

Sh. S.S. Kohli was appointed as an Additional Director in the category of Non Executive Independent Director vide resolution passed



by circulation on 02.08.10 and was also appointed member of Audit Committee of the company.

Sh. S.S. Kohli, aged 65 years, is a BSc (Mech. Engg.) DIP in Industrial Finance, having 40 years experience as Banker having held position of Chairman & Managing Director of Punjab National Bank (PNB). He was also Chairman & Managing Director of India Infrastructure Finance Company Ltd, a Wholly Owned Company of Government of India. He also holds Chairmanship of India Banks Association. He has several awards including the 'Wharton- Infosys Ltd' Enterprise Transformation Award for Technology. Sh. S. S. Kohli is well recognized in the Indian Banking & Finance Industry for his deep insights and dynamic leadership.

He is holding Directorship in SME Rating Agency of India Ltd, Infrastructure Development Finance Company Ltd, Maharashtra Airport Development Co. Ltd, India SME Technology Services Ltd, MBL Infrastructure Ltd, and Punjab Infrastructure Development Board.

He is also Member of Audit Committee in SME Rating Agency of India Ltd, Member of Executive Committee and Compensation Committee in Infrastructure Development Finance Company Ltd.

SH. VINAY PAL

Sh. Vinay Pal was appointed as an Additional Director and Whole time Director of the Company w.e.f 14.08.2010 for the period of five years.

Sh. Vinay Pal, aged 51 years holds degree of Graduate and presently he is working as Sr. Executive Director (Projects). Professionally standing his total experience of nearly 26 years in Construction Industry and has got some very prestigious project executed.

He is also Member of Audit Committee.

None of the Directors on the Board hold directorship in more than fifteen companies and no Director is a member of more than 10 committee and Chairman of more than 5 Committees, across all the Companies of which he is a Director

As mandate by the revised Clause 49, the independent Directors:

- Apart from receiving Directors remuneration does not have any material pecuniary relationship or transactions with the company, its promoters, its Directors, its senior management or its subsidiaries and associates which may affect independence of the Director.
- Are not related to promoters or persons occupying management positions at the Board level or at one level below the Board.
- Have not been an executive of the company in the immediately preceding three financial years
- Are not partners or executives or were not partners or executives during the preceding three years of the:
 - Statutory audit firm or the internal audit firm that is associated with the company
 - Legal firm(s) and consulting firm(s) that have a material association with the company
- Are not material suppliers, service providers or customers or lessors or lessees of the company, which may effect independence of the Directors.
- Are not substantial shareholders of the company i.e. do not own two percent or more of the block of voting of shares
- Are not less than 21 years of age

Information Supplied to the Board

The Board has complete access to all information with the company. Inter-alia the following information is regularly provided to the Board as a part of agenda papers well in advance of the Board Meetings or is tabled in the course of the Board Meeting.

- Annual operating plans & budgets and any update thereof.
- Capital budgets and any updates thereof.



- Quarterly results for the company and operating divisions and business segments
- Minutes of the meeting of the Audit Committee and other committees of the Board.
- Information on recruitment and remuneration of senior officers just below the level of Board, including the appointment or removal of CFO and Company Secretary
- Materially important shows cause notice, demand, prosecution notices and penalty notices.
- Any material default in financial obligations to and by the company, or substantial non payment for services sold by the company.
- Any issue, which involves possible public or product liability claims of substantial nature, including any judgment or order which, may have passed strictures on the conduct of the company or taken an adverse view regarding another enterprise that can have negative implications on the company.
- Sale of material nature of investments, subsidiaries, assets, which is not in the normal course of business.
- Quarterly details of foreign exchange exposures and the steps taken by the management to limit the risk of adverse exchange rate movement, if, material.
- Non- service such as non- payment of dividend, delay in share transfer its Compliance of any regulatory, Statutory nature or listing requirements and Shareholders

The Board periodically reviews internal control and compliance with laws applicable to the company as well as steps taken by the company to rectify instances of non compliances.

3. BOARD AND ITS SUBORDINATE COMMITTEES

With a view to serve the functions specifically prescribed by Clause 49 of the listing agreement, the company has constituted an Audit Committee, Remuneration Committee and Shareholders' / Investors' Grievance Committee. The following report depicts the composition of the committees and also the nature of functions performed by them during the year under report:

3.1 AUDIT COMMITTEE

The Audit Committee of Company comprises of Four Directors, majority of them are Independent Directors. The constitution of the Committee meets the requirements of Section 292 A of the Companies Act, 1956, as well as clause 49 of the Listing Agreement.

The composition and other details of the committee are as follows:

Name of the Directors	Designation	Nature of Directorship	No of Meetings	
			Held	Attended
Sh. Arun K. Gupta	Chairman	Independent Director	6	5
Sh. V.K. Sachdeva*	Member	Independent Director	3	1
Sh. S. K. Chawla	Member	Independent Director	6	5
Sh. Shobhit Uppal	Member	Dy. Managing Director	6	5

*Mr. V.K Sachdeva expired on 10.10.09.

Dr. Sushil Chandra, Sh. S.S. Kohli and Sh Vinay Pal were appointed member of Audit Committee as co-opted by the Board of Directors in the meeting held on 14.08.10

The Statutory Auditors and the Internal Auditors of the Company were also invited to attend the Audit Committee meetings along with the CFO. As per the need, other key functionaries of the company were also invited to attend the meetings.



Six Audit Committee meetings were held during the year on the following dates:

28/05/2009, 30/06/2009, 31/07/2009, 31/10/2009, 30/12/2009 and 30/01/2010

The terms of reference /Scope of the Audit Committee specifically includes:

SCOPE OF THE AUDIT COMMITTEE

- Overseeing of the Company's Financial reporting Process and disclosure of financial information, so as to ensure accuracy of information.
- Recommending to the Board, the appointment, reappointment, replacement, removal of statutory auditors and fixing of Audit Fees.
- Approval of payment of Statutory Auditors for any other service so rendered.
- Reviewing with the Management, the Annual Financial Statement before submission to the Board of Directors for approval, with particular reference to :
 - Matters required to be included in the Directors Responsibility Statement that is a part of the Directors Report under Section 217(2AA) of the Companies Act, 1956.
 - Changes, if any, in accounting policies and practices and the reasons for the same.
 - Major accounting entries involving estimates based on the exercise of judgment by Management.
 - Significant adjustments made in the financial statement arising out of audit findings.
 - Compliances with listing and other legal requirements relating to financial statements.
 - Disclosure of any related-party transactions.
 - Qualifications if any, in the Draft Audit Report.
- Reviewing with the Management, the Quarterly Financial Statement before submission to the Board, performance of statutory and internal auditors and adequacy of internal control.
- Mandatorily reviewing the following information :
 - Management discussion and analysis of financial condition and results of operation.
 - Statement of Significant related-party transactions.
 - Management letters/letters of internal control weaknesses issued by statutory auditors.
 - Internal audit reports relating to internal control weaknesses and.

3.2 REMUNERATION COMMITTEE:

The Remuneration Committee was constituted comprising of independent Non-Executive Directors as follows: -

Composition, Name of Members and Chairman of the Committee

Name of the Directors	Designation	Category
Sh. S. K. Chawla	Chairman	Independent Director
Sh. Arun K. Gupta	Member	Independent Director
Sh. V. K. Sachdeva*	Member	Independent Director

*Mr. V.K Sachdeva expired on 10.10.09.



Dr. Sushil Chandra is appointed as member of Remuneration Committee on 14.08.10 by the Board of Directors of the Company.

The Remuneration committee reviews the Company's policies on specific remuneration package and overall remuneration structures of Whole Time Directors. The Remuneration policy of the Company is directed towards rewarding performance based on review of achievements on a periodic basis.

Since there was no proposal for enhancement in the remuneration of the Directors during the year. hence, no remuneration committee meeting was held during the year.

REMUNERATION POLICY

During the year 2009-10, your Company paid remuneration to its Executive Directors within limits envisaged under the applicable provisions of the Companies Act, 1956. The remuneration paid to the Executive Directors was approved by the Board and remuneration committee with in limits approved by the Shareholders. The remuneration determines your company's policy on specific remuneration packages for the executive Directors.

The remuneration policy of the Company is in consonance with the experience and performance of the Directors and as per existing industry practice.

The aggregate value of Remuneration of the Directors for the financial year ended 31st March, 2010 is as follows: -

(Rs.)

Name of Directors	Salary Allowances	Perquisites	Sitting Fee	Total
Sh. Bikramjit Ahluwalia	72,00,000	6,22,889	Nil	78,22,889
Sh. Shobhit Uppal	60,00,000	21,672	Nil	60,21,672
Smt. Sudershan Walia	7,80,000	3,31,428	Nil	11,11,428
Sh. Vikaas Ahluwalia	10,20,000	28,332	Nil	10,48,332
Sh. Arun K. Gupta	Nil	Nil	27,500	27,500
Sh. V.K. Sachdeva	Nil	Nil	5,000	5,000
Sh. S.K. Chawla	Nil	Nil	25,000	25,000
Sh. Balbir Singh	Nil	Nil	12,500	12,500
TOTAL	1,50,00,000	10,04,321	70,000	1,60,74,321

During 2009-10, the company did not advance any loan to any of its Directors except advance for travel or other purposes to discharge their official duties in the normal course of business.

There is no provision for any stock option scheme and any severance fee payable to any Director on cessation of their employment and Directorship with the company.

The remuneration structure for the Executive Directors of your Company has following components:

Name of Directors	Basic Salary In Rs. P.M.	Perquisites In Rs. P.M.	Sitting Fee In Rs. Per Board Meeting	Total In Rs. P.M.
Sh. Bikramjit Ahluwalia	6,00,000	51,907	Nil	6,51,907
Sh. Shobhit Uppal	5,00,000	1,806	Nil	66,806
Smt. Sudershan Walia	65,000	27,619	Nil	5,27,619
Sh. Vikaas Ahluwalia	85,000	2,361	Nil	87,361
TOTAL	12,50,000	83,693	NIL	13,33,693



Particulars of the Board of Directors as on 31/03/2010

Name of Directors & Designation	Age	Educational & Professional Qualifications	Shareholding in the Company as on 31.03.2010	Other Directorship
Sh. Bikramjit Ahluwalia, Chairman & Managing Director (Promoter & Executive)	71	Civil Engineering	5181198 8.26%	Ahlcon Parenterals (India) Ltd. Ahluwalia Builders and Development Group Pvt. Ltd. Capricon Industrials Ltd.
Sh. Shobhit Uppal, Dy. Managing Director (Executive)	43	Bachelor's Degree in Electrical Engineering	4308000 6.86%	NIL
Smt. Sudershan Walia, Whole Time Director (Promoter & Executive)	63	Matriculation	20889380 33.28%	Ahlcon Parenterals (India) Ltd. Ahluwalia Builders and Development Group Pvt. Ltd. Capricon Industrials Ltd.
Sh. Vikaas Ahluwalia, Whole Time Director (Executive)	36	Bachelor's Degree in Civil Engineering	33500 0.05%	Tidal Securities Pvt. Ltd. Procon one International Pvt Ltd. Ahluwalia Builders and Development Group Pvt. Ltd. Ahlcon Ready Mix Concrete Pvt. Ltd. Premsagar Merchants Pvt Ltd. Splendor Distributors Pvt. Ltd. Paramount Dealcomm Pvt. Ltd. Jiwanjyoti Traders Pvt. Ltd. Dipesh Mining Pvt. Ltd
Sh. Arun K. Gupta, Independent Director (Non Executive)	62	Chartered Accountant & Cost and Works Accountant	632	Satia Synthetics Pvt. Ltd. Ahlcon Parenterals (India) Ltd.
Sh. V.K. Sachdeva, Independent Director (Non Executive)	77	LLB & Master in Economics	200	Cost Plus Credit Capital Ltd. Sad Demise on 10-10-2009
Sh. S.K. Chawla, Independent Director (Non Executive)	70	Bachelor's Degree in Civil Engineering	400	NIL
Sh. Balbir Singh, Independent Director (Non Executive)	75	Bachelor's Degree in Civil Engineering	400	NIL
Dr. Sushil Chandra, Independent Director (Non Executive)	72	Master Degree & PHD	NIL	Andhra Cement Ltd.

3.3 INVESTORS' GRIEVANCE AND SHARETRANSFER COMMITTEE

The Board of Directors of the Company has constituted a Shareholders'/Investors' Grievance Committee, comprising of Sh. S.K.Chawla Chairman, (In place of Mr. V.K.Sachdeva , who had expired on 10.10.09) Smt. Sudershan Walia and Sh. Shobhit Uppal,



Members. The Committee, inter-alia approves issue of duplicate certificates and oversees and reviews all matters connected with the securities transfers. The Committee also looks into redressal of shareholders' complaints like Dematerialization and re-materialization of shares, transfer of shares, non-receipt of balance sheet etc. The Committee oversees the performance of the Registrar and Transfer Agents, and recommends measures for overall improvement in the quality of investor services. The Board of Directors has delegated the power of approving transfer of securities to the Company Secretary.

The Board had designated Shri Vipin Kumar Tiwari, DGM (Corporate) & Company Secretary, as the Compliance Officer. No complaints were pending for redressal from any shareholder at the end of current year.

4. SUBSIDIARY COMPANIES MONITORING FRAMEWORK

All subsidiary Companies of the Company are Managed with their Boards having the rights and obligations to manage such Companies in the best interest of their stakeholders. The Company monitors performance of subsidiary Companies inter alia, by the following means:

- a) Financial Statements in particular the investment made by Unlisted Subsidiary Companies, are reviewed quarterly by the Audit committee.
- b) A Statement containing all significant transactions and arrangements entered into by the unlisted Subsidiary Companies is placed before the company's Board.

Mr. Vikaas Ahluwalia and Mr. Vinay Pal, Whole Time Directors of the Company have been appointed nominee Director(s) on the Board of the all Six Subsidiary Companies.

5. CODE OF CONDUCT

The Board of Directors of your Company has prescribed Code of Conduct for all members of the Board and the Senior Management of your Company. The Code of conduct is available on your Company's website www.acilnet.com

All the members of the Board and the Senior Management personnel of your Company have confirmed their compliance with Code of Conduct for the year ended March 31, 2010.

6. CEO/CFO CERTIFICATION

In terms of the requirements of clause 49 (V) of the Listing Agreement the Executive Chairman & CEO and Executive Director (Finance & Accounts) & CFO have submitted necessary certificate to the Board stating the particulars specified under the said clause. This certificate has been reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on 29/05/2010

7. COMPLIANCE

The Company Secretary while preparing the agenda, notes on agenda, minutes etc. of the meeting(s) and holding and conducting the meetings, is responsible for and is required to ensure adherence to all the applicable provisions of law including the Companies Act, 1956 and the Secretarial Standards recommended by the Institute of Company Secretaries of India, New Delhi.

8. GENERAL BODY MEETINGS

The particulars of Annual General Meeting (AGM) of the Company are as under. The Shareholders passed all the resolutions set out in the respective notices.



F.Y	G.M	Venue	Date	Time
2006-07	AGM	Ahlcon Public School Auditorium, Mayur Vihar, Phase-I, Delhi- 110091	29th September 2007	4.00 p.m.
2007-08	AGM	Ahlcon Public School Auditorium, Mayur Vihar, Phase-I, Delhi- 110091	30th September 2008	4.30 p.m.
2008-09	AGM	Ahlcon Public School Auditorium, Mayur Vihar, Phase-I, Delhi- 110091	30th September 2009	4.00 p.m.

CORPORATE GOVERNANCE REPORT

All the following Special resolutions set out in the respective Notices for previous three AGMs & EGMs were passed by the Shareholders:

Date of AGM/EGM	Section(s)	Particulars of Special Resolution
30/09/2006	198, 269, 309	Appointment of Sh. Shobhit Uppal as Dy. Managing Director of the Company
30/09/2006	31	Amendment in the Articles of Association of the Company to substitute the existing Articles No 12, 13, 22(a), 23 proviso, 42, 44, 63 and insert the Article 24(A), 34(A), 69(A), 206(A) of the Articles of Association of the Company.
30/08/2007	16 & 94	Alteration in clause V of the Memorandum of the Company, To subdivide the Authorised capital of the Company Rs. 20.00 Crores from 2 Crores equity shares of Rs.10 each to 10 Crores equity shares of Rs. 2/- each.

POSTAL BALLOT

No Special resolution was passed through Postal Ballot during 2009-2010. None of the Business proposed to be transacted in the ensuing Annual General Meeting require passing a Special resolution through postal Ballot.

9. DISCLOSURES

(i) RELATED PARTY DISCLOSURES

The related party transactions are entered into Based on the considerations of various business exigencies and company's long term strategy. All the transactions entered during the financial year 2009-10 with related parties are reported under notes of the financial statements.

(ii) DETAILS OF NON-COMPLIANCES

Details of non-compliance by the Company, penalties, and strictures imposed on the Company by Stock Exchanges or SEBI, or any statutory authority, on any matter related to capital markets, during the last three years.

No penalty or strictures had been imposed on the company by any regulatory authorities relating to capital market during the last three years

(iii) DISCLOSURE OF NUMBER OF SHARES HELD BY NON-EXECUTIVE DIRECTORS

Sh. Arun K. Gupta holds 632 Equity shares, Sh. S. K. Chawla holds 400 Equity shares Sh. Balbir Singh holds 400 Equity Shares and Dr. Sushil Chandra holds Nil Equity Shares

(iv) WHISTLE BLOWER POLICY

Disclosure relating to Whistle Blower Policy and affirmation that no personnel have been denied access to the Audit Committee.

The company has implemented a Whistle Blower Policy in the Company and no personnel have been denied access to the Audit Committee of the Company.



COMPLIANCE

MANDATORY REQUIREMENTS

The Company is fully compliant with the applicable mandatory requirements of the revised clause 49

COMPLIANCE REPORT

Particulars	Clause of Listing Agreement	Compliance Status (Yes/No)	Remarks
1	2	3	4
I. Board of Directors	49(I)		
a) Composition of Board	49(IA)	Yes	
b) Non-executive Directors compensation & disclosures	49(IB)	Yes	
c) Other provisions as to Board and Committees	49(IC)	Yes	
d) Code of Conduct	49(ID)	Yes	
II. Audit Committee	49-II	-	
a) Qualified & Independent Audit Committee	49(IIA)	Yes	
b) Meeting of Audit Committee	49(IIB)	Yes	
c) Powers of Audit Committee	49(IIC)	Yes	
d) Role of Audit Committee	49 II (D)	Yes	
e) Review of Information by Audit Committee	49 (IIE)	Yes	
f) Code of Conduct	49(ID)	Yes	
g) Role of Audit Committee	49 II (D)	Yes	
h) Review of Information by Audit Committee	49 (IIE)	Yes	
III. Subsidiary Companies	49 (III)	Yes	Ahlcon Ready Mix Concrete Pvt. Ltd. Pramsagar Merchants Pvt Ltd. Splendor Distributors Pvt. Ltd. Paramount Dealcomm Pvt. Ltd. Jiwanjyoti Traders Pvt. Ltd. Dipesh Mining Pvt. Ltd
IV. Disclosures	49 (IV)		
a) Basis of related party transactions	49(IV A)	Yes	
b) Disclosure of Accounting Treatment	49(IV B)	Yes	
c) Board Disclosures	49 (IV C)	Yes	
d) proceeds from public issues, rights issues , preferential issues etc.	49(IV D)	Yes	
e) Remuneration of Directors	49 (IV E)	Yes	
f) Management	49 (IV F)	Yes	
g) Shareholders	49(IV G)	Yes	
V. CEO / CFO Certification	49(V)	Yes	
VI. Report on Corporate Governance	49-VI	Yes	
VII. Compliance	49-VII	Yes	



ADOPTION OF NON –MANDATORY REQUIREMENTS

The company is complying with all the mandatory requirements of Clause 49 of the listing Agreement. In addition, the company has also adopted the non – mandatory requirements of the constitution of Remuneration Committee and adoption of Whistle Blower mechanism as referred in clause 49 of the Listing Agreement.

10. MEANS OF COMMUNICATION

The quarterly/ half yearly /annual results of the company were published during the financial year under review in leading national newspaper namely, The Financial Express in English and Rashtriya Sahara / Jansatta in Hindi. The results are also promptly forwarded to the Bombay Stock Exchange, National Stock Exchange ,Delhi Stock Exchange, Calcutta Stock Exchange and Jaipur Stock Exchange

The Management discussion and Analysis Report is attached to and forms part of the Annual Report.

11. GENERAL SHAREHOLDER INFORMATION

11.1 ANNUAL GENERAL MEETING

The 31st Annual General Meeting of the Company will be held on Friday, 17th, September 2010 at Ahlcon Public School Auditorium, Mayur Vihar, Phase-I, Delhi-110091 at 4.00 p.m.

11.2 TENTATIVE FINANCIAL CALENDAR FOR THE RESULTS 2010-11

First Quarter	July, 2010
Second Quarter	October, 2010
Third Quarter	January, 2011
Fourth Quarter Un Audited/Audited	April/ May, 2011

11.3 Book closure date: Friday, the 10 th September 2010 to Friday, the 17th September 2010 (both days inclusive), for the purpose of distribution of Dividend and Annual General Meeting.

11.4 Dividend payment date: The Board has recommended the dividend of Re.0.80 (Eighty Paise) per Equity Share having a face value of Rs 2/- each which is subject to the approval of the Shareholders. The dividend, if declared at the AGM will be paid to those members, whose names are on the Register of Members of the Company as on the closing hours of 9th September 2010.

11.5 Listing of Equity Shares on Stock Exchanges at: Bombay, NSE, Delhi, Calcutta and Jaipur Stock Exchanges.

The Company has paid up to date Annual Listing Fee to each of these Stock Exchanges and their respective addresses have been given in the 31st Annual Report.

12. SECRETARIAL AUDIT FOR CAPITAL RECONCILIATION

12.1 a) Stock/Scrip Code: Trading Symbol – Calcutta Stock Exchange: “011134”
 ‘Bombay Stock Exchange – “532811”
 Delhi Stock Exchange - “7526”, Jaipur Stock Exchange-“922”
 National Stock Exchange ‘AHLUCONT”

b) Demat ISIN Numbers in NSDL & CDSL for Equity Shares: ISIN No. INE758C01029.

c) Month Stock Market Data (In Rs.2/- per share) by Bombay Stock Exchange (BSE) Month’s High and Month’s Low



MARKET PRICE DATA

The High and Low of the share price of the Company during each month in the last financial year at BSE were as under:

Month	Share price at BSE High (face value of Rs. 2/- each Equity Shares)	Share price at BSE Low (face value of Rs. 2/- each Equity Shares)
April 2009	56.55	32.00
May 2009	79.25	45.35
June 2009	101.05	76.95
July 2009	138.85	80.80
August 2009	162.70	118.10
September 2009	177.00	146.30
October 2009	184.95	152.00
November 2009	186.00	155.00
December 2009	200.85	168.25
January 2010	206.60	172.00
February 2010	212.80	175.20
March 2010	219.00	192.00

MARKET PRICE DATA

The High and Low of the share price of the Company during each month in the last financial year at NSE were as under:

Month	Share price at NSE High (face value of Rs. 2/- each Equity Shares)	Share price at NSE Low (face value of Rs. 2/- each Equity Shares)
December 2009	201.00	172.00
January 2010	206.50	165.00
February 2010	213.00	177.00
March 2010	219.00	180.10

Listed in NSE in December, 2009

12.2 REGISTRARS AND TRANSFER AGENTS:

LINK INTIME INDIA PVT. LTD.
A-40, 2nd Floor, Near Batra Banquet Hall,
Nariana Industrial Area, Phase-II, New Delhi-110028
Tel. No.-011-41410592-94, Fax No. - 011-41410591
e.mail: delhi@linkintime.co.in

12.3 SHARE TRANSFER SYSTEM

Presently, the share transfers which are received in physical form are processed and the share certificates returned within a period of 30 days from the date of receipt, subject to the documents being valid and complete in all respects. The entire dematerialization request received from the shareholders are confirmed within the specified period of 21 days from the date of its generation of DRN Number by the DP and physically received in the office of the RTA.



12.4 DISTRIBUTION SCHEDULE OF SHAREHOLDING AS ON 31st MARCH, 2010

Share holding Numbers Rs.	Share Holders		Share Amount	
	Number	% to total	Amount in Rs.	% to total
(1)	(2)	(3)	(4)	(5)
Upto 2,500	7150	94.203	2414660	1.924
2,501 - 5,000	169	2.227	606038	0.483
5,001 - 10,000	105	1.383	789228	0.629
10,001 - 20,000	71	0.935	1094622	0.872
20,001 - 30,000	11	0.145	291372	0.232
30,001 - 40,000	7	0.092	255422	0.203
40,001 - 50,000	6	0.079	274860	0.219
50,001 - 1,00,000	16	0.211	1226512	0.977
1,00,001 & Above	55	0.725	118572406	94.461
Total	7590	100.00	125525120	100.00

12.5 SHAREHOLDING PATTERN AS ON 31st MARCH, 2010

Sl. No.	Category	No of Shares held	% of Share holding	No. of Share Pledged	% of Share holding
1	Promoters	45943918	73.20	11771380	18.76
2	Persons acting in concert	25000	0.04	Nil	Nil
3	Foreign Institutional Investor	2160433	3.44	Nil	Nil
4	Mutual Fund/UTI	4114967	6.56	Nil	Nil
5	Bodies Corporate	7744031	12.34	Nil	Nil
6	Any other Directors & Relatives	1432	0.00	Nil	Nil
7	Non-Resident Indians	156554	0.25	Nil	Nil
8	Hindu Undivided Family (HUF)	165232	0.26	Nil	Nil
9	Indian Public (Individuals)	2450993	3.91	Nil	Nil
	TOTAL	62762560	100.00	11771380	18.76



12.6 PROMOTER AND PROMOTER GROUP HOLDING AS ON 31st MARCH, 2010

Name of the shareholder	Total shares held		Shares Pledged or otherwise encumbered		
	Number	As a % of Grand Total	Number	As a percentage	As a % of grand total of sub-clause (IV)
(I)	(II)	(III)	(IV)	(V)	(VI)
BIKRAMJIT AHLUWALIA	5181198	8.26	1500000	28.95	2.39
VIKAS AHLUWALIA	33500	0.05	0	0	0
MUKTA WALIA	33500	0.05	0	0	0
RAM PIARI	4359900	6.95	2906600	66.67	4.63
PUSHPA RANI	4256100	6.78	1838080	43.19	2.93
RACHNA UPPAL	1227500	1.96	0	0.00	0.00
SHOBHIT UPPAL	4308000	6.86	0	0.00	0.00
SUDARSHAN WALIA	20889380	33.28	3698100	17.70	5.89
ROHINI AHLUWALIA	2981840	4.75	0	0.00	0.00
RAMAN PAL	2673000	4.26	1828600	68.41	2.91
TIDAL SECURITIES PRIVATE LIMITED	25000	0.04	0	0.00	0.00
TOTAL	45968918	73.24	11771380	25.61	18.76

12.7 PUBLIC AND HOLDING MORE THAN 1% OF THE TOTAL NO. OF SHARES AS ON 31st MARCH, 2010

Name of the shareholder	Number of Shares	Shares as a percentage of total number of shares
VOYAGER FUND MAURITIUS LIMITED	822719	1.31
TAURUS ASSET MANAGEMENT COMPANY LIMITED	2741499	4.37
TOTAL	3564218	5.68

12.8 DEMATERIALIZATION OF SHARES

99.44 % of the Company's paid-up equity share capital has been dematerialized as on 31st March, 2010. Trading in Equity Shares of the Company is permitted only in dematerialized form as per notification issued by the Securities and Exchange Board of India (SEBI).

12.9 LIQUIDITY

The shares of the Company are listed in Bombay Stock Exchange, National Stock Exchange Ltd, Delhi Stock Exchanges, Jaipur Stock Exchange and Calcutta stock Exchange. However the shares were traded during the year in Bombay Stock Exchange & National Stock Exchange.

12.10 ADDRESSES FOR CORRESPONDENCE

For share transfer, transmission and dematerialization request

LINK INTIME INDIA PVT. LTD.

A-40, 2ND FLOOR, NEAR BATRA BANQUET HALL, NARIANA INDUSTRIAL AREA, PHASE-II, NEW DELHI-110028

Tel. No.-011-41510592-94, Fax No. - 011-41510591

e.mail: delhi@linkintime.co.in

For and on behalf of the Board of Directors
For Ahluwalia Contracts (India) Ltd

Place : New Delhi
Dated : 14.08.2010

(Vipin Kumar Tiwari)
DGM (CORPORATE) & COMPANY SECRETARY



Certificate by Chief Executive Officer and Chief Financial Officer

(Under Clause 49 of the Listing Agreement with Stock Exchanges)

The Board of Directors

Ahluwalia Contracts (India) Ltd.

- a. We have reviewed the financial statements, read with the cash flow statement of Ahluwalia Contracts (India) Ltd. for the financial year ended 31st, March, 2010 and that to the best of our knowledge and belief, we state that:
 - i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
 - ii) these statements together present a true and fair view of the Company's affairs and are in compliance with existing Accounting Standards, Applicable Laws and Regulations.
- b. To the best of our Knowledge and belief, no transactions entered into by the Company during the financial year ended 31st March, 2010 are fraudulent, illegal or violative of the Company's code of conduct.
- c. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting. Deficiencies in the design or operation of such internal controls, if any, of which we are aware, have been disclosed to the Auditors and Audit Committee and steps have been taken to rectify these deficiencies.
- d. We have indicated, wherever applicable, to the Auditors and the Audit Committee:
 - i) Significant changes in internal control over financial reporting during the year;
 - ii) Significant changes in accounting policies made 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.

Place : New Delhi
Date : 29.05.2010

S.K.SACHDEVA
Executive Director (F&A)
(CFO)

BIKRAMJIT AHLUWALIA
Chairman & Managing Director
(CEO)



Auditors' Certificate on Corporate Governance

The members

M/s. Ahluwalia Contracts (India) Limited
4, Community Centre, Saket
New Delhi - 110017

We have reviewed the records concerning the Company's compliance of conditions of Corporate Governance as stipulated in clause 49 of the listing agreement entered into, by the Company, with the Stock Exchanges, for the Year ended 31st March, 2010.

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 ensuring 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.

We have conducted our review on the basis of the relevant records and documents maintained by the Company and furnished to us for review, and the information and explanations given to us by the Company.

Based on such a review, in our opinion, the Company has complied with the conditions of Corporate Governance, as stipulated in clause 49 of the Listing Agreements. We further state that, such compliance is neither an assurance as the future viability of the Company, nor as to the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For **Arun K. Gupta & Associates**
Firm Registration No. 000605N
Chartered Accountants

Gireesh Kumar Goenka
Partner
M.No. 96655

Place : New Delhi
Date : 14-08-2010



Auditors' Report

To
The members of
Ahluwalia Contracts (India) Limited

1. We have audited the attached Balance Sheet of M/s. Ahluwalia Contracts (India) Limited, as at 31st March, 2010 and also the Profit and Loss Account of the Company for the year ended on that date annexed thereto and the cash flow statement for the year ended on that date. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We have conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material mis-statement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003, issued by Central Govt. of India in terms of section 227(4A) of the Companies Act, 1956, we annex hereto a statement on the matters applicable to the company as specified in the paragraph 4 and 5 of the said order.
4. Further to our comments in the Annexure referred to above, we report that:
 - a) have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion, proper books of accounts as required by law, have been kept by the company so far as appears from our examination of the books except for as referred to in point No.(i)(a) of the Annexure to the report;
 - c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - d) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in section 211(3C) of the Companies Act, 1956;
 - e) On the basis of written representations received from the directors as on
31st March, 2010 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2010 from being appointed as a director in terms of clause (g) of Sub-section (1) of section 274 of the Companies Act, 1956;
 - f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with significant accounting policies and notes there on in schedule 19 give a true and fair view in conformity with the accounting principles generally accepted in India:
 - i) in the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2010;
 - ii) in the case of Profit and Loss Account, of the Profit of the Company for the year ended on that date; and
 - iii) in the case of Cash Flow statement of the cash flow for the year ended on that date.

For **Arun K. Gupta & Associates**
Firm Registration No. 000605N
Chartered Accountants

Gireesh Kumar Goenka
Partner
M.No. 96655

Place : New Delhi
Date : 29-05-2010



Annexure to Auditors' Report

Annexure referred to in paragraph 3 of our report of even date

Ahluwalia Contracts (India) Limited

- (i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets except for shuttering and scaffolding materials for which considering the nature of the business of the company, maintenance of record is not feasible.
- b) All fixed assets have not been physically verified by the management during the year. There is a regular programme of verification of fixed assets except for shuttering and scaffolding materials which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. In accordance with the said programme part of the fixed assets have been physically verified by the management during the year. As informed, no material discrepancies were noticed on such verification.
- c) There was no substantial disposal of fixed assets during the year.
- (ii) a) The management has conducted physical verification of major items of inventory at reasonable intervals during the year.
- b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- c) The company is mainly engaged in the business of construction. In view of multifarious jobs at different sites spread at different locations and practical difficulties, proper records of inventory of only major inputs have been maintained. No material discrepancies were noticed on physical verification of such stocks.
- (iii) a) The company has granted interest free unsecured loans to its six subsidiary companies listed in the register maintained under Section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs. 1027.34 lacs and the year end balance of loans granted to such companies was Rs. 472.25 lacs and the terms and conditions of the loans are not prima facie prejudicial to the interest of the company.
- b) The aforesaid loan is repayable on demand & there is no repayment schedule.
- c) Since the loan is repayable on demand, we are unable to comment whether there has been default in repayment.
- d) As informed to us, the company has not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly the provisions of clause 4(iii) (e, f and g) of the companies (Auditor's Report) order, 2003 are not applicable to the company.
- (iv) 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 and fixed assets and also for the sale of goods and services. During the course of our audit, no major weakness has been noticed in the internal controls in respect of these areas.
- (v) a) 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 of the Companies Act, 1956 have been so entered.
- b) According to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered into the register maintained under section 301 of the Companies Act 1956 have been made at prices which are reasonable having regard to prevailing market prices wherever available at the relevant time.



- (vi) According to the information and explanations given to us, the company has not accepted any deposits from the public within the meaning of section 58A & 58AA of the companies Act, 1956 and the rules framed there under.
- (vii) In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- (viii) The Central Government has not prescribed for maintenance of cost records under Section 209 (l) (d) of the Companies Act, 1956, for the Company.
- (ix) a) Undisputed statutory dues including provident fund, investor education and protection fund, employees state insurance, income-tax, value added tax, wealth-tax, custom duty, excise duty, service tax, cess have generally been regularly deposited with the appropriate authorities except for delays in some cases in Service Tax & TDS.
- b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, investor education and protection fund, employees state insurance, income-tax, sales-tax, wealth-tax, custom duty, excise duty, service tax, cess and other undisputed statutory dues were outstanding at the year end for a period of more than six months from the date they became payable.
- c) According to the records of the company, the dues outstanding of sales-tax, income-tax, custom duty, wealth-tax, excise duty, service tax, cess on account of any dispute, are as follows:

Name of the Statute	Nature of Dues	Amount (Rs. in Lacs)	Period to which the amount relates	Forum where dispute is pending
Central Excise Act	Demand for Excise Duty	46.37	1998-1999 & 2000-2001	CESTAT, New Delhi
Indian Stamp Act	Stamp duty on Real Estate Project	57.42	1990-1991	Allahabad Revenue Tribunal
Work Contract Tax Act, Delhi	Works Contract Tax Demand	15.26	2004-2005	Hon'ble Delhi High Court
Service Tax (DGCEI)	Service Tax Demand	423.90	2008-2009	Tribunal, CETATE, New Delhi
Service Tax (AE), Delhi	Service Tax Demand	7214.73	2004-2009	Appeal Tribunal, CETATE, New Delhi
Service Tax, Jamnagar	Service Tax Demand	33.33	2006-2009	Superintendent (AR Service Tax), Jamnagar
Service Tax, Rajkot	Service Tax Demand	8.71	2007-2008	Asstt. Commissioner Service Tax, Rajkot
Haryana Value Added Tax Act	VAT Demand	5.93	2005-2006	Joint Commissioner, Excise & Tax (Appeals), Faridabad
Karnataka Value Added Tax Act	VAT Demand	7.79	2006-2007	Tribunal Court Bangalore
Service Tax, Bangalore	Service Tax Demand	255.92	2006-2008	Asstt. Commissioner (Audit), Bangalore
Service Tax, Mumbai	Service Tax Demand	441.71	2004-2008	Asstt. Commissioner, Division-III, Service Tax, Mumbai



Name of the Statute	Nature of Dues	Amount (Rs. in Lacs)	Period to which the amount relates	Forum where dispute is pending
Maharashtra Value Added Tax Act	VAT Demand	16.43	2005-2006	Dy. Commissioner (Audit), Mumbai
Punjab Value Added Tax Act	VAT Demand	132.14	2005-2008	High Court, Chandigarh
Punjab Value Added Tax Act	VAT Demand	360.84	2006-2007	High Court, Chandigarh
Service Tax, Ludhiana Service	Service Tax Demand	0.87	2007-2009	Asstt. Commissioner, Tax, Ludhiana
Service Tax, Noida	Service Tax Demand	76.98	July 2004 to March 2007	Superintendent, Service Tax, Range-27, Noida
Service Tax, Kolkata	Service Tax Demand	1311.12	Sep. 2004 to Jan 2007	Commissioner, Service Tax Kolkata
Work Contract Tax Act,	VAT Demand	3.01	1998-1999	Tribunal, Kolkata
West Bengal Commercial Taxes Andhra Officer, Hyderabad	VAT Demand	0.87	2009-2010	Deputy Commercial Tax Hyderabad
Service Tax Rajkot	Service Tax Demand	8.71	2007-2008	Commissioner (Appeal), Rajkot
Service Tax Gurgaon	Service Tax Demand	835.86	2008-2009	Commissioner Service Tax, Delhi
Service Tax Ludhiana	Service Tax Demand	12.60	2008-2009	Commissioner Service Tax, Ludhiana
Value Added Tax Ghaziabad	VAT Demand	63.17	2006-2007	Joint Commissioner Appeals, Ghaziabad
Service Tax Kolkata	Service Tax Demand	123.85	Oct 05 to Jan 08 & Apr 08 to Aug 08	Commissioner Service Tax, Kolkata
Value Added Tax, West Bengal	VAT Demand	44.97	2006-2007	Directorate of Commercial Tax, Kolkata
Value Added Tax, West Bengal	VAT Demand	11.47	2004-2005	Sr. Jt. Commissioner, Paraganas, West Bengal
Value Added Tax, West Bengal	VAT Demand	1.75	1997-1998	Settlement Commissioner, Kolkata

- (x) The company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the current and immediately preceding financial year.
- (xi) Based on our audit procedures and as per the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to a financial institution or banks.
- (xii) According to the information and explanations given to us and based on the documents and records produced to us, the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion and according to the information and explanations given to us, the nature of activities of the Company does not attract any special statute applicable to chitfund, nidhi / mutual benefit fund and societies.
- (xiv) In respect of dealing in shares, securities, debentures and other investments, in our opinion and according to the information and



explanations given to us, proper records have been maintained for the transactions and contracts and timely entries have been made therein. The shares, debentures and other securities have been held by the company in its own name.

- (xv) According to the information and explanations given to us, the company has given guarantee for loans taken by its wholly owned subsidiary namely M/s. Ahlcon Ready Mix Concrete Pvt. Ltd. from bank amounting to Rs. 27.00 crore. In our opinion the terms & conditions are not prejudicial to the interest of the company.
- (xvi) Based on information and explanations given to us by the management, term loans were applied for the purpose for which the loans were obtained.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet and cash flow statement of the company, we report that no funds raised on short-term basis have been used for long-term investment.
- (xviii) The company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act 1956.
- (xix) The company did not have any debenture outstanding during the year.
- (xx) The company has not raised any money by public issue during the year.
- (xxi) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud on or by the company has been noticed or reported during the course of our audit.

For **Arun K. Gupta & Associates**
Firm Registration No. 000605N
Chartered Accountants

Place : New Delhi
Date : 29-05-2010

Gireesh Kumar Goenka
Partner
M.No. 96655



Balance Sheet

As at 31st March, 2010

PARTICULARS	Schedule No.		As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
SOURCES OF FUNDS:				
SHAREHOLDERS FUND				
Share capital	1		125525120	125525120
Reserves & surplus	2		2409182214	1650065713
LOAN FUNDS				
Secured Loans	3		1237535329	762353929
Unsecured Loans	4		0	0
TOTAL			3772242663	2537944762
APPLICATION OF FUNDS				
Fixed Assets	5			
Gross Block		2295320121	2329053747	
Less: Depreciation		1027543229	1119031583	
Net Block		1267776892	1210022164	
Capital work-in-progress (Including Capital Advances)		10109613	1277886505	767070
INVESTMENTS	6		80378940	14976813
DEFERRED TAX ASSETS (Net)			150264404	125477951
CURRENT ASSETS, LOANS & ADVANCES				
Inventories	7	1539476315	1347484500	
Sundry Debtors	8	3337502190	3089343860	
Cash & Bank balances	9	1707722013	897069120	
Other Current Assets	10	68096561	61650016	
Loans & Advances	11	466059654	396444761	
		7118856733	5791992257	
Less :Current Liabilities & Provisions	12			
Current Liabilities		4758834589	4465776154	
Provisions		96309330	139710339	
NET CURRENT ASSETS			2263712814	1186505764
MISCELLANEOUS EXPENDITURE (To the extent not written off or adjusted)				
Share Issue Expenses			0	195000
TOTAL			3772242663	2537944762

Significant Accounting Policies and Notes on Accounts

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As per our report of even date annexed

For ARUN K. GUPTA & ASSOCIATESFirm Registration No. 000605N
CHARTERED ACCOUNTANTS**GIREESH KUMAR GOENKA**Partner
M.No. 096655Place : New Delhi
Date : 29-05-2010

On behalf of the Board of Directors

BIKRAMJIT AHLUWALIAChairman & Managing Director
(Chief Executive Officer)**S.K. SACHDEVA**Executive Director - F&A
(Chief Financial Officer)**SHOBHIT UPPAL**

Dy. Managing Director

VIJAY KUMAR JAIN

General Manager - F&A

VIPIN KUMAR TIWARID.G.M. (Corporate) &
Company Secretary



Profit and Loss Account

For the year ended 31st March, 2010

PARTICULARS	Schedule No.	Year Ended 31.03.2010 (Rs.)		Year Ended 31.03.2009 (Rs.)
INCOME				
Income from operations	13	15676865963		11640789950
Other Income	14	57470999		78773699
			15734336962	11719563649
Increase/ (Decrease) in stock	15		200774670	273710421
			15935111632	11993274070
EXPENDITURE				
Operating Expenses	16		13179860973	9688196217
Administrative & Other Expenses	17		962138553	780420845
Interest & Other Finance Charges	18		210460285	180804904
Depreciation		330836862		464369617
Less Transfer from Revaluation Reserve		167586	330669276	167586
Provision for Investment Diminution/ (written back) in value			(12127)	(8276)
PROFIT BEFORE TAX			1251994672	879658349
Provision for Income Tax			458344558	370668997
Provision for Wealth Tax			450000	410470
Provision for Deferred Tax Liability / (Assets)			(24786453)	(73573997)
Provision for Fringe Benefit Tax			0	5107866
Provision for Tax for earlier years			153170	(122665)
NET PROFIT AFTER TAX			817833397	577167677
Balance brought forward from previous year			1441433186	975665851
Profit Available for Appropriation			2259266583	1552833528
Transferred to General Reserve			90000000	60000000
Proposed Dividend			50210048	43933792
Tax on Dividend			8339262	7466550
Balance carried to Balance sheet			2110717273	1441433186
Earning per share(Basic)	Rs.		13.03	9.20
Earning per share(Diluted)	Rs.		13.03	9.20
(Face Value Rs. 2/- each)				

As per our report of even date annexed

For ARUN K. GUPTA & ASSOCIATES

Firm Registration No. 000605N
CHARTERED ACCOUNTANTS

GIREESH KUMAR GOENKA

Partner
M.No. 096655

On behalf of the Board of Directors

BIKRAMJIT AHLUWALIA

Chairman & Managing Director
(Chief Executive Officer)

S.K. SACHDEVA

Executive Director - F&A
(Chief Financial Officer)

SHOBHIT UPPAL

Dy. Managing Director

VIJAY KUMAR JAIN

General Manager - F&A

VIPIN KUMAR TIWARI

D.G.M. (Corporate) &
Company Secretary

Place : New Delhi
Date : 29-05-2010



Schedules

PARTICULARS	As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
SCHEDULE NO. 1 SHARE CAPITAL		
AUTHORISED CAPITAL		
10,00,00,000, Equity Share of Rs. 2/- each (P.Y. 10,00,00,000 Equity Share of Rs. 2/- each)	200000000	200000000
ISSUED, SUBSCRIBED & PAIDUP		
6,27,62,560 , Equity Shares of Rs. 2/- each (P.Y. 6,27,62,560 Equity Shares of Rs. 2/- each) fully paid up (out of this 3,50,030 Equity shares of Rs. 2/- each have been issued other than cash and 5,58,39,900 Equity shares of Rs. 2/- each have been issued as bonus shares by way of capitalisation of accumulated profits)	125525120	125525120
TOTAL	125525120	125525120

PARTICULARS	As on 1.4.2009 (Rs.)	Additions During the year (Rs.)	Adjustments (Rs.)	As on 31.03.2010 (Rs.)
SCHEDULE NO. 2 RESERVES & SURPLUS				
Revaluation Reserve	7842284	0	167586	7674698
Securities Premium Account	16000000	0	0	16000000
General Reserve	184790243	90000000	0	274790243
Profit And Loss Account	1441433186	669284087	0	2110717273
TOTAL	1650065713	759284087	167586	2409182214
Previous year	1124465964	525767335	167586	1650065713



PARTICULARS	As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
SCHEDULE NO. 3 SECURED LOANS		
TERM LOANS		
From Banks (Refer Note No. (7c & d) in schedule 19)	26772865	166436839
From Others (Refer Note No. (7e) in schedule 19)	44170742	71802804
VEHICLE LOANS		
From Banks	2197481	3613195
From others (Secured by way of hypothecation of specified vehicles. Further secured by personal guarantee of the Managing Director)	3323078	7591127
WORKING CAPITAL LOAN		
From Banks (Refer Note No. (7b) in schedule 19) (Term Loan & Working Capital Demand Loan due within one year Rs. 48,89,54,889/- Previous year Rs. 19,97,70,400/-)	1161071163	512909964
TOTAL	1237535329	762353929

PARTICULARS	As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
SCHEDULE NO. 4 UNSECURED LOANS		
Loan from Body Corporate	0	0
TOTAL	0	0



SCHEDULE NO. 5 FIXED ASSETS

DESCRIPTION OF ASSETS	GROSS BLOCK			DEPRECIATION			NET BLOCK			
	COST AS ON 1/4/2009 (RS.)	ADDITIONS DURING THE YEAR (RS.)	SALES/ADJ- USTMENTS DURING THE YEAR (RS.)	TOTAL AS ON 31/03/2010 (RS.)	UPTO 31/03/2009 (RS.)	ADDITIONS DURING THE YEAR (RS.)	ADJUSTMENTS DURING THE YEAR (RS.)	TOTAL AS ON 31/03/2010 (RS.)	W.D.V AS ON 31/03/2010 (RS.)	W.D.V AS ON 31/3/2009 (RS.)
LAND-LEASEHOLD	26817315	0		26817315	1045345	363860		1409205	25408110	25771970
LAND- FREEHOLD	27251750	0		27251750	0	0		0	27251750	27251750
BUILDING	35860471	0		35860471	4904662	584526		5489188	30371283	30955809
TEMPORARY STRUCTURES	14995486	10322192		25317678	10939393	8977202		19916595	5401083	4056093
PLANT & MACHINERY	900548545	125824076	592000	1025780621	122318706	45279791	2081	167596416	858184205	778229839
SHUTTERING MATERIAL	1010669658	216957744	419419776	808207626	876237447	242205204	419419776	699022875	109184751	134432211
EARTH MOVERS	38966586	6491593		45458179	18169141	4685585		22854726	22603453	20797445
VEHICLES	93035809	16332971	4745856	104622924	28341276	9115050	2903359	34552967	70069957	64694533
COMMERCIAL VEHICLES	108531083	5337754		113868837	29780171	12628791		42408962	71459875	78750912
FURNITURE & FIXTURES	10710111	705877		11415988	6949424	759088		7708512	3707476	3760687
OFFICE EQUIPMENTS	22881966	2312822		25194788	6655276	1054604		7709880	17484908	16226690
AIR CONDITIONERS	9002772	1115667		10118439	1653335	463716		2117051	8001388	7349437
COMPUTERS	27034193	5071483		32105676	11262967	4067365		15330332	16775344	15771226
INTANGIBLES ASSETS										
COMPUTER SOFTWARE	2748002	551828		3299830	774440	652080		1426520	1873310	1973562
GROSS TOTAL	2329053747	391024007	424757632	2295320121	1119031583	330836862	422325216	1027543229	1267776893	1210022164
PREVIOUS YEAR	1811582322	742800650	225329225	2329053747	707524776	464369617	52862810	1119031583	1210022164	1104057546
CAPITAL WORK-IN-PROGRESS									10109613	767070

NOTE

- 1) Gross Block of Plant & Machinery, Shuttering Material, Earth Movers, Vehicles and Commercial Vehicles includes Rs.18,27,20,775/- (P.Y Rs.29,23,29,510/-), Rs.1,45,18,750/- (P.Y Rs. 2,85,91,976/-), Rs.36,31,228/- (P.Y Rs.1,15,38,859/-), Rs.1,29,25,852/- (P.Y Rs.2,09,33,810/-), Rs.1,65,02,844/- (P.Y Rs.3,01,71,113/-) taken on hire purchase/ finance respectively.
- 2) Land lease hold includes Rs.1359872/- pending registration in the name of the company.
- 3) Building includes Cost of Floor Rs.1,36,80,000/- pending registration in the name of the company.
- 4) Capital Work-in-Progress includes capital advances Rs.9,05,000/- (P.Y. Rs. 2,08,000/-), Plant & Machinery in transit Rs.92,04,613/- (P.Y. -NIL-), Commercial Vehicles in transit Rs. -NIL- (P.Y. Rs. 5,59,070/-)



PARTICULARS	Balance As at 01.4.2009 (Rs.)	Additions During the year (Rs.)	Sale/ Adjustments During the year (Rs.)	Balance As at 31.03.2010 (Rs.)
SCHEDULE NO. 6 INVESTMENTS				
A. LONG TERM TRADE INVESTMENTS FULLY PAID UP (AT COST) UNQUOTED				
(1) 1662 (P.Y. 1662) Equity shares of Rs. 100/- each M/s. Ahluwalia Builders & Development Group Pvt. Ltd. a company in which directors are interested	166200	0	0	166200
(2) 2500 (P.Y. 2500) Equity shares of Rs. 100/- each M/s. Ahlcons India Pvt. Ltd.	250000	0	0	250000
(3) 17274 (P.Y. 17274) Equity shares of Rs. 10/- each M/s. Capricon Industrials Ltd. a company in which directors are interested	172740	0	0	172740
(4) 6549000 (P.Y. 10000) Equity shares of Rs.10/- each M/s. Ahlcon Ready Mix Concrete Pvt. Ltd. on demerger of the division (wholly owned subsidiary)	100000	65390000*	0	65490000
(5) 10000 (P.Y. 10000) Equity shares of Rs.10/- each M/s. Preamsagar Merchants Pvt. Ltd. (wholly owned subsidiary)	2860000	0	0	2860000
(6) 10000 (P.Y. 10000) Equity shares of Rs.10/- each M/s. Paramount Dealcomm Pvt. Ltd. (wholly owned subsidiary)	2860000	0	0	2860000
(7) 10000 (P.Y. 10000) Equity shares of Rs.10/- each M/s. Splendor Distributors Pvt. Ltd. (wholly owned subsidiary)	2860000	0	0	2860000
(8) 10000 (P.Y. 10000) Equity shares of Rs.10/- each M/s. Dipesh Mining Pvt. Ltd. (wholly owned subsidiary)	2860000	0	0	2860000
(9) 10000 (P.Y. 10000) Equity shares of Rs.10/- each M/s. Jiwan Jayoti Traders Pvt. Ltd. (wholly owned subsidiary)	2860000	0	0	2860000
	14988940			80378940
Less Provision for diminution in value of investments	12127			0
TOTAL	14976813			80378940

* Includes 25,39,000 Equity Shares of Rs. 10/- each in pursuance of demerger of RMC Division w.e.f. 01.08.2008



PARTICULARS	As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
SCHEDULE NO. 7 INVENTORIES		
(Taken as valued and certified by the Management)		
Work in Progress	564835395	364060725
Material at Site	752936306	800746388
Material in Transit	26478818	4488501
Real Estate in Stock	141474780	141474780
Real Estate work-in-progress (Refer schedule No.-7A)	53751016	36714106
TOTAL	1539476315	1347484500

PARTICULARS	Year Ending 31.03.2010 (Rs.)	Year Ending 31.03.2009 (Rs.)
SCHEDULE NO. 7A CONSTRUCTION ACCOUNT OF REAL ESTATE		
Opening Work in Progress	36714106	122624258
Purchases	19849	1601103
Subletting Contracts	9702439	1234417
Cost of Labour	105730	1141392
Watch & Ward Expenses	23163	303894
Staff Welfare	2710	10649
Electricity Charges	46096	350576
Conveyance Charges	20363	61431
Travelling Expenses	64469	303267
Professional Charges	167742	8792585
Vehicle Maintenance	3580	4323
Telephone Expenses	11154	26728
Printing & Stationery	6488	33284
Miscellaneous Expenses	1511	246931
Stamp Duty	0	5830000
Cost of Extra Space	0	9000000
Premium Paid to RSRTC	0	20100000
Staff Salary & Other Amenities	694936	905465
Bank Gurantee Charges	271250	339502
Business Promotion	20977	9135
Office Expenses	43824	21330
Charges for Change of Land use	5830629	5248616
TOTAL COST	53751016	178188886
Less:		
Transfer to Real Estate in Stock	0	141474780
Closing work in progress	53751016	36714106



PARTICULARS	As at 31.03.2010 (Rs.)		As at 31.03.2009 (Rs.)
SCHEDULE NO. 8 SUNDRY DEBTORS			
Debts outstanding for a period exceeding six months			
Unsecured, considered good			
Retention Money	100601004		85610936
Against Running Bills	228057637	328658641	174787936
Unsecured, considered doubtful			
Retention Money	667291		0
Against Running Bills	9725545	10392836	0
Others debts (Unsecured, considered good)			
Retention Money	672709904		522053249
Against Running Bills	2336133645	3008843548	2306891739
Less: Provision for doubtful debts		10392836	0
TOTAL		3337502190	3089343860

PARTICULARS	As at 31.03.2010 (Rs.)		As at 31.03.2009 (Rs.)
SCHEDULE NO. 9 CASH AND BANK BALANCES			
Cash in Hand (Including Imprest)		75126799	64491689
Balances with Scheduled Banks			
i) On Current Accounts	1259130045		513901750
ii) On Fixed Deposits Accounts	373185292		315937403
iii) On Margin Money Accounts	0		2500000
iv) On Unpaid Dividend Account	279877	1632595214	238278
TOTAL		1707722013	897069120

PARTICULARS	As at 31.03.2010 (Rs.)		As at 31.03.2009 (Rs.)
SCHEDULE NO. 10 OTHER CURRENT ASSETS			
Interest Receivable on deposits		30305104	25880250
Prepaid Expenses		37791457	35769766
TOTAL		68096561	61650016



PARTICULARS	As at 31.03.2010 (Rs.)		As at 31.03.2009 (Rs.)
SCHEDULE NO. 11 LOANS & ADVANCES			
UNSECURED, CONSIDERED GOOD			
Loan to Body Corporate		47225162	48214181
Staff advances		11416915	7618904
Advances recoverable in cash or in kind or for value to be received			
i) Advance against Real Estate project	55000000	73000000	
ii) Earnest Money Deposit	53906688	33960383	
iii) Due from companies in which Directors are interested	60379801	50244606	
iv) Advance to Suppliers & Petty Contractors	130532146	90692655	
v) Others	107598943	407417578	92714032
Unsecured, considered doubtful			
Advance against Real Estate project		18000000	0
		484059654	396444761
Less: Provision for doubtful advances		18000000	0
TOTAL		466059654	396444761

PARTICULARS	As at 31.03.2010 (Rs.)		As at 31.03.2009 (Rs.)
SCHEDULE NO. 12 CURRENT LIABILITIES & PROVISIONS			
CURRENT LIABILITIES			
Sundry Creditors			
- Dues to Micro and Small Enterprises (Refer Note No.4 of Notes to Accounts Schedule 19)		2634117	2567758
- Others		2099692207	1483260672
Mobilisation Advance		1606251361	2035901249
Advance against Material at Site		502451636	341476936
Book Overdraft		16622608	56912156
Statutory Liability		207576323	257615442
Due to Directors		8179449	3821970
Other Liabilities		314774443	283048383
Interest accrued but not due on loans		372568	946782
Unclaimed Dividend		279877	224806
(There is no amount due for payment to the Investor Protection Fund under Section 205C of The Companies Act,1956 as at the year end.)		4758834589	4465776154
PROVISIONS			
For Income Tax (Net of Advance payments)		11606935	66429257
For Wealth Tax		450000	410470
For Gratuity		25703085	21470270
Proposed Equity Dividend		50210048	43933792
Tax on proposed Equity Dividend		8339262	7466550
		96309330	139710339



PARTICULARS	Year Ending 31.03.2010 (Rs.)	Year Ending 31.03.2009 (Rs.)
SCHEDULE NO. 13 INCOME FROM OPERATIONS		
Contract Work Receipts	15618481861	11336037971
Sale (Ready Mix Concrete)	0	230372698
Sales Trading (Construction related Material)	41632299	68559390
Sale (Scrap)	16751803	5819891
TOTAL	15676865963	11640789950

PARTICULARS	Year Ending 31.03.2010 (Rs.)	Year Ending 31.03.2009 (Rs.)
SCHEDULE NO. 14 OTHER RECEIPTS		
Interest on deposits (TDS Rs. 52,71,416/- , P.Y. Rs. 89,89,155/-)	42534859	46498200
Rent	7675968	7675968
Liabilities Written Back	3475834	3951135
Profit on sale of Fixed Assets	47438	0
Interest on Income Tax Refund	0	21167
Profit on sale of long term investment (Non Trade)	0	13200796
Professional Receipts	0	500000
Exchange Fluctuation (net)	2213897	0
Sales Tax Refund	1485503	2710545
Dividend on Long Term Investment (Non Trade, Unquoted)	37500	75000
Dividend on Long Term Investment (Non Trade, Quoted)	0	4140888
TOTAL	57470999	78773699

PARTICULARS	Year Ending 31.03.2010 (Rs.)	Year Ending 31.03.2009 (Rs.)
SCHEDULE NO. 15 INCREASE/ (DECREASE) IN STOCK		
Work-in-Progress		
Opening Stock:	364060725	90350304
Closing Stock	564835395	364060725
	200774670	273710421



PARTICULARS	Year Ending 31.03.2010 (Rs.)		Year Ending 31.03.2009 (Rs.)
SCHEDULE NO. 16 OPERATING EXPENSES			
Goods for Resale		29269864	45301882
Material Consumed		8214886839	6126414174
Sub-Contract		2715808752	1841719496
Professional Charges		49581892	19290766
Cost of Labour			
Labour Wages & Amenities	1330786148		1029383134
Contribution to Provident & Other Funds	20247059		11460187
Hutment Expenses	7586302		6176569
Labour Welfare	74613204	1433232713	45356699
Power & Fuel		286039254	245917005
Machinery & Shuttering Hire Charges		249073366	118179300
Machinery Repair & Maintenance		94426166	85132499
Commercial Vehicle Running & Maintenance		2658923	17942843
Testing Expenses		10920920	11046748
Insurance Expenses		30757727	37599406
Watch & Ward Expenses		63204557	47275509
TOTAL		13179860973	9688196217

PARTICULARS	Year Ending 31.03.2010 (Rs.)	Year Ending 31.03.2009 (Rs.)
SCHEDULE NO. 17 ADMINISTRATIVE AND OTHER EXPENSES		
Salaries and other Amenities to Staff (Including Directors Remuneration Rs.1,60,04,321/- previous year Rs. 1,60,15,677/-)	624996857	543087721
Employees Welfare	31129015	25201824
Employer's Contribution to Provident and Other Funds.	28775505	24199895
Electricity & Water Charges	4495304	3405183
Rent	61531270	55739452
Travelling & Conveyance Expenses	31817647	24760767
Travelling & Conveyance (Directors)	4181931	3931674
Legal & Professional Charges	14498860	11821086
Repairs & Maintenance :-		
Building	825632	723853
Others	11081137	9621582
Vehicle Running & Maintenance	25200331	20738061
Postage, Telegram and Telephone Expenses	21863667	20214850
Printing and Stationery	16965429	15257710
Advertisement	3261833	2254479
Business Promotion	2058802	1287402
Charity & Donation other than Political party	688505	421491
Insurance Charges	1276894	450386



PARTICULARS	Year Ending 31.03.2010 (Rs.)	Year Ending 31.03.2009 (Rs.)
SCHEDULE NO. 17 ADMINISTRATIVE AND OTHER EXPENSES		
Watch & Ward Expenses	1439957	1208863
Rates & Taxes	3292106	3349220
Workman Compensation	1990587	717838
Miscellaneous Expenses	8381421	7141837
Payment to Auditors	1399080	1361350
Loss on Sale of Fixed Assets	898723	3246687
Misc. Expenses Written Off	195000	195000
Bad Debts Written Off	31430224	5134
Provision for doubtful debts	10392836	0
Provision for doubtful advances	18000000	0
Directors Sitting Fees	70000	77500
TOTAL	962138553	780420845

PARTICULARS	Year Ending 31.03.2010 (Rs.)	Year Ending 31.03.2009 (Rs.)
SCHEDULE NO. 18 INTEREST & OTHER FINANCIAL CHARGES		
Interest on Term Loans	17389002	38395599
Interest on Working Capital & Others	140213031	96923571
Interest on Income Tax	5048793	10375054
Bank Charges & Commission	47809460	35110680
TOTAL	210460285	180804904

SCHEDULE - 19 SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS FORMING PART OF BALANCE SHEET & PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31-03-2010.

(I) NATURE OF OPERATIONS

- a) Ahluwalia Contracts (India) Limited is primarily in the business of construction of wide range of structural buildings.
- b) The entire operations of Ready Mix Concrete division were taken over by the wholly owned subsidiary company Ahlcon Ready Mix Concrete Pvt. Ltd. w.e.f. 01-08-2008.

(II) SIGNIFICANT ACCOUNTING POLICIES

(A) BASIS OF PREPARATION OF FINANCIAL STATEMENT

- (i) The Financial statements are prepared under the historical cost convention, in accordance with the generally accepted accounting principles, in compliance with the Accounting Standards issued by the Institute of Chartered Accountants of India from time to time and provisions of the Companies Act, 1956 as adopted consistently by the company, unless otherwise stated.
- (ii) The company generally follows Mercantile System of accounting and recognises items of Income and Expenditure on accrual basis except:-



Works contract tax deducted at source including on advances by clients are charged to profit and loss account in the year of deduction and the refunds, if any, are accounted for in the year of receipt.

- (iii) Expenditure incurred in respect of additional costs/delays is accounted in the year in which they are incurred. Claims made in respect thereof are accounted as work receipts in the year of receipt of arbitration award or acceptance by client or evidence of acceptance received from the client.

(B) REVENUE RECOGNITION

- (i) Work Receipts are taken on percentage completion method, stated on the basis of physical measurement of work actually completed at the balance sheet date, taking in to account the contractual price and revision thereto. The site mobilisation expenditure for site installation is apportioned over the period of contract in proportion to value of work done. Foreseeable losses are accounted for when they are determined except to the extent they are expected to be recovered through claims presented or to be presented to the customer or in arbitration.
- (ii) Sub contracts expenses are accounted on the basis of bills certified by principal. Cost of sub contract includes the cost of material wherever applicable.
- (iii) In respect of Real Estate projects the sales are accounted for at the time of handing over the possession of the flat / space to the buyers.

(C) FIXED ASSETS

- (i) Fixed Assets are stated at Cost of Acquisition. Fixed Assets acquired under Hire Purchase Schemes are capitalised at their principal value and hire (finance) charges are charged off as revenue expenditure. Fixed Assets taken on lease are not treated as assets of the company and lease rentals are charged off as revenue expenditure.
- (ii) Company's Land & Buildings have been revalued as on 31-03-1992 by Government approved registered valuer on the basis of their prevailing day value. Difference between the total value of these assets on revaluation and written down value as on 31.03.1992 of Rs. 10,691,246/- had been credited to revaluation reserve account.

(D) DEPRECIATION / AMORTISATION

- (i) Depreciation is provided on straight line method in accordance with Schedule XIV of the Companies Act, 1956.
- (ii) Depreciation on Addition/Deletion from the assets during the year is provided on pro-rata basis.
- (iii) Depreciation on shuttering material and on items costing below Rs. 5000/- have been provided @ 100% on prorata basis.
- (iv) Depreciation is charged on the historical cost of Fixed Assets (Except for Revalued Assets) including taxes, duties and installation costs.
- (v) Depreciation on revalued amount of Fixed Assets is being charged to Revaluation Reserve Account.
- (vi) Lease hold land is amortised over the period of lease.

(E) INTANGIBLES

Software costs relating to acquisition of initial software licence fee and installation cost are capitalized in the year of purchase and amortized on straight line basis over its useful life, which is considered to be of a period of five years.

(F) IMPAIRMENT OF ASSETS

Consideration is given at each balance sheet date to determine whether there is any indication of impairment of the carrying amount of the company's assets. If any indication exists, the recoverable amount of such assets is estimated. An impairment loss



is recognised wherever the carrying amount of the assets exceeds its recoverable amount. The recoverable amount is greater of the net selling price and value in use. In assessing value in use valuation is done by the estimated future cash flows (discounted to their present value, based on an appropriate discounting factor) are used. Impairment losses are recognised in the Profit and Loss Account.

(G) BORROWING COST

Borrowing Costs specifically related to acquisition of fixed assets are capitalized as part of the cost of fixed assets till the date ready to put to use. Other borrowing costs are charged to Profit & Loss Account amount.

(H) INVESTMENTS

Investments are stated at cost and provision is made for diminution in value of investments at each balance sheet date.

(I) INVENTORIES

- (i) Stocks are valued at cost or net realisable value which ever is lower.
- (ii) Real Estate Projects are determined on the basis of expenses incurred on the project. All Financial, Administrative, and other expenses directly incurred on various Real Estate Projects are debited to the cost of the Projects.
- (iii) Work-in-progress is valued on the basis of expenditure attributed to project up to the date of Balance sheet.

(J) EMPLOYEE BENEFITS

a) Short-term employee benefits:

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. These benefits include compensated absences such as paid annual leave. The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is recognized during the period.

b) Post-employment benefits:

- (i) Retirement benefits in the form of the Company's makes contribution to Provident Fund charged to the Profit & Loss Account of the year when the contributions to the respective funds are due.
- (ii) The Company's gratuity benefit scheme is a defined benefit plan. The Company's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and the fair value of any plan assets is deducted.

The present value of the obligation under such defined benefit plan is determined based on actuarial valuation using the projected unit credit method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on government securities as at the balance sheet date.

When the calculation results in a benefit to the company, the recognized asset is limited to the net total of any unrecognized actuarial losses and past service costs and the present value of any future refunds from the plan or reductions in future contributions to the plan.

Actuarial gains and losses are recognized immediately in the profit & loss account.



(K) FOREIGN EXCHANGE TRANSACTIONS

(i) Transactions arising in Foreign Currency are converted at the exchange rates prevailing as on date of transactions. Monetary Assets & Liabilities denominated in Foreign Currencies are restated at year end exchange rates. All exchange difference arising on conversion are charged to Profit & Loss Account.

(ii) Forward Exchange Contracts (Derivative Instruments) not intended for trading or speculation purposes

The Company uses derivative financial instruments including forward exchange contracts to hedge its risk associated with foreign currency fluctuations. The premium or discount arising at the inception of forward exchange contracts is amortized as expense or income over the life of the contract. Exchange differences on such contracts are recognized in the statement of profit and loss in the year in which the exchange rates change. Any profit or loss arising on cancellation or renewal of forward exchange contract is recognized as income or as expense for the year.

(L) ACCOUNTING FOR INTERESTS IN JOINT VENTURES

(i) Company's share in profits or losses of Integrated Joint Ventures is accounted on determination of the profits or losses by the Joint Ventures.

(ii) Investments in Integrated Joint Ventures are carried at cost net of Company's share in recognized profits or losses.

(M) TAXATION

Current tax is determined as the amount of tax payable in respect of taxable income for the year. Deferred Tax resulting from timing differences between book & tax profits is accounted for under the liability method, at the substantively enacted rate of tax on the balance sheet date, to the extent that the timing differences are expected to crystallise/capable of reversal as deferred tax charge/benefit in the profit & loss account and as deferred tax liability/assets in the balance sheet.

(N) PROVISIONS

A provision is recognized when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best management estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current management estimates

(O) SEGMENT REPORTING POLICIES

(i) Identification of segments:

The Company's operating businesses are organized and managed separately according to the nature of products, with each segment representing a strategic business unit that offers different products and serves different markets.

(ii) Inter Segment Transfers:

Inter segment transfers have been priced based on market prices charged to external customers for similar goods. These are then eliminated.

(iii) Unallocated items:

Common unallocable costs and corporate income and expenses are considered as a part of un-allocable income and expense, which are not identifiable to any business segment.

(P) EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during



the year. For the purpose of calculating Diluted Earnings per Share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential Equity shares.

(III) NOTES TO ACCOUNTS

1. CONTINGENT LIABILITIES NOT PROVIDED FOR

	March 31, 2010 (Rs.)	March 31, 2009 (Rs.)
a) Counter guarantees given to bankers against Bank guarantees	426,10,06,857	376,14,36,603
b) Indemnity Bonds/Performance Bonds/ Surety Bonds / Corporate guarantees given to clients	119,48,99,037	67,93,17,930
c) Value added Tax liability	28,95,57,881	18,02,90,873
d) Demand of stamp duty on Real Estate Project	57,41,980	57,41,980
e) Claims against the company not Acknowledged as debt	29,56,42,739	29,24,06,394
f) Excise duty demand for F.Y. 1998-99 & 2000-2001	46,37,000	46,37,000
g) Service tax demand on disputed availment of abatement on account of free supply of material by the Client	108,37,50,234	54,14,48,666

Based on legal opinion taken by the Company, discussions with the advocates etc, the Company believes that there is fair chance of decisions in its favour in respect of all items listed in (c) to (g) above and hence no provision is considered necessary against the same. The reply/appeal have been filed before appropriate authority/Court. Disposal is awaited.

2. Capital commitments :- Capital contracts remaining to be executed (net of payments) and not provided for Rs. 23,95,000/- (Previous Year Rs. 52,000/-)
3. In the opinion of the Board, Current Assets, Loans and Advances are approximately of the value stated if realised in the ordinary course of business. The provisions for depreciation and for all known liabilities are adequate and not excess of the amount considered necessary.
4. The Company has initiated the process of obtaining confirmation from suppliers who have registered themselves under the Micro Small Medium Enterprises Development Act, 2006 (MSMED Act, 2006). Based on the information available with the Company, the balance due to Micro & Small Enterprises as defined under the MSMED Act, 2006 is as under:

No. Details of Dues to Micro, Small and Medium Enterprises as per MSMED Act, 2006	2010	2009
	Rs. In Lacs	
i The Principal amount and the interest due thereon remaining unpaid to any supplier as at the end of year.		
Principal Amount Unpaid	26,34,117	3,30,069
Interest Due	25,67,758	2,28,000
ii The amount of interest paid by the buyer in terms of section 16, of the Micro, Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during the year		
Payment made beyond the Appointed Date	-	-



No. Details of Dues to Micro, Small and Medium Enterprises as per MSMED Act, 2006	Rs. In Lacs	
	2010	2009
Interest Paid beyond the Appointed Date	-	-
iii The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprise Development Act, 2006	-	-
iv The amount of interest accrued and remaining unpaid at the end of the year; and	3,30,069	2,28,000
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 the Micro, Small and Medium Enterprise Development Act, 2006	-	-

5 During the previous years, the Company has acquired 100% share capital of M/s. Ahlcon Ready Mix Concrete Pvt. Ltd., Dipesh Mining Pvt. Ltd., Jiwan Jyoti Traders Pvt. Ltd., Paramount Dealcomm Pvt. Ltd., Premsagar Merchants Pvt. Ltd. and Splendor Distributors Pvt. Ltd. As a result of which these companies have become wholly owned subsidiaries of the company.

6 a) Sundry Debtors, Advances Recoverable and Sundry Creditors appearing in the Balance Sheet are subject to confirmation.
b) Advance payments received towards contracts are secured by Bank Guarantees and/or indemnity bonds issued by the company.

7 a) Fixed Deposit Receipts to the tune of Rs. 36,59,44,451/- (P.Y. Rs. 30,72,76,600/-) along with interest accrued Rs. 3,01,57,404/- (P.Y. Rs.2,55,92,899/-) have been pledged with the Company's Bankers as margin for Bank Guarantees, Letters of Credits, Security Deposit and for Loans obtained from Banks.

b) Working capital facilities & Bank Guarantees availed by the company

- From Canara Bank are secured by way of

- 1) Personal guarantee of (1) Mr. Bikramjit Ahluwalia (2) Mr. Shobhit Uppal, (3) Mrs. Sudershan Walia and (4) Mr. Vikaas Ahluwalia.
- 2) 1st Pari passu charge on stock and Receivable.
- 3) Equitable mortgage of Commercial property at Plot. No.A-177,Okhla Industrial Area, Phase-I, New Delhi- Rs 2.28 Crores, valuation report dated 3.3.2007, equitable mortgage of Commercial property at Plot No. 4, Community Centre, Saket, New Delhi – Rs 9.76 Crores, valuation report dated 8.12.2007, equitable mortgage of Residential property at Plot No. B-7, Saket, New Delhi –Rs 5.79 Crores, valuation report dated 3.3.2007.

- From Yes Bank Limited are secured by way of

- 1) First pari passu charge on the current assets of the company with other Banks in multiple banking arrangements.
- 2) Personal guarantee of (1) Mr. Bikramjit Ahluwalia and (2) Mrs. Sudershan Walia.



- **From Standard Chartered Bank are secured by way of**

- 1) First pari passu charge on the current assets of the company along with other Banks in multiple banking arrangements
- 2) Personal guarantee of (1) Mr. Bikramjit Ahluwalia (2) Mr. Shobhit Uppal (3) Mrs. Sudershan Walia and (4) Mr. Vikaas Ahluwalia.

- **From Axis bank are secured by way of**

- 1) First pari passu charge on the current assets of the company, along with other banks in Multiple Banking Arrangement.
- 2) Personal Guarantee of (1) Mr. Bikramjit Ahluwalia (2) Mr. Shobhit Uppal (3) Mrs. Sudershan Walia (4) Mr. Vikaas Ahluwalia.

- **From Kotak Mahindra Bank Ltd. are secured by way of**

- 1) First pari passu charge on all existing and future current assets of the company along with other Banks.
- 2) Personal guarantee of (1) Mr. Bikramjit Ahluwalia (2) Mr. Vikaas Ahluwalia.
- 3) Undated cheque in bank's format for the facility amount.

- **From IndusInd Bank Ltd. are secured by way of**

- 1) First pari passu charge on current assets of the company
- 2) Personal guarantee of (1) Mr. Bikramjit Ahluwalia (2) Mr. Shobhit Uppal (3) Mrs. Sudershan Walia and (4) Mr. Vikaas Ahluwalia.

- **From Citi Bank N.A. are secured by way of**

- 1) First pari passu charge on present and future stocks and book debts of the company.
- 2) Personal guarantee of (1) Mr. Bikramjit Ahluwalia and (2) Mrs. Sudershan Walia (3) Mr. Shobhit Uppal (4) Mr. Vikas Ahluwalia.
- 3) Demand Promissory Note and letter of continuity for Rs 58 Crores.

- **From Bank of Maharashtra Mumbai by way of**

- 1) First pari passu charge on all current assets of the company along with other multiple member banks.
- 2) Personal guarantee of (1) Mr. Bikramjit Ahluwalia (2) Mr. Shobhit Uppal (3) Mrs. Sudarshan Walia (4) Mr. Vikaas Ahluwalia.
- 3) Pledge of 15,00,000 Equity shares of the company belonging to the promoters of the Company.

- **From IDBI Bank Ltd. are secured by way of**

- 1) First pari passu charge on entire current assets of the company along with other banks in multiple banking arrangement.
- 2) Personal Guarantee of (i) Mr. Bikramjit Ahluwalia (ii) Mrs. Sudarshan Walia.

- **From State Bank of Patiala are secured by way of**

- 1) First pari passu charge on the current assets of the company along with other banks in multiple banking arrangement.
- 2) Personal Guarantee of (i) Mr. Bikramjit Ahluwalia (ii) Mr. Shobhit Uppal (iii) Mrs. Sudarshan Walia (iv) Mr. Vikaas Ahluwalia.



- **From ING Vysya Bank Ltd. are secured by way of**

- 1) First pari passu charge on the entire present and future current assets of the company with other banks.
- 2) Personal Guarantee of (i) Mr. Bikramjit Ahluwalia (ii) Mrs. Sudarshan Walia (iii) Mr. Shobhit Uppal (iv) Mr. Vikaas Ahluwalia.

- **From Punjab & Sind Bank are secured by way of**

- 1) First pari passu charge on current assets both present & future viz Raw Materials, Semi finished and finished goods, Consumables, Stores and Spares, Book Debts etc. with participating Lenders.
- 2) Pledge of 102,71,380 equity shares of the company of the promoters.
- 3) Personal Guarantee of (i) Mr. Bikramjit Ahluwalia (ii) Mrs. Sudarshan Walia (iii) Mr. Vikaas Ahluwalia.

(c) Term Loan facilities:

- **From Standard Chartered Bank is secured by way of**

- 1) First and exclusive charge of assets financed by the bank.
- 2) Personal guarantee of Mr. Bikramjit Ahluwalia.

- **From Punjab & Sind Bank**

- 1) Negative Lien on licensing rights and future lease rental receivables.
- 2) All future lease rentals to be received will be charged to bank and company not to raise any loan against such Rent/Lease receivables.
- 3) Personal Guarantee of (i) Mr. Bikramjit Ahluwalia (ii) Mrs. Sudarshan Walia (iii) Mr. Vikaas Ahluwalia

(d) Term Loan facilities taken for machinery / vehicle from ABN Amro Bank, ICICI Bank Ltd., HDFC Bank Ltd., Kotak Mahindra Bank Ltd., Standard Chartered Bank, Bank of Maharashtra are secured by way of hypothecation of specified machinery / vehicle. Further secured by personal guarantee of the Managing Director.

(e) Other Term Loan from Citi Corp Finance Ltd., L&T Finance Ltd., TML Financial Services Ltd., Reliance Capital Finance Ltd., Magma Fincorp Ltd., SREI Equipments Finance Pvt. Ltd. are secured by way of hypothecation of specified machinery / vehicle. Further secured by personal guarantee of the Managing Director.

(f) Bank guarantees facilities availed from –

1) Allahabad Bank is secured by way of

- a) First pari passu charge/ Hypothecation charge over entire current assets of the company both present and future.
- b) Pledge of 14,00,000 equity shares of Ahlcon Parenterals (India) Limited.
- c) Equitable mortgage of residential property of Mr. Bikramjit Ahluwalia at B-10 Saket, New Delhi, value Rs 7.53 Crores as on 7.4.2006.
- d) Personal Guarantee of: (i) Mr. Bikramjit Ahluwalia (ii) Mrs. Sudarshan Walia (iii) Mr. Shobhit Uppal (iv) Mr. Vikaas Ahluwalia

2) Bank of Maharashtra New Delhi is secured by way of 100% cash margin.

3) Syndicate Bank is secured by way of



- a) First pari passu charge on entire current assets of the company along with other bankers
- b) Personal Guarantee of:(i) Mr. Bikramjit Ahluwalia (ii) Mrs. Sudershan Walia (iii) Mr. Shobhit Uppal. (iv) Mr. Vikaas Ahluwalia.

4) ICICI Bank Ltd. is secured by way of

- a) First pari passu charge on the current assets of the company.
- b) Personal Guarantee of:(i) Mr. Bikramjit Ahluwalia (ii) Mrs. Sudershan Walia.

8. The company is mainly engaged in the business of construction. Keeping in view the multifarious jobs at different sites and practical difficulties in measuring building material, individual details with regard to quantities of stock, production, turnover and consumption of raw materials are not given.
9. (i) Loan to Body Corporate (shown under schedule 11) due from subsidiary companies includes Rs. 4,72,25,162/- (P.Y. Rs.4,82,14,181/-) (maximum amount due at any time during the year Rs. 10,27,33,532/- (P.Y. Rs. 4,96,15,149/-).
- (ii) Sundry creditors includes amount due to subsidiary companies in which Directors are interested Rs. 1,98,46,806/- (P.Y. Rs. 33,17,288/-) (maximum amount due at any time during the year Rs. 2,39,84,369/-) (P.Y. Rs.2,29,75,186/-).
- (iii) Sundry debtors includes amount due from companies in which Directors are interested Rs. 60,750/- (P.Y. Rs.- Nil-) (Maximum balance at any time during the year Rs. 1,04,406/- (P.Y. Rs. 30,61,758/-).
- (iv) Sundry debtors includes amount due from key management personnel in which Directors are interested Rs.51,29,325/- (P.Y. Rs.- Nil-) (Maximum balance at any time during the year Rs. 51,29,325/- (P.Y. Rs. -Nil-).
- (v) Advance recoverable in cash or in kind or for value to be received includes amount due from companies in which Directors are interested Rs. 6,03,79,801/- (P.Y. Rs. 4,96,94,606/-) Maximum balance at any time during the year Rs. 18,38,51,952/- (P.Y. Rs. 10,96,55,248/-).
10. Loans & Advances in the nature of Loans given to Subsidiary Companies:-

S.No.	Subsidiary Companies	As at 31.03.2010 (Rs. in Lacs)	Maximum Balance during the year (Lacs)	As at 31.03.2009 (Rs. in Lacs)	Maximum Balance during the year (Rs. in Lacs)
i)	Ahlcon Ready Mix Concrete Pvt. Ltd.	-	555.35	154.89	166.90
ii)	Dipesh Mining Pvt. Ltd.	104.41	104.41	65.41	65.41
iii)	Jiwan Jyoti Traders Pvt. Ltd.	84.47	84.47	65.47	65.47
iv)	Paramount Dealcomm Pvt. Ltd.	84.46	84.46	65.46	65.46
v)	Premesagar Merchants Pvt. Ltd.	104.45	104.45	65.45	65.45
vi)	Splendor Distributors Pvt. Ltd.	94.46	94.46	65.46	65.46
TOTAL		472.25	1027.60	482.14	496.15

11. A sum of Rs. 75,652/- Debit (P.Y. Rs. 27,350/- Debit), relating to earlier years have been considered in respective heads of accounts.

12. Employee Benefits:

- a) Effective from 1st January'2007, the Company adopted Accounting Standard 15 (Revised 2005) on "Employee Benefits" issued by the Institute of Chartered Accountant of India.
- b) The following table sets out the status of the gratuity scheme plan as at 31st March, 2010



I. Assumptions:	As on 31.03.2008	As on 31.03.2009	As on 31.03.2010
Discount Rate:	8.00%	7.00%	7.60%
Rate of increase in Compensation levels:	10.00%	5.00%	7.00%
Rate of Return on Plan Assets:	9.15%	9.25%	9.25%
II. Table Showing Changes in Present Value of Obligations			
during the period			
Present Value of Obligation as at the beginning of the period	2,40,10,356	3,31,20,731	4,20,91,635
Acquisition adjustment	-	-	-
Interest Cost	19,74,698	26,49,658	29,46,414
Past Service Cost	-	-	-
Current Service Cost	58,35,666	60,46,480	80,67,523
Benefit Paid: (i) Direct Payment out of the resources of the enterprise	(2,84,615)	(3,24,154)	NIL
(ii) Payment made out of the fund	(18,46,959)	(22,35,194)	(15,15,742)
Actuarial (gain)/ loss on obligations	34,31,585	28,34,114	43,78,021
Present Value of Obligation as at the end of the period	3,31,20,731	4,20,91,635	5,59,67,851
III. Table Showing changes in the Fair value of Plan Assets			
during the period			
Fair Value of Plan Assets at the beginning of the period	71,42,891	1,12,98,607	2,06,21,365
Acquisition Adjustments	-	-	-
Expected Return on Plan Assets	6,35,717	10,33,823	19,07,476
Contributions	50,51,394	98,51,244	86,69,356
Benefits Paid	(18,46,959)	(22,35,194)	(15,15,742)
Actuarial Gain /(loss) on Plan Assets	3,15,564	6,72,885	5,82,311
Fair Value of Plan Assets at the end of the period	1,12,98,607	2,06,21,365	3,02,64,766
IV. Tables showing Fair Value of Plan Assets			
Fair value of plan asset at the beginning of period	71,42,891	1,12,98,607	2,06,21,365
Acquisition Adjustments	-	-	-
Actual return on plan assets	9,51,281	17,06,708	24,89,787
Contributions	50,51,394	98,51,244	86,69,356
Benefits Paid	(18,46,959)	(22,35,194)	(15,15,742)
Fair value of plan assets at the end of period	1,12,98,607	2,06,21,365	3,02,64,766
Funded Status	(2,18,22,124)	(2,14,70,270)	(2,57,03,085)
Excess of actual over expected return on plan assets	3,15,564	6,72,885	5,82,311
V. Actuarial Gain / Loss recognized for the period			
Actuarial gain/(loss) for the period – Obligation	(34,31,585)	(28,34,114)	(43,78,021)
Actuarial (gain)/loss for the period - Plan Assets	(3,15,564)	(6,72,885)	(5,82,311)
Total (gain) / loss for the period	31,16,021	21,61,229	37,95,710
Actuarial (gain) / loss recognized in the period	31,16,021	21,61,229	37,95,710
Unrecognized actuarial (gains) / losses at the end of period	-	-	-



I. Assumptions:	As on 31.03.2008	As on 31.03.2009	As on 31.03.2010
VI. The amounts to be recognized in Balance Sheet and statements			
of Profit and Loss			
Present Value of Obligation as at the end of the period	3,31,20,731	4,20,91,635	5,59,67,851
Fair Value of Plan Assets as at the end of the period	1,12,98,607	2,06,21,365	3,02,64,766
Funded Status	(2,18,22,124)	(2,14,70,270)	(2,57,03,085)
Unrecognized Actuarial (gains) / losses	-	-	-
Unrecognized Past Service Cost (Non Vested Benefits)	-	-	-
Net Liability Recognized in Balance Sheet	2,18,22,124	2,14,70,270	2,57,03,085
VII. Expenses recognized in the statement of Profit and Loss for the period			
Current Service Cost	58,35,666	60,46,480	80,67,523
Past Service Cost	-	-	-
Interest Cost	19,74,698	26,49,658	29,46,414
Expected Return on Plan Assets	(6,35,717)	(10,33,823)	(19,07,476)
Curtailment Cost / (Credit)	-	-	-
Settlement Cost / (Credit)	-	-	-
Net actuarial (gain)/ loss recognized in the period	31,16,021	21,61,229	37,95,710
Expenses Recognized in the statement of Profit & Loss	1,02,90,668	98,23,544	1,29,02,171
VIII. Amount for the current period			
Present Value of Obligation	3,31,20,731	4,20,91,635	5,59,67,851
Plan Assets	1,12,98,607	2,06,21,365	3,02,64,766
Surplus (Deficit)	(2,18,22,124)	(2,14,70,270)	(2,57,03,085)
Experience adjustments on plan liabilities - (Loss)/Gain	(34,31,585)	(95,38,068)	(15,70,556)
Experience adjustments on plan assets - (Loss)/Gain	3,15,564	6,72,885	5,82,311

IX. The Company's Gratuity fund is managed by Life Insurance Corporation of India. The plan assets under the fund are deposited under approved securities.

13. Auditors' Remuneration

	Current Year (Rs.)	Previous Year (Rs.)
(i) As Audit Fee	11,03,000	11,03,000
(ii) Tax Audit Fee	2,20,600	2,20,600
(iii) Certification & other matters	13,236	37,750
(iv) Out of pocket expenses	62,244	-
TOTAL	13,99,080	13,61,350

14. Managerial Remuneration paid/payable to Chairman and Managing Director, and other Directors for the period are as follows:

	Current Year (Rs.)	Previous Year (Rs.)
Salaries	1,50,00,000	1,50,00,000
Perquisites	10,04,321	10,15,677
TOTAL	1,60,04,321	1,60,15,677
Directors sitting fees	70,000	77,500



15. a) Current tax is calculated in accordance with the tax laws applicable to the current financial year and accordingly charged to the profit and loss account for the year.
- b) The breakup of net deferred tax liability / (assets) is as under :-

	As on 31.03.2010		As on 31.03.2009	
	Deferred Tax liability	Deferred Tax Assets	Deferred Tax liability	Deferred Tax Assets
Depreciation difference between book & Income tax	-	12,81,73,604	-	10,95,46,257
Expenses allowable on actual payments	-	2,20,90,800	-	1,59,31,694
TOTAL	-	15,02,64,404	-	12,54,77,951
Net deferred tax liability / (assets) as on date	-	(15,02,64,404)	-	(12,54,77,951)
Deferred tax liability / (assets)	-	(2,47,86,453)	-	(8,78,39,245)
Deferred tax liability transferred to Ahlcon Ready Mix Concrete Pvt. Ltd.	-	-	1,42,65,248	-
Net deferred tax liability / (assets) for the year	-	(2,47,86,453)	-	(7,35,73,997)

16. Related Party Disclosure:

List of Related Parties (as ascertained by the management)

1. Parties under common control & Associates:

M/s Ahlcon Parenterals (India) Limited
M/s Tidal Securities Private Ltd.
M/s Ahlcons India Private Limited
M/s. Capricon Industrials Ltd.
M/s. Ahluwalia Builders & Development Group Pvt. Ltd.
M/s. Ahluwalia Construction Group

2. Parties under Subsidiary Companies

M/s. Ahlcon Ready Mix Concrete Pvt. Ltd.
M/s. Dipesh Mining Pvt. Ltd.
M/s. Jiwanjyoti Traders Pvt. Ltd.
M/s. Paramount Dealcomm Pvt. Ltd.
M/s. Prem Sagar Merchants Pvt. Ltd.
M/s. Splendor Distributors Pvt. Ltd.

3. Key Management Personnels:

Mr. Bikramjit Ahluwalia	Chairman & Managing Director
Mr. Shobhit Uppal	Dy. Managing Director
Mr. Vikaas Ahluwalia	Whole Time Director
Mrs. Sudershan Walia	Whole Time Director

4. Relative of Key Management Personnels:

Mrs. Rohini Ahluwalia	Daughter of Chairman & Managing Director
Mrs. Rachna Uppal	Daughter of Chairman & Managing Director
Mrs. Mukta Ahluwalia	Daughter of Chairman & Managing Director
Mrs. Pushpa Rani	Sister of Chairman & Managing Director



5. Non Executive & Independent Directors:

Mr. Arun Kumar Gupta

Mr. Virender Kumar Sachdeva (Part of the year – due to said demise on 10.10.2009)

Mr. S. K. Chawla

Mr. Balbir Singh

Dr. Sushil Chandra (Appointed on 08.03.2010)

Transactions with Related Parties

		Current Year (Rs.)	Previous Year (Rs.)
i) Interest paid			
Parties under common control & Associates:	:	-	11,24,228
ii) Sale of goods			
Parties under Subsidiary Companies	:	1,41,00,576	1,51,35,929
Key management personnel and their relatives	:	-	3,32,75,623
iii) Rent received			
Parties under common control & Associates:	:	10,03,968	10,03,968
iv) Parties under Subsidiary Companies			
Payment against contract work		2	2
Parties under common control & Associates:	:	31,43,63,833	11,97,21,124
Parties under Subsidiary Companies	:	2,53,60,235	2,13,34,899
v) Purchase of materials			
Parties under common control & Associates:	:	85,19,155	1,16,75,829
Parties under Subsidiary Companies	:	9,92,77,404	12,96,22,793
vi) Rent Paid			
Key management personnel & their relatives	:	72,60,000	75,54,292
vii) Managerial Remuneration			
Key management personnel	:	1,60,04,321	1,60,15,677
viii) Loan repaid			
Parties under common control & Associates:	:	-	95,00,000
ix) Dividend received			
Parties under common control & Associates:	:	37,500	40,50,135
x) Dividend paid			
Key management personnel & their relatives		2,96,58,312	2,94,92,232
Parties under common control & Associates	:	17,500	-
xi) Investments			
Parties under common control & Associates:	:	-	-
Parties under Subsidiary Companies	:	6,53,90,000	1,44,00,000
xii) Loan to body corporate			
Parties under Subsidiary Companies	:	1,45,00,000	5,25,61,248
xiii) Parties under Subsidiary Companies			
Repayment of loan from body corporate	:		
Parties under Subsidiary Companies	:	1,45,00,000	43,47,067
xiv) Payment against Machinery Hire			
Parties under Subsidiary Companies	:	1,89,41,414	50,81,260



	Current Year (Rs.)	Previous Year (Rs.)
xv) Advance recoverable in cash or kind		
Parties under Subsidiary Companies :	-	99,00,000
xvi) Payment against Professional		
Non Executive & Independent Directors :	-	1,29,214
xvii) Corporate Guarantee		
Parties under Subsidiary Companies :	27,00,00,000	1,38,00,000
xviii) Receipts against contract work		
Key management personnel and their relatives :	1,01,12,038	-

Amount Due from / to Related Parties:

	Current Year (Rs.)	Previous Year (Rs.)
(i) Due from related parties		
Sundry Debtors		
Parties under common control & Associates: :	60,750	-
Key management personnel and their relatives :	51,29,325	-
Advance recoverable in cash or in kind or for value to be received		
Parties under common control & Associates: :	6,03,79,801	4,96,94,606
Parties under Subsidiary Companies :	-	99,00,000
Investments		
Parties under common control & Associates: :	5,88,940	5,88,940
Parties under Subsidiary Companies :	7,97,90,000	1,44,00,000
Loan to body corporate		
Parties under Subsidiary Companies	4,72,25,162	4,82,14,181
(ii) Due to related parties		
Remuneration and Rent		
Key management personnel and their relatives :	1,03,79,331	46,10,052
Sundry Creditors		
Parties under Subsidiary Companies :	1,98,46,806	33,17,288

17. Earnings Per Share:

	Current Year	Previous Year
a) Weighted average number of equity Shares of Rs.2/- each.	6,27,62,560	6,27,62,560
b) Net profit after tax available for equity share holders (Rs.)	81,78,33,397	57,71,67,677
c) Basic earning (in rupees) per share of Rs.2/- each (Rs.)	13.03	9.20
d) Diluted earning (in rupees) per share of Rs. 2/- each (Rs.)	13.03	9.20



18. Disclosure in accordance with Accounting Standard –7 (Revised) amount due from/to customers on construction Contracts

(Rs. in Lacs)

	Current Year	Previous Year
Contract revenue recognized as revenue in the year	15,65,45.84	1,14,222.51
Contract costs incurred and recognised profits (less recognised losses) upto the reporting date	1,54,463.82	1,11,529.78
Advances received	20,412.73	23,170.46
Retention money	6,769.70	5,371.58
Gross amount due from customers for contract work	335.18	144.63
Gross amount due to customers for contract work	-	-

Note:-The above information is given only in respect of contracts entered into on or after 01.04.2003 and is in progress as on balance sheet date.

19. The Company is having only one business segment – Construction activities, hence no segment reporting is applicable.
20. Previous year figures have been regrouped and/or rearranged wherever considered necessary to make them comparable with current year figures.
21. Additional information pursuant to the provisions of paragraph 3, 4-C and 4-D of part II of Schedule VI of the Companies Act, 1956: In view of the diverse nature of contracts undertaken by the Company and wide variety of material concerned, the additional information has been furnished to the extent practicable.

(a) Flats / Space Contracted Sold & Stocks thereof

	Unit	Opening Stock	Constructed	Sold / Capitalized	Closing Stock
Current Year					
Flat / Space	Sqft.	10342	-	-	10342
Previous Year					
Flat / Space	Sqft.	-	10342-	-	10342-

(b) CIF Value of imports

	Current Year (Rs.)	Previous Year (Rs.)
*Raw Materials	8,57,33,646	1,72,27,058
Capital Goods	21,41,956	3,17,98,780

* Includes Rs. 48,08,480/- (P.Y. Rs. 3963749) Payment made to sub contractors

(c) Expenditures in Foreign currency

	Current Year (Rs.)	Previous Year (Rs.)
Travelling expenses	11,14,343	6,65,519
Sub Contract work	4,02,84,742	-
Consultancy charges / Technical fee	1,92,45,762	14,21,503
TOTAL	6,06,44,847	20,87,022



(d) Advance payment in foreign currency (payment basis)

	Current Year (Rs.)	Previous Year (Rs.)
Raw Material	-	95,12,307
Technical Fees	-	27,03,103

(e) Consumption of imported and indigenous material

	Current Year		Previous Year	
	(Rs.)	(%)	(Rs.)	(%)
Raw Materials				
*Imported	8,57,33,646	1.04	1,72,27,058	0.28
Indigenous	813,39,61,673	98.96	611,31,50,865	99.72
TOTAL	821,96,95,319	100.00	613,03,77,923	100.00
Stores & Spares				
Imported	-	-	-	-
Indigenous	7,59,27,230	100.00	7,00,86,206	100.00
TOTAL	7,59,27,230	100.00	7,00,86,206	100.00

*(Includes Rs. 48,08,480/- (P.Y. Rs. 39,63,749/-) Payment made to sub contractor)

(f) Raw material consumed

Item	Unit	Current Year		Previous Year	
		Qty.	Value (Rs.)	Qty.	Value (Rs.)
Ready Mix Concrete Raw Material :-					
a) Cement	Bags	-	-	469339	9,79,54,508
b) Stone Grit	Cft.	-	-	2118845	4,29,10,065
c) Badarpur sand	Cft.	-	-	1164406	2,22,89,634
d) Chemical	Kg.	-	-	227915	72,76,391
*Construction					
Material	-	-	821,96,95,319	-	595,99,47,325
TOTAL	-	-	821,96,95,319	-	613,03,77,923

*(Includes Rs. 48,08,480 /- (P.Y. Rs. 39,63,749/-) Payment made to sub contractor)



(g) Particulars regarding trading goods (construction related material)

Current Year:-

Sl. No.	Item	Unit	Opening stock		Purchase		Sales		Closing Stock	
			Qty.	Value Rs.	Qty.	Value Rs.	Qty.	Value Rs.	Qty.	Value Rs.
1	Cable 3.5 core x 400 sqmm	Mtr	-	-	1349	792552	1349	1935815	-	-
2	Cable 3.5 core x 400 sqmm	Mtr	-	-	3549	2208365	3549	5092815	-	-
3	Cable 3.5 core x 240 sqmm	Mtr	-	-	1170	475900	1170	1090440	-	-
4	Cable 4 core x 4 sqmm	Mtr	-	-	6043	476188	6043	954794	-	-
5	Lighting Fixture TMS-122	Each	-	-	475	422156	475	806075	-	-
6	Wall mounted Fans	Each	-	-	323	883405	323	1292000	-	-
7	Cement	MT	-	-	3235.73	14100576	3235.70	14100576	-	-
8	Other	-	-	-	-	9910722	-	16359784	-	-
GROSS TOTAL			-	-	-	29269864	-	41632299	-	-

Previous Year:-

Sl. No.	Item	Unit	Opening stock		Purchase		Sales		Closing Stock	
			Qty.	Value Rs.	Qty.	Value Rs.	Qty.	Value Rs.	Qty.	Value Rs.
1	Lighting Protection System	Nos.	-	-	11	1442790	11	3352140	-	-
2	Cable 4 core x 25 sqmm	Mtr.	-	-	2499	1401942	2499	2414034	-	-
3	Cable 3.5 core x 400 sqmm	Mtr.	-	-	2511	2034136	2511	3603285	-	-
4	Cable 4 core x 16 sqmm	Mtr.	-	-	6657	2042195	6657	3538742	-	-
5	Air Circulating Fan	Nos.	-	-	500	1805403	500	2350600	-	-
6	Cable Tray	Mtr.	-	-	5238	4046466	5238	5179251	-	-
7	Cement	MT	-	-	3495.99	15081248	3495.99	15081248	-	-
8	Other	-	-	1500244	-	15947458	-	33040090	-	-
GROSS TOTAL			-	1500244	-	43801638	-	68559390	-	-

As per our report of even date annexed

For ARUN K. GUPTA & ASSOCIATES

Firm Registration No. 000605N
CHARTERED ACCOUNTANTS

GIREESH KUMAR GOENKA

Partner
M.No. 096655

BIKRAMJIT AHLUWALIA

Chairman & Managing Director
(Chief Executive Officer)

S.K. SACHDEVA

Executive Director - F&A
(Chief Financial Officer)

SHOBHIT UPPAL

Dy. Managing Director

VIJAY KUMAR JAIN

General Manager - F&A

VIPIN KUMAR TIWARI

D.G.M. (Corporate) &
Company Secretary

Place : New Delhi
Date : 29-05-2010



Cash Flow Statement

 for the Year ended as on 31st March, 2010

	As at 31.03.2010	As at 31.03.2009
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Tax and extra ordinary items	1,251,994,672	879,658,349
Adjustment for:		
Depreciation	330,669,276	464,202,031
Interest Received	(42,534,859)	(46,498,200)
Interest Paid	157,602,032	135,319,170
Rent Received	(7,675,968)	(7,675,968)
Provision for diminution in value of Investments	(12,127)	(8,276)
Miscellaneous Expenses written off	195,000	195,000
Profit on Sale of Fixed Assets	(47,438)	0
Loss on Sale of Fixed Assets	898,723	3,246,687
Profit on Sale of Shares	0	(13,200,796)
Operating Profit before working Capital Changes:	1,691,089,311	1,415,237,996
Adjustment for:		
Trade Receivables	(254,604,875)	(837,592,621)
Inventories	(191,991,815)	(592,278,741)
Trade Payables	242,058,458	620,454,843
Loans and Advances	(69,614,893)	(133,055,187)
Cash generated from Operations:	1,416,936,187	472,766,290
Direct Taxes Paid	(458,497,728)	(375,654,198)
Increase in Miscellaneous Expenditure	0	0
Net Cash from Operating Activities (A)	958,438,459	97,112,092
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(400,366,550)	(639,319,778)
Purchase of Shares	(65,390,000)	(14,400,000)
Investment in Joint Venture	0	13,698,443
Sale of Shares	0	41,348,771
Sale of Fixed Assets	1,581,131	169,219,728
Interest Received	42,534,859	46,498,200
Rent Received	7,675,968	7,675,968
Net Cash from Investing Activities (B)	(413,964,592)	(375,278,668)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long term borrowings	113,470,131	265,995,139
Repayment of Long term borrowings	(286,449,930)	(407,513,030)
Movement in Short term borrowings	648,161,199	338,640,621
Interest Paid	(157,602,032)	(135,319,170)
Dividend Paid (Including dividend distribution tax)	(51,400,342)	(51,400,342)
Net Cash from Financing Activities (C)	266,179,025	10,403,218
Net Increase/Decrease in Cash & Cash Equivalents	810,652,892	(267,763,358)
Cash & Cash equivalents (Opening)	897,069,121	1,164,832,479
Cash & Cash equivalents (Closing)	1,707,722,013	897,069,121

Notes:- 1) Cash & cash equivalents as at year end includes deposits pledged with bank Rs. 36,59,44,451/- P.Year Rs. 30,72,76,600/- & unpaid dividend account Rs. 2,79,877/- P.Year Rs. 2,24,806/-

2) Cash flow statement has been prepared under the indirect method as set out in the Accounting Standard (AS) 3: "Cash Flow Statements" issued by the Institute of Chartered Accountants of India.

3) Previous year's figures have been regrouped/reclassified wherever considered necessary.

As per our report of even date annexed

On behalf of the Board of Directors

For ARUN K. GUPTA & ASSOCIATES

Firm Registration No. 000605N

CHARTERED ACCOUNTANTS

GIREESH KUMAR GOENKA

Partner

M.No. 096655

Place : New Delhi

Date : 29-05-2010

BIKRAMJIT AHLUWALIA

Chairman & Managing Director

(Chief Executive Officer)

S.K. SACHDEVA

Executive Director - F&A

(Chief Financial Officer)

SHOBHIT UPPAL

Dy. Managing Director

VIJAY KUMAR JAIN

General Manager - F&A

VIPIN KUMAR TIWARI

D.G.M. (Corporate) &

Company Secretary



Balance Sheet Abstract and Company's General Business Profile

1. REGISTRATION DETAILS

Registration No. 9 6 5 4 State Code 5 5
 Balance Sheet Date 3 1 . 0 3 . 2 0 1 0

(Amount in Rs.
Thousands)

2. CAPITAL RAISED DURING THE PERIOD

Public Issue N I L Right Issue N I L
 Bonus Issue N I L Private Placement N I L

3. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS

Total Liabilities 3 7 7 2 2 4 3 Total Assets 3 7 7 2 2 4 3

Sources of Funds

Paid-up Capital 1 2 5 5 2 5 Secured Loans 1 2 3 7 5 3 5
 Reserve & Surplus 2 4 0 9 1 8 2 Unsecured Loans 0

Application of Funds

Net Fixed Assets 1 2 7 7 8 8 7 Investments 8 0 3 7 9
 Net Current Assets 2 2 6 3 7 1 3 Misc. Expenditure 0
 Deffered Tax Assets 1 5 0 2 6 4

4. PERFORMANCE OF COMPANY

Turnover 1 5 7 3 4 3 3 7 Total Expenditure 1 4 4 8 2 3 4 2
 Profit before Tax 1 2 5 1 9 9 5 Profit after Tax 8 1 7 8 3 3
 Earning per share
(Basic/Diluted)(in Rs.) 1 3 . 0 3 Dividend rate 4 0 %

5. GENERIC NAMES OF THREE PRINCIPAL PRODUCTS / SERVICES OF COMPANY (AS PER MONETARY TERMS)

Item Code No.

1. Construction of industrial, institutional and other commercial Complexes N . A .
 2. Construction of residential and group housing projects N . A .
 3. Real estate development N . A .

On behalf of the Board of Directors

BIKRAMJIT AHLUWALIA
Chairman & Managing Director
(Chief Executive Officer)

SHOBHIT UPPAL
Dy. Managing Director

S.K. SACHDEVA
Executive Director - F&A
(Chief Financial Officer)

VIJAY KUMAR JAIN
General Manager - F&A

VIPIN KUMAR TIWARI
D.G.M. (Corporate) &
Company Secretary

Place : New Delhi
Date : 29-05-2010



Ahluwalia Contracts (India) Limited

CONSOLIDATED FINANCIAL STATEMENTS



Auditors' Report

AUDITORS' REPORT TO THE BOARD OF DIRECTORS OF AHLUWALIA CONTRACTS (INDIA) LIMITED ON THE CONSOLIDATED FINANCIAL STATEMENTS OF AHLUWALIA CONTRACTS (INDIA) LIMITED AND ITS SUBSIDIARIES

To
The Board of Directors of
Ahluwalia Contracts (India) Limited

1. We have audited the attached Consolidated Balance Sheet of M/s. Ahluwalia Contracts (India) Limited and its subsidiaries, as at 31st March, 2010, the Consolidated Profit and Loss Account and also the Consolidated cash flow statements for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management and have been prepared by the management on the basis of separate financial statements of the Parent Company and its subsidiaries. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. We did not audit the financial statements of five subsidiaries namely Dipesh Mining Private Ltd, Jiwanjyoti Traders Pvt. Ltd, Paramount Dealcomm Pvt. Ltd, Prem Sagar Merchants Pvt. Ltd & Splendor Distributors Pvt. Ltd, whose financial statements reflect total assets of Rs. 500.55 Lacs as at 31st March, 2010 and total revenue of Rs. Nil for the year then ended and net cash flows from operating activities of Rs. (1.03 Lacs). These financial statements have been audited by other auditors whose reports have been furnished to us, and our opinion in so far as it relates to the amounts included in respect of these subsidiaries is based solely on the report of the other auditors.
4. We report that the consolidated financial statements have been prepared by the Company in accordance with the requirements of Accounting Standard 21 on Consolidated Financial Statements issued by the Institute of Chartered Accountants of India.
5. To the best of our information and according to the explanations given to us and on consideration of the separate audit reports on individual audited financial statements of the Company and the aforesaid subsidiaries, in our opinion the attached consolidated financial statements read with accounting policies and notes thereon 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 Group as at 31st March, 2010;
 - ii) in the case of Consolidated Profit and Loss Account, of the Profit of the Group for the year ended on that date; and
 - iii) in the case of Consolidated Cash Flow statement of the cash flow of the Group for the year ended on that date.

For **Arun K. Gupta & Associates**
Firm Registration No. 000605N
Chartered Accountants

Gireesh Kumar Goenka
Partner
M.No. 96655

Place : New Delhi
Date : 29.05.2010



Consolidated Balance Sheet

As at 31st March, 2010

PARTICULARS	Schedule No.		As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
SOURCES OF FUNDS:				
SHAREHOLDERS FUND				
Share capital	1		125525120	125525120
Reserves & surplus	2		2404805885	1645765471
LOAN FUNDS				
Secured Loans	3		1506789474	906465210
Unsecured Loans	4		2329353	8334484
TOTAL			4039449832	2686090285
APPLICATION OF FUNDS				
Fixed Assets				
Gross Block	5	2688089985	2638286797	
Less: Depreciation		1065831323	1134193267	
Net Block		1622258662	1504093530	
Capital work-in-progress (Including Capital Advances)		22283796	1644542458	767070
INVESTMENTS	6	588940		576813
GOODWILL ON CONSOLIDATION			13800000	13800000
DEFERRED TAX ASSETS (Net)			124742456	106523994
CURRENT ASSETS, LOANS & ADVANCES				
Inventories	7	1554022556	1350460378	
Sundry Debtors	8	3450847343	3155142248	
Cash & Bank balances	9	1747553487	900601554	
Other Current Assets	10	70418342	63370138	
Loans & Advances	11	456064881	376805825	
		7278906609	5846380143	
Less :Current Liabilities & Provisions	12			
Current Liabilities		4934984220	4651066259	
Provisions		88146411	135260782	
NET CURRENT ASSETS			2255775978	1060053102
MISCELLANEOUS EXPENDITURE				
(To the extent not written off or adjusted)				
Share Issue Expenses			0	275776
TOTAL			4039449832	2686090285

Significant Accounting Policies and Notes on Accounts

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As per our report of even date annexed

For ARUN K. GUPTA & ASSOCIATES
Firm Registration No. 000605N
CHARTERED ACCOUNTANTS

GIREESH KUMAR GOENKA
Partner
M.No. 096655

Place : New Delhi
Date : 29-05-2010

On behalf of the Board of Directors

BIKRAMJIT AHLUWALIA
Chairman & Managing Director
(Chief Executive Officer)

S.K. SACHDEVA
Executive Director - F&A
(Chief Financial Officer)

SHOBHIT UPPAL
Dy. Managing Director

VIJAY KUMAR JAIN
General Manager - F&A

VIPIN KUMAR TIWARI
D.G.M. (Corporate) &
Company Secretary



Consolidated Profit and Loss Account

As at 31st March, 2010

PARTICULARS	Schedule No.		Year Ended 31.03.2010 (Rs.)	Year Ended 31.03.2009 (Rs.)
INCOME				
Income from operations	13	16175005963	11916307069	
Other Income	14	66793773	88240746	
			16241799736	12004547815
Increase/ (Decrease) in stock	15		200774670	273710421
			16442574406	12278258236
EXPENDITURE				
Operating Expenses	16		13575329549	9914061669
Administrative & Other Expenses	17		1016153985	812161328
Interest & Other Finance Charges	18		236785738	192130431
Depreciation		353963272		479531301
Less Transfer from Revaluation Reserve		167586	353795686	167586
Provision for Investment Diminution/ (written back) in value			(12127)	(8276)
PROFIT BEFORE TAX			1260521575	880549368
Provision for Income Tax			460379558	370728997
Provision for Wealth Tax			450000	410470
Provision for Deferred Tax Liability / (Assets)			(18218462)	(68883014)
Provision for Fringe Benefit Tax			0	5543728
Provision for Tax for earlier years			153170	(122665)
NET PROFIT AFTER TAX			817757309	572871852
Balance brought forward from previous year			1437137361	975665851
Profit Available for Appropriation			2254894670	1548537703
Transferred to General Reserve			90000000	60000000
Proposed Dividend			50210048	43933792
Tax on Dividend			8339262	7466550
Balance carried to Balance sheet			2106345360	1437137361
Earning per share(Basic)	Rs.		13.03	9.13
Earning per share(Diluted)	Rs.		13.03	9.13
(Face Value Rs. 2/- each)				

Significant Accounting Policies
and Notes on Accounts

19

As per our report of even date annexed

For ARUN K. GUPTA & ASSOCIATES
Firm Registration No. 000605N
CHARTERED ACCOUNTANTS

GIREESH KUMAR GOENKA
Partner
M.No. 096655

Place : New Delhi
Date : 29-05-2010

On behalf of the Board of Directors

BIKRAMJIT AHLUWALIA
Chairman & Managing Director
(Chief Executive Officer)

S.K. SACHDEVA
Executive Director - F&A
(Chief Financial Officer)

SHOBHIT UPPAL
Dy. Managing Director

VIJAY KUMAR JAIN
General Manager - F&A

VIPIN KUMAR TIWARI
D.G.M. (Corporate) &
Company Secretary



Schedules

PARTICULARS	As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
SCHEDULE NO. 1 SHARE CAPITAL		
AUTHORISED CAPITAL		
10,00,00,000, Equity Share of Rs. 2/- each (P.Y. 10,00,00,000 Equity Share of Rs. 2/- each)	200000000	200000000
ISSUED, SUBSCRIBED & PAIDUP		
6,27,62,560, Equity Shares of Rs. 2/- each (P.Y. 6,27,62,560 Equity Shares of Rs. 2/- each) fully paid up (out of this 3,50,030 Equity shares of Rs. 2/- each have been issued other than cash and 5,58,39,900 Equity shares of Rs. 2/- each have been issued as bonus shares by way of capitalisation of accumulated profits)	125525120	125525120
TOTAL	125525120	125525120

PARTICULARS	As on 1.4.2009 (Rs.)	Additions During the year (Rs.)	Adjustments (Rs.)	As on 31.03.2010 (Rs.)
SCHEDULE NO. 2 RESERVES & SURPLUS				
Revaluation Reserve	7842284	0	167586	7674698
Securities Premium Account	16000000	0	0	16000000
General Reserve	184790243	90000000	0	274790243
Profit And Loss Account	1437132945	669207999	0	2106340944
TOTAL	1645765472	759207999	167586	2404805885
Previous year	1124461547	521471510	167586	1645765471



PARTICULARS	As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
SCHEDULE NO. 3 SECURED LOANS		
TERM LOANS		
From Banks (Refer Note No. (9c & d) in schedule 19)	185122780	217912930
From Others (Refer Note No. (9e) in schedule 19)	44378775	72327242
VEHICLE LOANS		
From Banks	17532656	12992800
From others (Secured by way of hypothecation of specified vehicles. Further secured by personal guarantee of the Managing Director)	23332464	45322274
WORKING CAPITAL LOAN		
From Banks (Refer Note No. (7b) in schedule 19) (Term Loan & Working Capital Demand Loan due within one year Rs. 54,06,42,404/- Previous year Rs. 25,06,95,736/-)	1236422799	557909964
TOTAL	1506789474	906465210

PARTICULARS	As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
SCHEDULE NO. 4 UNSECURED LOANS		
Loan from others	2329353	8334484
TOTAL	2329353	8334484



SCHEDULE NO. 5 FIXED ASSETS

DESCRIPTION OF ASSETS	GROSS BLOCK			DEPRECIATION			NET BLOCK			
	COST AS ON 1/4/2009 (RS.)	ADDITIONS DURING THE YEAR (RS.)	SALES/AD- JUSTMENTS DURING THE YEAR (RS.)	TOTAL AS ON 31/03/2010 (RS.)	UPTO 31/03/2009 (RS.)	ADDITIONS DURING THE YEAR (RS.)	ADJUSTMENTS DURING THE YEAR (RS.)	TOTAL AS ON 31/03/2010 (RS.)	W.D.V AS ON 31/03/2010 (RS.)	W.D.V AS ON 31/3/2009 (RS.)
LAND-LEASEHOLD	31357355	2395101		33752456	1045345	363860		1409205	32343251	30312010
LAND- FREEHOLD	61446598	0		61446598	0	0		0	61446598	61446598
BUILDING	35860471	0		35860471	4904662	584526		5489188	30371283	30955809
TEMPORARY STRUCTURES	20285067	10322192		30607259	11695047	9625100		21320147	9287112	8590020
PLANT & MACHINERY	1033327024	196000624	592000	1228735648	125035793	52290281	2081	177323993	1051411655	908291231
SHUTTERING MATERIAL	1010669658	216957744	419419776	808207626	876237447	242205204	419419776	699022875	109184751	134432211
EARTH MOVERS	41914903	6491593		48406496	18391444	4993897		23385341	25021155	23523459
VEHICLES	103317216	17277148	4745856	115848508	28992382	10061735	2903359	36150758	79697750	74324834
COMMERCIAL VEHICLES	22324077	14552184		237776261	40298080	26346267		66644347	171131914	182925997
FURNITURE & FIXTURES	11176648	705877		11882525	6961548	787852		7749400	4133125	4215100
OFFICE EQUIPMENTS	23872810	2597212		26470022	6686412	1102953		7789365	18680657	17186398
AIR CONDITIONERS	9658126	1115667		10773793	1667769	494160		2161929	8611864	7990357
COMPUTERS	28979581	5518651		34498232	11454810	4379533		15834343	18663889	17524771
INTANGIBLES ASSETS										
COMPUTER SOFTWARE	3197263	626828		3824091	822528	727904		1550432	2273659	2374735
GROSS TOTAL	2638286797	474560821	424757632	2688089985	1134193267	353963272	422325216	1065831323	1622258663	1504093530
PREVIOUS YEAR	1847318107	1018147915	227179225	2638286797	707524776	479531301	52862810	1134193267	1504093530	1139793331
CAPITAL WORK-IN-PROGRESS									22283796	767070

NOTE

- 1) Gross Block of Plant & Machinery, Shuttering Material, Earth Movers, Vehicles and Commercial Vehicles includes Rs.18,27,20,775/- (P.Y Rs.29,23,29,510/-), Rs.1,45,18,750/- (P.Y Rs.2,85,91,976/-), Rs.36,31,228/- (P.Y Rs.1,15,38,859/-), Rs.1,29,25,852/- (P.Y Rs.2,09,33,810/-), Rs.1,65,02,844/- (P.Y Rs.3,01,71,113/-) taken on hire purchase/ finance respectively.
- 2) Land lease hold includes Rs.1359872/- pending registration in the name of the company.
- 3) Building includes Cost of Floor Rs.1,36,80,000/- pending registration in the name of the company.
- 4) Capital Work-in-Progress includes capital advances Rs.9,05,000/- (P.Y. Rs. 2,08,000/-), Plant & Machinery in transit Rs.1,33,00,513/- (P.Y. -NIL-), Commercial Vehicles in transit Rs. -NIL- (P.Y. Rs. 5,59,070/-), Building Rs.80,78,283/- (P.Y. -NIL-)



PARTICULARS	Balance As at 01.4.2009 (Rs.)	Additions During the year (Rs.)	Sale/ Adjustments During the year (Rs.)	Balance As at 31.03.2010 (Rs.)
SCHEDULE NO. 6 INVESTMENTS				
A. LONG TERM TRADE INVESTMENTS FULLY PAID UP (AT COST) UNQUOTED				
(1) 1662 (P.Y. 1662) Equity shares of Rs. 100/- each M/s. Ahluwalia Builders & Development Group Pvt. Ltd. a company in which directors are interested	166200	0	0	166200
(2) 2500 (P.Y. 2500) Equity shares of Rs. 100/- each M/s Ahlcons India Pvt. Ltd.	250000	0	0	250000
(3) 17274 (P.Y. 17274) Equity shares of Rs. 10/- each M/s. Capricon Industrials Ltd. a company in which directors are interested	172740	0	0	172740
	588940			588940
Less Provision for diminution in value of investments	12127			0
TOTAL	576813			588940

PARTICULARS	As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
SCHEDULE NO. 7 INVENTORIES		
(Taken as valued and certified by the Management)		
Work in Progress	564835395	364060725
Material at Site	766872361	802910858
Material in Transit	27089004	5299910
Real Estate in Stock	141474780	141474780
Real Estate work-in-progress (Refer schedule No.-7A)	53751016	36714106
TOTAL	1554022556	1350460379



PARTICULARS	Year Ending 31.03.2010 (Rs.)	Year Ending 31.03.2009 (Rs.)
SCHEDULE NO. 7A CONSTRUCTION ACCOUNT OF REAL ESTATE		
Opening Work in Progress	36714106	122624258
Purchases	19849	1601103
Subletting Contracts	9702439	1234417
Cost of Labour	105730	1141392
Watch & Ward Expenses	23163	303894
Staff Welfare	2710	10649
Electricity Charges	46096	350576
Conveyance Charges	20363	61431
Travelling Expenses	64469	303267
Professional Charges	167742	8792585
Vehicle Maintenance	3580	4323
Telephone Expenses	11154	26728
Printing & Stationery	6488	33284
Miscellaneous Expenses	1511	246931
Stamp Duty	0	5830000
Cost of Extra Space	0	9000000
Premium Paid to RSRTC	0	20100000
Staff Salary & Other Amenities	694936	905465
Bank Gurantee Charges	271250	339502
Business Promotion	20977	9135
Office Expenses	43824	21330
Charges for Change of Land use	5830629	5248616
TOTAL COST	53751016	178188886
Less:		
Transfer to Real Estate in Stock	0	141474780
Closing work in progress	53751016	36714106

PARTICULARS	As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
SCHEDULE NO. 8 SUNDRY DEBTORS		
Debts outstanding for a period exceeding six months		
Unsecured,considered good		
Retention Money	100601004	85610936
Against Running Bills	245090814	184187683
Unsecured,considered doubtful		
Retention Money	667291	0
Against Running Bills	9725545	0
Others debts (Unsecured,considered good)		
Retention Money	672709904	522053249
Against Running Bills	2432445621	2363290380
Less: Provision for doubtful debts	10392836	0
TOTAL	3450847343	3155142248



PARTICULARS	As at 31.03.2010 (Rs.)		As at 31.03.2009 (Rs.)
SCHEDULE NO. 9 CASH AND BANK BALANCES			
Cash in Hand (Including Imprest)		76573300	65327573
Balances with Scheduled Banks			
i) On Current Accounts	1294961618		516548300
ii) On Fixed Deposits Accounts	375738692		315987403
iii) On Margin Money Accounts	0		2500000
iv) On Unpaid Dividend Account	279877	1670980187	238278
TOTAL		1747553487	900601554

PARTICULARS	As at 31.03.2010 (Rs.)		As at 31.03.2009 (Rs.)
SCHEDULE NO. 10 OTHER CURRENT ASSETS			
Interest Receivable on deposits		30305104	25880250
Prepaid Expenses		40113238	37489888
TOTAL		70418342	63370138

PARTICULARS	As at 31.03.2010 (Rs.)		As at 31.03.2009 (Rs.)
SCHEDULE NO. 11 LOANS & ADVANCES			
Unsecured , considered good			
Staff advances		11416915	7618904
Advances recoverable in cash or in kind or for value to be received			
i) Advance against Real Estate project	55000000		73000000
ii) Earnest Money Deposit	53906688		37697291
iii) Due from companies in which Directors are interested	60379801		49694606
iv) Advance to Suppliers & Petty Contractors	137376992		97298369
v) Others	137984486	444647967	111496655
Unsecured , considered doubtful			
Other Advances		3250000	
Advance against Real Estate project		18000000	0
		477314881	376805825
Less: Provision for doubtful advances		21250000	0
TOTAL		456064881	376805825



PARTICULARS	As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
SCHEDULE NO. 12 CURRENT LIABILITIES & PROVISIONS		
CURRENT LIABILITIES		
Sundry Creditors		
- Dues to Micro and Small Enterprises (Refer Note No. 7 of Notes to Accounts Schedule 19)	2634117	2567758
- Others	2236851588	1615247440
Mobilisation Advance	1632256146	2065906261
Advance against Material at Site	502451636	341476936
Book Overdraft	16634263	68528854
Statutory Liability	210069917	260939372
Due to Directors	8179449	3821970
Other Liabilities	324449597	290813853
Interest accrued but not due on loans	1177630	1539009
Unclaimed Dividend	279877	224806
(There is no amount due for payment to the Investor Protection Fund under Section 205C of The Companies Act, 1956 as at the year end.)		
	4934984220	4651066259
PROVISIONS		
For Income Tax (Net of Advance payments)	2621105	61626515
For Wealth Tax	450000	410470
For Gratuity	26525996	21823455
Proposed Equity Dividend	50210048	43933792
Tax on proposed Equity Dividend	8339262	7466550
	88146411	135260782

PARTICULARS	Year Ending 31.03.2010 (Rs.)	Year Ending 31.03.2009 (Rs.)
SCHEDULE NO. 13 INCOME FROM OPERATIONS		
Contract Work Receipts	15618481861	11336037971
Sale (Ready Mix Concrete)	377015716	425407289
Other operating Receipts	135224860	80482528
Sales Trading (Construction related Material)	27531723	68559390
Sale (Scrap)	16751803	5819891
TOTAL	16175005963	11916307069



PARTICULARS	Year Ending 31.03.2010 (Rs.)	Year Ending 31.03.2009 (Rs.)
SCHEDULE NO. 14 OTHER RECEIPTS		
Interest on deposits (TDS Rs. 52,75,903/- , P.Y. Rs. 89,89,155/-)	42611284	46568228
Rent	7675968	7675968
Liabilities Written Back	4937736	3967691
Profit on sale of Fixed Assets	47438	0
Interest on Income Tax Refund	0	21167
Profit on sale of long term investment (Non Trade)	0	13200796
Commission (TDS Rs.6,77,297/- , P.Y. Rs. 11,18,189/-)	6140504	9380463
Other Receipts	1643943	0
Professional Receipts	0	500000
Exchange Fluctation (net)	2213897	0
Sales Tax Refund	1485503	2710545
Dividend on Long Term Investment (Non Trade, Unquoted)	0	75000
Dividend on Long Term Investment (Non Trade, Quoted)	37500	4140888
TOTAL	66793773	88240746

PARTICULARS	Year Ending 31.03.2010 (Rs.)	Year Ending 31.03.2009 (Rs.)
SCHEDULE NO. 15 INCREASE/ (DECREASE) IN STOCK		
Work-in-Progress		
Opening Stock:	364060725	90350304
Closing Stock	564835395	364060725
	200774670	273710421



PARTICULARS	As at		As at
	31.03.2010 (Rs.)		31.03.2009 (Rs.)
SSCHEDULE NO. 16 OPERATING EXPENSES			
Goods for Resale		29269864	45301882
Material Consumed		8491932363	6290148770
Sub-Contract		2690448517	1820402569
Professional Charges		49581892	19290766
Cost of Labour			
Labour Wages & Amenities	1380316229		1061162148
Contribution to Provident & Other Funds	20247059		11460187
Hutment Expenses	7586302		6176569
Labour Welfare	74613204	1482762794	45356699
Power & Fuel		317858901	1124155603
Machinery & Shuttering Hire Charges		238724644	268137378
Machinery Repair & Maintenance		133958857	105246294
Commercial Vehicle Running & Maintenance		28825754	103603009
Testing Expenses		13637088	38163530
Insurance Expenses		32983988	12307478
Watch & Ward Expenses		65344887	37599406
TOTAL		13575329549	9914061669

PARTICULARS	Year Ending	
	31.03.2010 (Rs.)	31.03.2009 (Rs.)
SCHEDULE NO. 17 ADMINISTRATIVE AND OTHER EXPENSES		
Salaries and other Amenities to Staff (Including Directors Remuneration Rs. 1,80,67,057/- previous year Rs. 1,69,61,795/-)	647621262	556810422
Employees Welfare	32272353	25281668
Employer's Contribution to Provident and Other Funds.	29928882	25158572
Electricity & Water Charges	5042602	3838328
Rent	64239398	57328354
Travelling & Conveyance Expenses	34597134	26441903
Travelling & Conveyance (Directors)	4181931	3931674
Legal & Professional Charges	18303627	13354170
Repairs & Maintenance :-		
Building	1186772	1285078
Others	12410873	10987515
Vehicle Running & Maintenance	27463989	22539026
Postage, Telegram and Telephone Expenses	23768304	21684527
Printing and Stationery	17709403	15791092
Advertisement	4076333	3000209
Business Promotion	3003845	1867344
Charity & Donation other than Political party	729007	425992
Insurance Charges	1276894	1834195
Watch & Ward Expenses	1439957	1208863
Rates & Taxes	8871385	5934488
Workman Compensation	1990587	717838



PARTICULARS	Year Ending 31.03.2010 (Rs.)	Year Ending 31.03.2009 (Rs.)
SCHEDULE NO. 17 ADMINISTRATIVE AND OTHER EXPENSES		
Miscellaneous Expenses	9908708	7271467
Payment to Auditors	1813180	1717250
Loss on Sale of Fixed Assets	898723	3246687
Misc. Expenses Written Off	275776	422032
Bad Debts Written Off	31430224	5134
Provision for doubtful debts	13642836	0
Provision for doubtful advances	18000000	0
Directors Sitting Fees	70000	77500
TOTAL	1016153985	812161328

PARTICULARS	Year Ending 31.03.2010 (Rs.)	Year Ending 31.03.2009 (Rs.)
SCHEDULE NO. 18 INTEREST & OTHER FINANCIAL CHARGES		
Interest on Term Loans	34915852	44198942
Interest on Working Capital & Others	146772392	102117225
Interest on Income Tax	5048793	10375054
Bank Charges & Commission	50048702	35439210
TOTAL	236785738	192130431

SCHEDULE 19 SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS TO THE CONSOLIDATED FINANCIAL STATEMENTS OF AHLUWALIA CONTRACTS (INDIA) LIMITED AND ITS SUBSIDIARIES FOR THE FINANCIAL YEAR ENDED 31.03.2010

(I) PRINCIPLES OF CONSOLIDATION

- (A)** The consolidated financial statements relate to Ahluwalia Contracts (India) Limited and its wholly owned subsidiary companies. The consolidated financial statements have been prepared on the following basis :
- i) The financial statements of the Parent company and its subsidiary companies have been combined on a line by line basis by adding together the book values of like items of assets, liabilities, income and expenses. Intra group balances and intra group transactions and resulting unrealized profits are eliminated in full as per Accounting Standard-21, Consolidated Financial Statements, as notified by Companies Accounting Standards Rules, 2006. Unrealized losses resulting from intra group transactions are also eliminated unless cost cannot be recovered.
 - ii) The financial statements of the Subsidiary Companies used in the consolidation are drawn for the same period as that of the Parent Company i.e. year ended March 31, 2010.
 - iii) Any excess/deficit of cost to the Parent Company of its investment over the Parent Company's proportion of equity in the subsidiaries as at the date of investment is recognized in the consolidated financial statements as Goodwill/Capital Reserve.



(B) List of subsidiary companies which are considered in the consolidation and the Parent Company's holding therein are as under:

S.No.	Name of the Subsidiary Company	Country of Incorporation	Extent of holding (%) as on March 31, 2010
1.	Ahlcon Ready Mix Concrete Pvt. Ltd.	India	100
2.	Dipesh Mining Pvt. Ltd.	India	100
3.	Jiwan Jyoti Traders Pvt. Ltd.	India	100
4.	Paramount Dealcomm Pvt. Ltd.	India	100
5.	Premsagar Merchants Pvt. Ltd.	India	100
6.	Splendor Distributors Pvt. Ltd.	India	100

(II) SIGNIFICANT ACCOUNTING POLICIES

(A) BASIS OF PREPARATION OF FINANCIAL STATEMENT

(i) The financial statements have been prepared to comply in all material respects with the Notified accounting standard by Companies Accounting Standards Rules, 2006 and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared under the historical cost convention on an accrual basis except where otherwise stated. The accounting policies, except for the changes in accounting policy discussed below, are consistent with those used in the previous year.

The Consolidated Financial Statements (CFS) relates to Ahluwalia Contracts (India) Limited (herein referred as the "Company") and its wholly owned subsidiaries (hereinafter referred as the "Group").

(ii) The company generally follows Mercantile System of accounting and recognises items of Income and Expenditure on accrual basis except:-

Works contract tax deducted at source including on advances by clients are charged to profit and loss account in the year of deduction and the refunds, if any, are accounted for in the year of receipt.

(iii) Expenditure incurred in respect of additional costs/delays are accounted in the year in which they are incurred. Claims made in respect thereof are accounted as work receipts in the year of receipt of arbitration award or acceptance by client or evidence of acceptance received from the client.

(B) REVENUE RECOGNITION

(i) Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Sale of Goods

Revenue is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer.

Interest

Revenue is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

Dividends

Dividend is recognized when the shareholders' right to receive payment is established by the balance sheet date.

(ii) Work Receipts are taken on percentage completion method, stated on the basis of physical measurement of work actually completed at the balance sheet date, taking in to account the contractual price and revision thereto. The site mobilisation expenditure for site installation is apportioned over the period of contract in proportion to value of work done. Foreseeable



losses are accounted for when they are determined except to the extent they are expected to be recovered through claims presented or to be presented to the customer or in arbitration.

- (iii) Sub contracts expenses are accounted on the basis of bills certified by principal. Cost of sub contract includes the cost of material wherever applicable.
- (iv) In respect of Real Estate projects the sales are accounted for at the time of handing over the possession of the flat / space to the buyers.

(C) FIXED ASSETS

- (i) Fixed Assets are stated at Cost of Acquisition. Fixed Assets acquired under Hire Purchase Schemes are capitalised at their principal value and hire (finance) charges are charged off as revenue expenditure. Fixed Assets taken on lease are not treated as assets of the company and lease rentals are charged off as revenue expenditure.
- (ii) Company's Land & Buildings have been revalued as on 31-03-1992 by Government approved registered valuer on the basis of their prevailing day value. Difference between the total value of these assets on revaluation and written down value as on 31.03.1992 of Rs. 10,691,246/- had been credited to revaluation reserve account.

(D) DEPRECIATION / AMORTISATION

- (i) Depreciation on fixed assets (other than leasehold improvements) is provided on Straight Line Method as per Schedule XIV of the Companies Act, 1956 on pro-rata basis with reference to the days of addition/sale. The management of the company is of the view that this depreciation rate fairly represents the useful life of the assets. In the following cases, the depreciation rates are greater than the corresponding rates prescribed in Schedule XIV of the Companies Act, 1956:

Name of Asset	Rate (SLM) charged	Schedule XIV Rate (SLM)
Transit Mixture	13.57%	11.31%

- (ii) Depreciation on shuttering material and on items costing below Rs. 5000/- have been provided @ 100% on prorata basis.
- (iii) Depreciation is charged on the historical cost of Fixed Assets (Except for Revalued Assets) including taxes, duties and installation costs.
- (iv) Depreciation on revalued amount of Fixed Assets is being charged to Revaluation Reserve Account.
- (v) Lease hold land is amortised over the period of lease.

(E) INTANGIBLES

Software costs relating to acquisition of initial software licence fee and installation cost are capitalized in the year of purchase and amortized on straight line basis over its useful life, which is considered to be of a period of five years.

(F) IMPAIRMENT OF ASSETS

Consideration is given at each balance sheet date to determine whether there is any indication of impairment of the carrying amount of the company's assets. If any indication exists, the recoverable amount of such assets is estimated. An impairment loss is recognised wherever the carrying amount of the assets exceeds its recoverable amount. The recoverable amount is greater of the net selling price and value in use. In assessing value in use valuation is done by the estimated future cash flows (discounted to their present value, based on an appropriate discounting factor) are used. Impairment losses are recognised in the profit and loss account.

(G) BORROWING COST

Borrowing Costs specifically relatable up to acquisition of fixed assets are capitalized as part of the cost of fixed assets till the date



ready to be put to use. Other borrowing costs are charged to Profit & Loss Account.

(H) INVESTMENTS

Investments are stated at cost and provision is made for diminution in value of investments at each balance sheet date.

(I) INVENTORIES

- (i) Stocks are valued at cost or net realisable value which ever is lower.
- (ii) Real Estate Projects are determined on the basis of expenses incurred on the project. All Financial, Administrative, and other expenses directly incurred on various Real Estate Projects are debited to the cost of the Projects.
- (iii) Work-in-progress is valued on the basis of expenditure attributed to project up to the date of Balance sheet.

(J) EMPLOYEE BENEFITS

(A) SHORT-TERM EMPLOYEE BENEFITS:

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. These benefits include compensated absences such as paid annual leave. The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is recognized during the period.

(B) POST-EMPLOYMENT BENEFITS:

- (i) Retirement benefits in the form of the Company's makes contribution to Provident Fund charged to the Profit & Loss Account of the year when the contributions to the respective funds are due.
- (ii) The Company's gratuity benefit scheme is a defined benefit plan. The Company's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and the fair value of any plan assets is deducted.

The present value of the obligation under such defined benefit plan is determined based on actuarial valuation using the projected unit credit method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on government securities as at the balance sheet date.

When the calculation results in a benefit to the company, the recognized asset is limited to the net total of any unrecognized actuarial losses and past service costs and the present value of any future refunds from the plan or reductions in future contributions to the plan.

Actuarial gains and losses are recognized immediately in the profit & loss account.

(K) FOREIGN EXCHANGE TRANSACTIONS

- (i) Transactions arising in Foreign Currency are converted at the exchange rates prevailing as on date of transactions. Monetary Assets & Liabilities denominated in Foreign Currencies are restated at year end exchange rates. All exchange difference arising on conversion are charged to Profit & Loss Account.
- (ii) Forward Exchange Contracts (Derivative Instruments) not intended for trading or speculation purposes

The Company uses derivative financial instruments including forward exchange contracts to hedge its risk associated with foreign currency fluctuations. The premium or discount arising at the inception of forward exchange contracts is amortized as expense



or income over the life of the contract. Exchange differences on such contracts are recognized in the statement of profit and loss in the year in which the exchange rates change. Any profit or loss arising on cancellation or renewal of forward exchange contract is recognized as income or as expense for the year.

(L) ACCOUNTING FOR INTERESTS IN JOINT VENTURES

- (i) Company's share in profits or losses of Integrated Joint Ventures is accounted on determination of the profits or losses by the Joint Ventures.
- (ii) Investments in Integrated Joint Ventures are carried at cost net of Company's share in recognized profits or losses.

(M) TAXATION

Current tax is determined as the amount of tax payable in respect of taxable income for the year. Deferred Tax resulting from timing differences between book & tax profits is accounted for under the liability method, at the substantively enacted rate of tax on the balance sheet date, to the extent that the timing differences are expected to crystallise/capable of reversal as deferred tax charge/benefit in the profit & loss account and as deferred tax liability/assets in the balance sheet.

(N) PROVISIONS

A provision is recognized when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best management estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current management estimates.

(O) SEGMENT REPORTING POLICIES

- (i) Identification of segments:

The Company's operating businesses are organized and managed separately according to the nature of products, with each segment representing a strategic business unit that offers different products and serves different markets.

- (ii) Inter Segment Transfers:

Inter segment transfers have been priced based on market prices charged to external customers for similar goods. These are then eliminated.

- (iii) Unallocated items:

Common unallocable costs and corporate income and expenses are considered as a part of un-allocable income and expense, which are not identifiable to any business segment.

(P) EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the year. For the purpose of calculating Diluted Earnings per Share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential Equity shares.



(III) NOTES TO ACCOUNTS

1. CONTINGENT LIABILITIES NOT PROVIDED FOR

	March 31, 2010 (Rs.)	March 31, 2009 (Rs.)
a) Counter guarantees given to bankers against Bank guarantees	426,94,19,657	376,14,36,603
b) Indemnity Bonds/Performance Bonds/ Surety Bonds / Corporate guarantees given to clients	119,48,99,037	67,93,17,930
c) Value added Tax liability	28,95,57,881	18,02,90,873
d) Demand of stamp duty on Real Estate Project	57,41,980	57,41,980
e) Claims against the company not Acknowledged as debt	29,56,42,739	29,24,06,394
f) Excise duty demand for F.Y. 1998-99 & 2000-2001	46,37,000	46,37,000
g) Service tax demand on disputed availment of abatement on account of free supply of material by the Client	108,37,50,234	54,14,48,666

Based on legal opinion taken by the Company, discussions with the advocates etc, the Company believes that there is fair chance of decisions in its favour in respect of all items listed in (c) to (g) above and hence no provision is considered necessary against the same.

- Capital commitments :- Capital contracts remaining to be executed (net of payments) and not provided for Rs. 23,95,000/- (Previous Year Rs. 52,000/-)
- The subsidiary of the parent Company has purchased transit mixtures amounting to Rs. 92,14,430/- (P.Y. Rs. 4,36,94,876/-) (net of excise duty of Rs.7,48,961/- (P.Y.Rs. 60,64,424/-). In view of the nature of business of the company , transit mixtures are considered as Plant & Machinery & according cenvat credit of Rs.3,74,480/- (P.Y. Rs.30,32,212/-), being 50% of total Cenvat, has been claimed during the current year & rest 50% , Rs.3,74,480/- (P.Y. Rs. 30,32,212/-) has been carried forward to be claimed in next year as per law.
- The subsidiary of the parent company purchased raw material from the parties on the basis of the purchase order on F.O.R. basis, delivery at the plant of the suppliers. However such suppliers while raising bills reflect the amount by splitting into two bills one for material & other for the cartage. The company does not stipulate any service tax liability on the amount paid on account of cartage on the material as the payment for cartage is made on behalf of the parties who supplied material to the company. The Company has taken a legal opinion from an expert advising that the Company is not liable to service tax consequently no service tax liability in this connection has been provided.
- The subsidiary of the parent company charged loading and unloading charges from the customers and the management claims that there could not be any sales tax/ VAT liability.
- In the opinion of the Board, Current Assets, Loans and Advances are approximately of the value stated if realised in the ordinary course of business. The provisions for depreciation and for all known liabilities are adequate and not excess of the amount considered necessary.
- The Company has initiated the process of obtaining confirmation from suppliers who have registered themselves under the Micro Small Medium Enterprises Development Act, 2006 (MSMED Act, 2006). Based on the information available with the Company, the balance due to Micro & Small Enterprises as defined under the MSMED Act, 2006 is as under:



		Rs. In Lacs	
No.	Details of Dues to Micro, Small and Medium Enterprises as per MSMED Act, 2006	2010	2009
i	The Principal amount and the interest due thereon remaining unpaid to any supplier as at the end of year.		
	Principal Amount Unpaid	26,34,117	25,67,758
	Interest Due	3,30,069	2,28,000
ii	The amount of interest paid by the buyer in terms of section 16, of the Micro, Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during the year		
	Payment made beyond the Appointed Date	-	-
	Interest Paid beyond the Appointed Date	-	-
iii	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprise Development Act, 2006	-	-
iv	The amount of interest accrued and remaining unpaid at the end of the year; and	3,30,069	2,28,000
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 the Micro, Small and Medium Enterprise Development Act, 2006	-	-

- 8 (a) Sundry Debtors, Advances Recoverable and Sundry Creditors appearing in the Balance Sheet are subject to confirmation.
- (b) Advance payments received towards contracts are secured by Bank Guarantees and/or indemnity bonds issued by the company.
- 9 (a) Fixed Deposit Receipts to the tune of Rs. 36,84,97,851/- (P.Y. Rs. 30,73,26,600/-) along with interest accrued Rs. 3,01,57,404/- (P.Y. Rs.2,55,92,899/-) have been pledged with the Company's Bankers as margin for Bank Guarantees, Letters of Credits, Security Deposit and for Loans obtained from Banks.

(b) Working capital facilities & Bank Guarantees availed by the company

- From Canara Bank are secured by way of

- 1) Personal guarantee of (1) Mr. Bikramjit Ahluwalia (2) Mr. Shobhit Uppal, (3) Mrs. Sudershan Walia and (4) Mr. Vikaas Ahluwalia.
- 2) 1st. Pari passu charge on stock and Receivable.
- 3) Equitable mortgage of Commercial property at Plot. No.A-177,Okhla Industrial Area, Phase-I, New Delhi- Rs 2.28 Crores, valuation report dated 3.3.2007, equitable mortgage of Commercial property at Plot No. 4, Community Centre, Saket, New Delhi – Rs 9.76 Crores, valuation report dated 8.12.2007, equitable mortgage of Residential property at Plot No. B-7, Saket, New Delhi –Rs 5.79 Crores, valuation report dated 3.3.2007.

- From Yes Bank Limited are secured by way of

- 1) First pari passu charge on the current assets of the company with other Banks in multiple banking arrangements.



- 2) Personal guarantee of (1) Mr. Bikramjit Ahluwalia and (2) Mrs. Sudershan Walia.
- **From Standard Chartered Bank are secured by way of**
- 1) First pari passu charge on the current assets of the company along with other Banks in multiple banking arrangements.
 - 2) Personal guarantee of (1) Mr. Bikramjit Ahluwalia (2) Mr. Shobhit Uppal (3) Mrs. Sudershan Walia and (4) Mr. Vikaas Ahluwalia.
- **From Axis bank are secured by way of**
- 1) First pari passu charge on the current assets of the company, along with other banks in Multiple Banking Arrangement.
 - 2) Personal Guarantee of (1) Mr. Bikramjit Ahluwalia (2) Mr. Shobhit Uppal (3) Mrs. Sudershan Walia (4) Mr. Vikaas Ahluwalia.
 - 3) Working capital cash credit facility amount to Rs. 7,53,51,635/- and term loan amount to Rs. 6,96,01,356/- taken from Axis Bank are secured by exclusive charge on all current assets, exclusive charge on all Fixed assets (excluding those specifically financed by other lenders). Further secured by unconditional and irrevocable Corporate Guarantee of Holding Company to the extent Rs. 2700 Lacs. And personal guarantee of Mr. Bikramjit Ahluwalia, Chairman & Managing Director of Ahluwalia Contracts India Limited and Mr. Vikaas Ahluwalia Director of the Company.
- **From Kotak Mahindra Bank Ltd. are secured by way of**
- 1) First pari passu charge on all existing and future current assets of the company along with other Banks.
 - 2) Personal guarantee of (1) Mr. Bikramjit Ahluwalia (2) Mr. Vikaas Ahluwalia.
 - 3) Undated cheque in bank's format for the facility amount.
- **From IndusInd Bank Ltd. are secured by way of**
- 1) First pari passu charge on current assets of the company
 - 2) Personal guarantee of (1) Mr. Bikramjit Ahluwalia (2) Mr. Shobhit Uppal (3) Mrs. Sudershan Walia and (4) Mr. Vikaas Ahluwalia.
- **From Citi Bank N.A. are secured by way of**
- 1) First pari passu charge on present and future stocks and book debts of the company.
 - 2) Personal guarantee of (1) Mr. Bikramjit Ahluwalia and (2) Mrs. Sudershan Walia (3) Mr. Shobhit Uppal (4) Mr. Vikaas Ahluwalia.
 - 3) Demand Promissory Note and letter of continuity for Rs 58 Crores.
- **From Bank of Maharashtra Mumbai by way of**
- 1) First pari passu charge on all current assets of the company along with other multiple member banks.
 - 2) Personal guarantee of (1) Mr. Bikramjit Ahluwalia (2) Mr. Shobhit Uppal (3) Mrs. Sudarshan Walia (4) Mr. Vikaas Ahluwalia.
 - 3) Pledge of 15,00,000 Equity shares of the company belonging to the promoters of the Company.
- **From IDBI Bank Ltd. are secured by way of**
- 1) First pari passu charge on entire current assets of the company along with other banks in multiple banking arrangement.
 - 2) Personal Guarantee of (i) Mr. Bikramjit Ahluwalia (ii) Mrs. Sudarshan Walia.



- **From State Bank of Patiala are secured by way of**

- 1) First pari passu charge on the current assets of the company along with other banks in multiple banking arrangement.
- 2) Personal Guarantee of (i) Mr.Bikramjit Ahluwalia (ii) Mr.Shobhit Uppal (iii)Mrs Sudarshan Walia (iv)Mr.Vikaas Ahluwalia.

- **From ING Vysya Bank Ltd.are secured by way of**

- 1) First pari passu charge on the entire present and future current assets of the company with other banks.
- 2) Personal Guarantee of (i) Mr.Bikramjit Ahluwalia (ii) Mrs.Sudarshan Walia (iii) Mr.Shobhit Uppal (iv) Mr Vikaas Ahluwalia.

- **From Punjab & Sind Bank are secured by way of**

- 1) First pari passu charge on current assets both present & future viz Raw Materials,Semi finished and finished goods,Consumables,Stores and Spares,Book Debts etc.with participating Lenders.
- 2) Pledge of 102,71,380 equity shares of the company of the promoters.
- 3) Personal Guarantee of (i) Mr.Bikramjit Ahluwalia (ii) Mrs.Sudarshan Walia (iii) Mr.Vikaas Ahluwalia.

(c) Term Loan facilities:

- **From Standard Chartered Bank is secured by way of**

- 1) First and exclusive charge of assets financed by the bank.
- 2) Personal guarantee of Mr. Bikramjit Ahluwalia.
- 3) Post dated cheques

- **From Punjab & Sind Bank**

- 1) Negative Lien on licensing rights and future lease rental receivables.
 - 2) All future lease rentals to be received will be charged to bank and company not to raise any loan against such Rent/Lease receivables.
 - 3) Personal Guarantee of (i) Mr.Bikramjit Ahluwalia (ii) Mrs.Sudarshan Walia (iii) Mr.Vikaas Ahluwalia
- (d) Term Loan facilities taken for machinery / vehicle from ABN Amro Bank, ICICI Bank Ltd., HDFC Bank Ltd., Kotak Mahindra Bank Ltd., Standard Chartered Bank, Bank of Maharashtra are secured by way of hypothecation of specified machinery / vehicle. Further secured by personal guarantee of the Managing Director.
- (e) Other Term Loan from Citi Corp Finance Ltd., L&T Finance Ltd., TML Financial Services Ltd., Reliance Capital Finance Ltd., Magma Fincorp Ltd., SREI Equipments Finance Pvt. Ltd. are secured by way of hypothecation of specified machinery / vehicle. Further secured by personal guarantee of the Managing Director.

(f) Bank guarantees facilities availed from –

- 1) Allahabad Bank is secured by way of
 - a) First pari passu charge/ Hypothecation charge over entire current assets of the company both present and future.
 - b) Pledge of 14,00,000 equity shares of Ahlcon Parenterals (India) Limited.



- c) Equitable mortgage of residential property of Mr. Bikramjit Ahluwalia at B-10 Saket, New Delhi, value Rs 7.53 Crores as on 7.4.2006.
- d) Personal Guarantee of:(i) Mr. Bikramjit Ahluwalia (ii) Mrs. Sudershan Walia (iii) Mr. Shobhit Uppal (iv) Mr. Vikaas Ahluwalia
- 2) Bank of Maharashtra New Delhi is secured by way of 100% cash margin.
- 3) Syndicate Bank is secured by way of
 - a) First pari passu charge on entire current assets of the company along with other bankers
 - b) Personal Guarantee of:(i) Mr. Bikramjit Ahluwalia (ii) Mrs. Sudershan Walia (iii) Mr. Shobhit Uppal. (iv) Mr. Vikaas Ahluwalia.
- 4) ICICI Bank Ltd. is secured by way of
 - a) First pari passu charge on the current assets of the company.
 - b) Personal Guarantee of:(i) Mr. Bikramjit Ahluwalia (ii) Mrs. Sudershan Walia.
- 10. The parent company is mainly engaged in the business of construction. Keeping in view the multifarious jobs at different sites and practical difficulties in measuring building material, individual details with regard to quantities of stock, production, turnover and consumption of raw materials are not given.
- 11. (i) Sundry debtors includes amount due from companies in which Directors are interested Rs. 60,750/- (P.Y. Rs.- Nil-) (Maximum balance at any time during the year Rs. 1,04,406/- (P.Y. Rs. 30,61,758/-).
- (ii) Sundry debtors includes amount due from Key Management personnel in which Directors are interested Rs 51,29,325/- (P.Y. Rs.- Nil-) (Maximum balance at any time during the year Rs. 51,29,325/- (P.Y. Rs. -Nil-).
- (iii) Advance recoverable in cash or in kind or for value to be received includes amount due from companies in which Directors are interested Rs. 6,03,79,801/- (P.Y. Rs. 4,96,94,606/-) Maximum balance at any time during the year Rs. 18,38,51,952/- (P.Y. Rs. 10,96,55,248/-).
- 12. A sum of Rs. 75,652/- Debit (P.Y. Rs. 27,350/- Debit), relating to earlier years have been considered in respective heads of accounts.
- 13. Employee Benefits:
 - a) Effective from 1st January'2007, the Company adopted Accounting Standard 15 (Revised 2005) on "Employee Benefits" issued by the Institute of Chartered Accountant of India.
 - c) The following table sets out the status of the gratuity scheme plan as at 31st March, 2010.

ANNEXURE TO AND FORMING PART OF AS 15 (REVISED 2005) REPORT AS ON 31.03.2010 UNDER GRATUITY PLAN

I. Assumptions:	As on 31.03.2009	As on 31.03.2010
Discount Rate:	7.00%	7.60%
Rate of increase in Compensation levels:	5.00%	7.00%
Rate of Return on Plan Assets:	9.25%	9.25%



	As on 31.03.2009	As on 31.03.2010
II. Table Showing Changes in Present Value of Obligations during the period		
Present Value of Obligation as at the beginning of the period	3,31,20,731	4,24,44,635
Acquisition adjustment	-	-
Interest Cost	26,49,658	29,72,414
Past Service Cost	-	-
Current Service Cost	63,99,480	84,94,523
Benefit Paid: (i) Direct Payment out of the resources of the enterprise	(3,24,154)	NIL
(ii) Payment made out of the fund	(22,35,194)	(15,15,742)
Actuarial (gain)/ loss on obligations	28,34,114	43,95,021
Present Value of Obligation as at the end of the period	4,24,44,635	5,67,90,851
III. Table Showing changes in the Fair value of Plan Assets during the period		
Fair Value of Plan Assets at the beginning of the period	1,12,98,607	2,06,21,365
Acquisition Adjustments	-	-
Expected Return on Plan Assets	10,33,823	19,07,476
Contributions	98,51,244	86,69,356
Benefits Paid	(22,35,194)	(15,15,742)
Actuarial Gain /(loss) on Plan Assets	6,72,885	5,82,311
Fair Value of Plan Assets at the end of the period	2,06,21,365	3,02,64,766
IV. Tables showing Fair Value of Plan Assets		
Fair value of plan asset at the beginning of period	1,12,98,607	2,06,21,365
Acquisition Adjustments	-	-
Actual return on plan assets	17,06,708	24,89,787
Contributions	98,51,244	86,69,356
Benefits Paid	(22,35,194)	(15,15,742)
Fair value of plan assets at the end of period	2,06,21,365	3,02,64,766
Funded Status	(2,14,70,270)	(2,57,03,085)
Excess of actual over expected return on plan assets	6,72,885	5,82,311
V. Actuarial Gain / Loss Recognized form the period		
Actuarial gain/(loss) for the period – Obligation	(28,34,114)	(43,78,021)
Actuarial (gain)/loss for the period - Plan Assets	(6,72,885)	(5,82,311)
Total (gain) / loss for the period	21,61,229	37,95,710
Actuarial (gain) / loss recognized in the period	21,61,229	37,95,710
Unrecognized actuarial (gains) / losses at the end of period	-	-
VI. The amounts to be recognized in Balance Sheet and Statement of Profit and Loss		
Present Value of Obligation as at the end of the period	4,24,44,635	5,67,90,851
Fair Value of Plan Assets as at the end of the period	2,06,21,365	3,02,64,766
Funded Status	(2,14,70,270)	(2,57,03,085)
Unrecognized Actuarial (gains) / losses	-	-
Unrecognized Past Service Cost (Non Vested Benefits)	-	-
Net Liability Recognized in Balance Sheet	2,18,23,270	2,65,26,085



	As on 31.03.2009	As on 31.03.2010
VII. Expense recognized in the Statement of Profit and Loss for the period		
Current Service Cost	63,99,480	88,90,523
Past Service Cost	-	-
Interest Cost	26,49,658	29,46,414
Expected Return on Plan Assets	(10,33,823)	(19,07,476)
Curtailement Cost / (Credit)	-	-
Settlement Cost / (Credit)	-	-
Net actuarial (gain)/ loss recognized in the period	21,61,229	37,95,710
Expenses Recognized in the statement of Profit & Loss	98,23,544	1,29,02,171
VIII. Amount for the current period		
Present Value of Obligation	4,24,44,635	5,67,90,851
Plan Assets	2,06,21,365	3,02,64,766
Surplus (Deficit)	(2,18,23,270)	(2,65,26,085)
Experience adjustments on plan liabilities - (Loss)/Gain	(95,38,068)	(15,70,556)
Experience adjustments on plan assets - (Loss)/Gain	6,72,885	5,82,311

IX. The Company's Gratuity fund is managed by Life Insurance Corporation of India. The plan assets under the fund are deposited under approved securities.

14. AUDITORS' REMUNERATION

	Current Year (Rs.)	Previous Year (Rs.)
(i) As Audit Fee	14,58,900	14,58,900
(ii) Tax Audit Fee	2,58,800	2,20,600
(iii) Certification & other matters	13,236	37,750
(iv) Out of pocket expenses	82,244	-
TOTAL	18,13,180	17,17,250

15. Managerial Remuneration paid/payable to Chairman and Managing Director, and other Directors for the period are as follows:

	Current Year (Rs.)	Previous Year (Rs.)
Salaries & other Allowances	1,69,21,192	1,58,91,124
Contribution to Provident fund	1,41,544	54,994
Perquisites	10,04,321	10,15,677
TOTAL	1,80,67,057	1,69,61,795
Directors sitting fees	70,000	77,500

16. a) Current tax is calculated in accordance with the tax laws applicable to the current financial year and accordingly charged to the profit and loss account for the year.



b) The breakup of net deferred tax liability / (assets) is as under :-

	As on 31.03.2010		As on 31.03.2009	
	Deferred Tax liability	Deferred Tax Assets	Deferred Tax liability	Deferred Tax Assets
Depreciation difference between book & Income tax	2,66,20,648	12,81,73,604	2,04,89,263	10,95,46,257
Expenses allowable on actual payments	-	2,31,89,500	-	1,74,67,000
TOTAL	2,66,20,648	15,13,63,104	2,04,89,263	12,70,13,257
Net deferred tax liability / (assets) as on date	-	(12,47,42,456)	-	(10,65,23,994)
Net deferred tax liability / (assets) for the year	-	(1,82,18,462)	-	(6,88,83,014)

17. Related Party Disclosure:

List of Related Parties (as ascertained by the management)

1. Parties under common control & Associates:

M/s. Ahlcon Parenterals (India) Limited
 M/s. Tidal Securities Private Ltd.
 M/s. Ahlcons India Private Limited
 M/s. Capricon Industrials Ltd.
 M/s. Ahluwalia Builders & Development Group Pvt. Ltd.
 M/s. Ahluwalia Construction Group

2. Key Management Personnels:

Mr. Bikramjit Ahluwalia	Chairman & Managing Director
Mr. Shobhit Uppal	Dy. Managing Director
Mr. Vikaas Ahluwalia	Whole Time Director
Mrs. Sudershan Walia	Whole Time Director
Mr. Vinay Pal	Director
Mr. Vivek Arora	Whole Time Director of subsidiary company

3. Relative of Key Management Personnels:

Mrs. Rohini Ahluwalia	Daughter of Chairman & Managing Director
Mrs. Rachna Uppal	Daughter of Chairman & Managing Director
Mrs. Mukta Ahluwalia	Daughter of Chairman & Managing Director
Mrs. Pushpa Rani	Sister of Chairman & Managing Director

4. Non Executive & Independent Directors:

Mr. Arun Kumar Gupta	
Mr. Virender Kumar Sachdeva	(Part of the year – due to sudden demise on 10.10.2009)
Mr. S. K. Chawla	
Mr. Balbir Singh	
Dr. Sushil Chandra (Appointed on 08.03.2010)	



Transactions with Related Parties

		Current Year (Rs.)	Previous Year (Rs.)
i) Interest paid			
Parties under common control & Associates:	:	-	11,24,228
ii) Sale of goods			
Key management personnel & their relatives	:	24,25,525	5,10,70,207
iii) Rent received			
Parties under common control & Associates:	:	10,03,968	10,03,968
iv) Payment against contract work			
Parties under common control & Associates:	:	31,43,63,833	11,97,21,124
v) Purchase of materials			
Parties under common control & Associates:	:	85,19,155	1,16,75,829
Key management personnel & their relatives	:	15,42,697	68,54,323
vi) Rent Paid			
Key management personnel & their relatives	:	72,60,000	75,54,292
vii) Managerial Remuneration			
Key management personnel	:	1,80,67,057	1,69,61,795
viii) Loan repaid			
Parties under common control & Associates:	:	-	95,00,000
Hire Charges			
Key management personnel & their relatives	:	25,55,483	-
ix) Dividend received			
Parties under common control & Associates:	:	37,500	40,50,135
x) Dividend paid			
Key management personnel & their relatives	:	2,96,58,312	2,94,92,232
Parties under common control & Associates	:	17,500	-
xi) Investments			
Parties under common control & Associates:	:	-	-
xii) Payment against Professional			
Non Executive & Independent Directors	:	-	1,29,214
xiii) Receipts against contract work			
Key management personnel & their relatives	:	1,01,12,038	-

Amount Due from / to Related Parties:

		Current Year (Rs.)	Previous Year (Rs.)
(i) Due from related parties			
Sundry Debtors			
Parties under common control & Associates:	:	60,750	-
Key management personnel and their relatives	:	51,29,325	-
Advance recoverable in cash or in kind or for value to be received			
Parties under common control & Associates:	:	6,03,79,801	4,96,94,606
Investments			
Parties under common control & Associates:	:	5,88,940	5,88,940
(ii) Due to related parties			
Remuneration and Rent			
Key management personnel and their relatives	:	1,03,79,331	46,10,052
Advance against contracts/supply			
Key management personnel and their relatives	:	1,65,70,343	2,04,59,756



18. Earnings Per Share:

	Current Year	Previous Year
a) Weighted average number of equity Shares of Rs.2/- each.	6,27,62,560	6,27,62,560
b) Net profit after tax available for equity share holders (Rs.)	81,77,57,309	57,28,71,852
c) Basic earning (in rupees) per share of Rs.2/- each (Rs.)	13.03	9.13
d) Diluted earning (in rupees) per share of Rs. 2/- each (Rs.)	13.03	9.13

19. Disclosure in accordance with Accounting Standard –7 (Revised) amount due from/to customers on construction Contracts

	Current Year	Previous Year
Contract revenue recognized as revenue in the period	15,65,45.84	1,14,222.51
Contract costs incurred and recognised profits (less recognised losses) upto the reporting date	1,54,463.82	1,11,529.78
Advances received	20,412.73	23,170.46
Retention money	6,769.70	5,371.58
Gross amount due from customers for contract work	335.18	144.63
Gross amount due to customers for contract work	-	-

Note: The above information is given only in respect of contracts entered into on or after 01.04.2003 and is in progress as on balance sheet date.

20. The effect of acquisition of the subsidiaries during the year on the consolidated financial statement are as under:

Name of the subsidiary	Effect on Group profit		Effect on Group net assets	
M/s. Ahlcon Ready Mix Concrete Pvt. Ltd.	Increased by	Rs. 1.51	Increased by Rs.	1885.97
M/s. Dipesh Mining Pvt. Ltd.	Decreased by	Rs. 0.49	Increased by Rs.	105.42
M/s. Jiwan Jyoti Traders Pvt. Ltd.	Decreased by	Rs. 0.38	Increased by Rs.	92.55
M/s. Paramount Dealcomm Pvt. Ltd.	Decreased by	Rs. 0.55	Increased by Rs.	95.65
M/s. Premsagar Merchants Pvt. Ltd.	Decreased by	Rs. 0.43	Increased by Rs.	105.52
M/s. Splendor Distributors Pvt. Ltd.	Decreased by	Rs. 0.41	Increased by Rs.	101.41

21. The unsecured loan from others have been taken during the period prior to becoming subsidiary company hence not considered u/s 58A of the Companies Act 1956.

22. Figures relating to subsidiaries have been regrouped/ reclassified where ever considered necessary to bring them in line with the company's financial statements.

As per our report of even date annexed

For ARUN K. GUPTA & ASSOCIATES

Firm Registration No. 000605N
CHARTERED ACCOUNTANTS

GIREESH KUMAR GOENKA

Partner
M.No. 096655

BIKRAMJIT AHLUWALIA

Chairman & Managing Director
(Chief Executive Officer)

S.K. SACHDEVA

Executive Director - F&A
(Chief Financial Officer)

SHOBHIT UPPAL

Dy. Managing Director

VIJAY KUMAR JAIN

General Manager - F&A

VIPIN KUMAR TIWARI

D.G.M. (Corporate) &
Company Secretary

Place : New Delhi
Date : 29-05-2010

**Consolidated Cash Flow Statement** for the Year ended as on 31st March, 2010

	As at 31.03.2010	As at 31.03.2009
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Tax and extra ordinary items	1,260,521,575	880,549,368
Adjustment for:		
Depreciation	353,795,686	479,363,715
Interest Received	(42,611,284)	(46,568,228)
Interest Paid	181,688,243	146,316,167
Rent Received	(7,675,968)	(7,675,968)
Provision for diminution in value of Investments	(12,127)	(8,276)
Miscellaneous Expenses written off	275,776	422,032
Profit on Sale of Fixed Assets	(47,438)	0
Loss on Sale of Fixed Assets	898,723	3,246,687
Profit on Sale of Shares	0	(13,200,796)
Operating Profit before working Capital Changes:	1,746,833,186	1,442,444,701
Adjustment for:		
Trade Receivables	(302,753,299)	(905,111,131)
Inventories	(203,562,178)	(595,254,621)
Trade Payables	229,204,622	800,951,664
Loans and Advances	(79,259,056)	(99,151,003)
Cash generated from Operations:	1,390,463,276	643,879,610
Direct Taxes Paid	(460,532,728)	(376,150,060)
Increase in Miscellaneous Expenditure	0	0
Net Cash from Operating Activities	(A) 929,930,547	267,729,550
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(496,077,547)	(914,667,043)
Purchase of Shares	0	(14,400,000)
Investment in Joint Venture	0	13,698,443
Sale of Shares	0	41,348,771
Sale of Fixed Assets	1,581,131	171,069,728
Interest Received	42,611,284	46,568,228
Rent Received	7,675,968	7,675,968
Net Cash from Investing Activities	(B) (444,209,164)	(648,705,905)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long term borrowings	254,336,434	366,173,548
Repayment of Long term borrowings	(338,530,135)	(435,800,674)
Movement in Short term borrowings	678,512,835	383,640,621
Interest Paid	(181,688,243)	(146,316,167)
Dividend Paid (Including dividend distribution tax)	(51,400,342)	(51,400,342)
Net Cash from Financing Activities	(C) 361,230,548	116,296,986
Net Increase/Decrease in Cash & Cash Equivalents	846,951,932	(264,679,369)
Cash & Cash equivalents (Opening)	900,601,554	1,165,280,923
Cash & Cash equivalents (Closing)	1,747,553,486	900,601,554

Notes:- 1) Cash & cash equivalents as at year end includes deposits pledged with bank Rs. 36,84,97,851/- P.Year Rs. 30,73,26,600/- & unpaid dividend account Rs. 2,79,877/- P.Year Rs. 2,24,806/-

2) Cash flow statement has been prepared under the indirect method as set out in the Accounting Standard (AS) 3: "Cash Flow Statements" issued by the Institute of Chartered Accountants of India.

3) Previous year's figures have been regrouped/reclassified wherever considered necessary.

As per our report of even date annexed

On behalf of the Board of Directors

For ARUN K. GUPTA & ASSOCIATES

Firm Registration No. 000605N

CHARTERED ACCOUNTANTS

GIREESH KUMAR GOENKA

Partner

M.No. 096655

Place : New Delhi

Date : 29-05-2010

BIKRAMJIT AHLUWALIA

Chairman & Managing Director

(Chief Executive Officer)

S.K. SACHDEVA

Executive Director - F&A

(Chief Financial Officer)

SHOBHIT UPPAL

Dy. Managing Director

VIJAY KUMAR JAIN

General Manager - F&A

VIPIN KUMAR TIWARI

D.G.M. (Corporate) &

Company Secretary



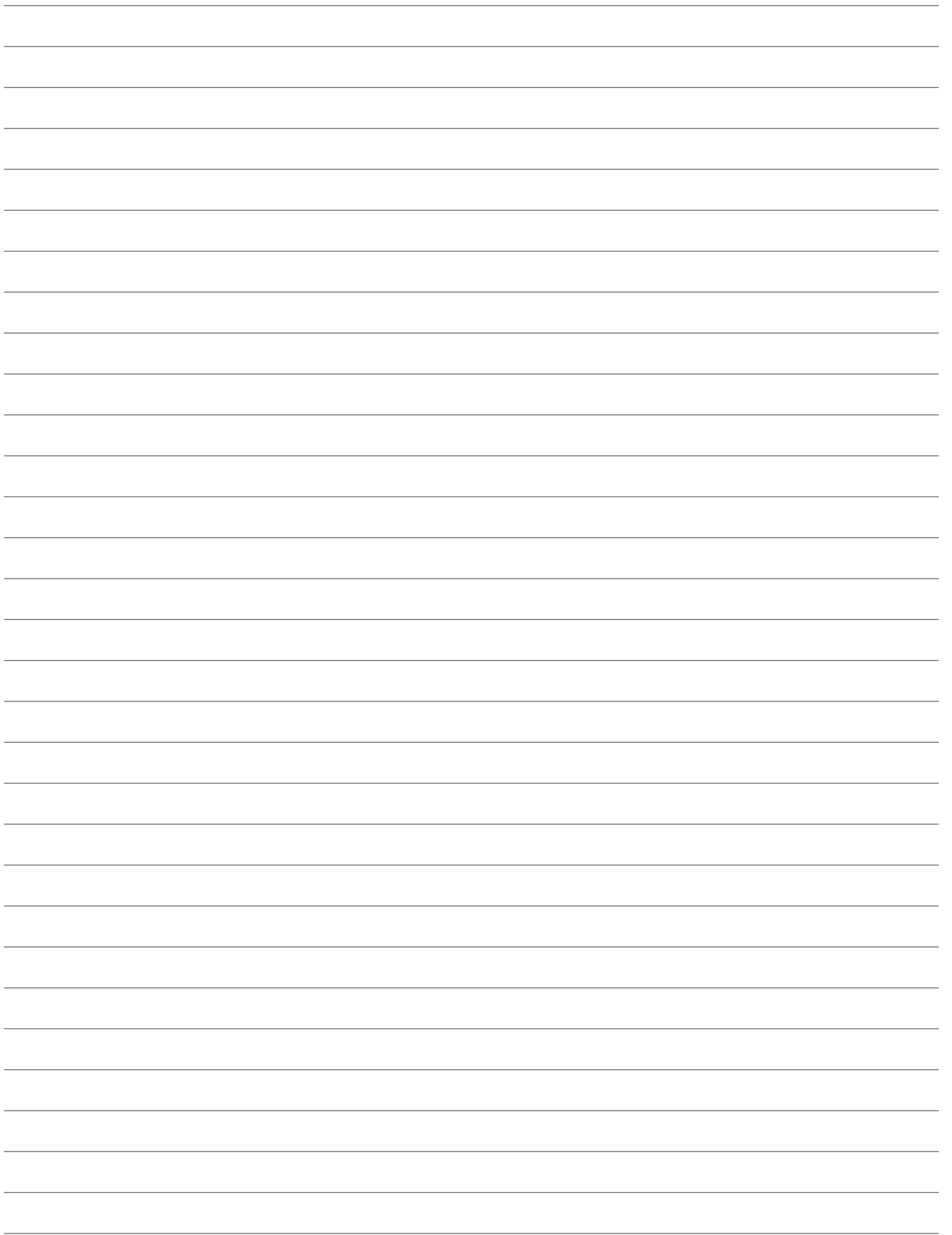
Statement pursuant to Section 212 of the Companies Act, 1956 relating to Subsidiary Companies

Name of the subsidiary Company	Ahlcon Ready Mix Concrete Pvt. Ltd.	Premasagar Merchants Pvt. Ltd.	Splendor Distributors Pvt. Ltd.	Paramount Dealcomm Pvt. Ltd.	Jiwanjyoti Traders Pvt. Ltd.	Dipesh Mining Pvt. Ltd.
Financial year of the Subsidiary Company	31.03.2010	31.03.2010	31.03.2010	31.03.2010	31.03.2010	31.03.2010
Number of Share in subsidiary Company held by Ahluwalia Contracts (India) Ltd at the above dated						
Equity Nos. :	6549000	10000	10000	10000	10000	10000
Face Value :	Rs. 10/- Each	Rs. 10/- Each	Rs. 10/- Each	Rs. 10/- Each	Rs. 10/- Each	Rs. 10/- Each
The extent of interest in Subsidiary Company of Ahluwalia Contracts (India) Ltd. as the above date.	100%	100%	100%	100%	100%	100%
The Net aggregate of Profit, Less losses of the subsidiary Company so far as it concerns the members of Ahluwalia Contracts (India) Ltd.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
i. Dealt with in the accounts of Ahluwalia Contracts (India) Ltd. Amounted to :						
a. For subsidiary's Financial Year ended 31/03/2010	NIL	NIL	NIL	NIL	NIL	NIL
b. For previous Financial Years of the subsidiary since it became subsidiary of Ahluwalia Contracts (India) Ltd.	NIL	NIL	NIL	NIL	NIL	NIL
ii. Not dealt with in the accounts of Ahluwalia Contracts (India) Ltd. Amounted to :						
a. For subsidiary's Financial Year ended on March 31, 2010	151042	(43501)	(40556)	(55454)	(38426)	(49193)
b. For Previous Financial Year of the subsidiary since it became subsidiary of of Ahluwalia Contracts (India) Ltd.	(4216957)	(15947)	(15980)	(15782)	(16019)	(15143)
Changes in the interest of Ahluwalia Contracts (India) Ltd. Between the end of the Subsidiary's financial year and March 31, 2010	NIL	NIL	NIL	NIL	NIL	NIL
Number of Shares Acquired	NIL	NIL	NIL	NIL	NIL	NIL
Material changes between the end of the subsidiary's financial year and March 31, 2010						
Fixed Assets (net additions)	NIL	NIL	NIL	NIL	NIL	NIL
Investments	NIL	NIL	NIL	NIL	NIL	NIL
Money lent by the subsidiary	NIL	NIL	NIL	NIL	NIL	NIL
Money borrowed by the subsidiary Company other than for meeting current liabilities	NIL	NIL	NIL	NIL	NIL	NIL



Statement pursuant to exemption received under Section 212(8) of the Companies Act, 1956 relating to Subsidiary Companies

Name of the subsidiary Company	Ahlcon Ready Mix Concrete Pvt. Ltd.	Premasagar Merchants Pvt. Ltd.	Splendor Distributors Pvt. Ltd.	Paramount Dealcomm Pvt. Ltd.	Jiwanjyoti Traders Pvt. Ltd.	Dipesh Mining Pvt. Ltd.
Financial year of the Subsidiary Company	31.03.2010	31.03.2010	31.03.2010	31.03.2010	31.03.2010	31.03.2010
Share Capital	6,54,90,000	1,00,000	1,00,000	1,00,000	1,00,000	1,00,000
Loans	26,92,54,144	1,04,51,928	1,00,40,678	94,64,678	91,55,678	1,04,41,553
Current Liabilities	22,12,13,432	1,38,140	6,008	54,732	6,729	9,22,257
TOTAL LIABILITIES	55,59,57,576	1,06,90,068	1,01,46,686	96,19,410	92,62,407	1,14,63,810
Net Fixed Assets	32,43,82,820	81,53,687	83,27,180	82,88,597	83,60,046	91,43,621
Current Assets	22,75,08,841	24,76,933	17,62,970	12,59,577	8,47,916	22,51,436
Profit & Loss Account	40,65,915	59,448	56,536	71,236	54,445	68,753
TOTAL ASSETS	55,59,57,576	1,06,90,068	1,01,46,686	96,19,410	92,62,407	1,14,63,810
Sale/Receipts	665142403	-	-	-	-	-
Profit Before Tax	8711147	(35290)	(32328)	(47328)	(30177)	(39121)
Profit After Tax	151042	(43501)	(40556)	(55454)	(38426)	(49193)





AHLUWALIA CONTRACTS (INDIA) LTD

Regd. Office: Ahluwalia House, 4, Community Centre, Saket, New Delhi - 110017

ATTENDANCE SLIP

Name of the Shareholders/ Proxy*.....

DP.ID**

Client ID**

Folio No.

No. of Shares held

I here by record my presence at the 31st Annual General Meeting held at Ahlcon Public School, Mayur Vihar, Phase-I, Delhi-91 on Friday, the 17th day of September, 2010 at 4.00 p.m.

Signature of the Shareholder/ Proxy

* Strike out whichever is not applicable

** Applicable for investors holding shares in electronic form

Note : Please handover the slip at the entrance of the Meeting venue.

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AHLUWALIA CONTRACTS (INDIA) LTD

Regd. Office: Ahluwalia House, 4, Community Centre, Saket, New Delhi - 110017

PROXY FORM

I/We S/o or W/oIn the district of being Member(s) of the above named Company hereby appoint,S/o or W/o in the district of or failing him/her S/o or W/o in the district of as my/our proxy to attend and vote for me us on my/our behalf at the 31st Annual General Meeting of the Company to be held at Ahlcon Public School, Mayur Vihar, Phase-I, Delhi-91 on Friday the 17th September, 2010 at 4.00 p.m. and at any adjournment(s) thereof.

Signed at This day of2010.

Name of the Shareholders/ Proxy*.....

DP.ID**

Client ID**

Folio No.

No. of Shares held

* Applicable for investors holding shares in electronic form.

Affix Rs.1.00
Revenue
Stamp

Notes : 1. The Proxy need not be a member.

2. The form of Proxy, duly signed across Rs. 1 revenue stamp should reach the Company, not less than 48 hours before the time fixed for the meeting

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REGISTERED OFFICE:**AHLUWALIA HOUSE**

4, Community Centre
Saket, New Delhi-110017
Tel.: +91-11-41664016
Fax: +91-11-26852036

CORPORATE OFFICE:

1, Okhla Industrial Area,
Phase-III, New Delhi-110020
Tel.: +91 11 49410500
Fax: +91 11 49410553

HEAD OFFICE:

M-1, Saket, New Delhi - 110017
Tel.: +91 11 40504500
Fax: +91 11 40504558

REGISTRAR & SHARE TRANSFER AGENTS:

Link Intime India Pvt. Ltd.
A-40, 2nd Floor,
Naryana Industrial Area,
Phase-II, New Delhi-110028
Tel.: 91-11-41410592-94
Fax: 91-11-41410591
E-mail: delhi@linkintime.co.in

STOCK EXCHANGES:

NATIONAL STOCK EXCHANGE LTD.
Exchange Plaza, C-1, Block - G
Bandra Kurla Complex, Bandra (East)
Mumbai - 400051
Tel.: 022-26598190/191

BOMBAY STOCK EXCHANGE LTD.

25th Floor, P.J. Towers Dalal Street,
Mumbai – 400001
Fax: 022-22722082
Tel.: 022-22721233/ 34
BSE SCRIP CODE: [532811]

DELHI STOCK EXCHANGE LTD.

DSE House, 3/2, Asaf Ali Road,
New Delhi – 110002
Tel.: 91-1-23292417-418
Fax: 91-11-23292181-2176
DSE CODE: [7526]

JAIPUR STOCK EXCHANGE LTD.

Stock Exchange Building
Jawahar Lal Nehru Marg
Malviya Nagar, Jaipur – 302017
Tel.: 0141-2729100
Fax: 0141-2729082
JSE CODE: [922]

CALCUTTA STOCK EXCHANGE LTD.

7, Lyons Range, Kolkata – 700001
Ph. : 033-22104470-4477
CSE CODE: [011134]

DEMATERIALIZATION OF SHARES

ISIN NO.: INE 758C01029

Note : Annual Listing fee for the year 2010-11 has been paid to all the Stock Exchanges.

BOOK - POST



Ahluwalia Contracts (India) Limited

Ahluwalia House, 4 Community Centre, Saket, New Delhi - 110017

Tel.: 91-11-41664016, 91-11-65641898 | Fax: 91-11-26852036

E-mail: mail@acilnet.com | Website: www.acilnet.com