

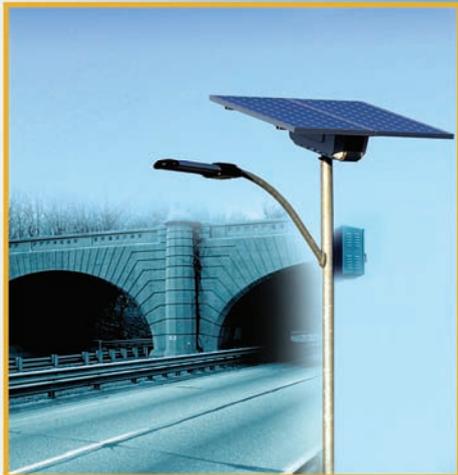
SURANA GROUP



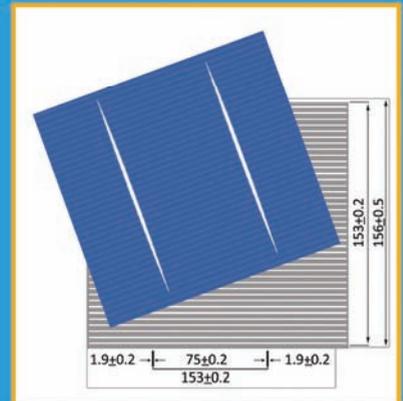
Solar Modules



Solar Lantern



Solar Street Light



Solar Cell

BOARD OF DIRECTORS

G M Surana	-	Chairman
O Swaminatha Reddy	-	Director
R Surender Reddy	-	Director
S R Vijayakar	-	Director
Dr. R N Sreenath	-	Director
Narender Surana	-	Managing Director
Devendra Surana	-	Director
Manish Surana	-	Director – Finance & Technical

COMPANY SECRETARY

Biswaranjan Subudhi

STATUTORY COMMITTEES**AUDIT COMMITTEE**

O Swaminatha Reddy	–	Chairman
G M Surana	–	Member
R Surender Reddy	–	Member
S R Vijayakar	–	Member

SHAREHOLDERS' GRIEVANCE COMMITTEE

G M Surana	–	Chairman
Narender Surana	–	Member
Devendra Surana	–	Member

REGISTRARS & TRANSFER AGENTS

KARVY COMPUTERSHARE PRIVATE LIMITED.

Plot No. 17-24, Vittalrao Nagar,
Madhapur, Hyderabad- 500 081.

Phone # +91-40-44655000

Fax # +91-40-23420814,

Toll Free No. 1800-3454-001

Email ID : einward.ris@karvy.com

Web Site : www.karvy.com

Regd. Office: Karvy House 46, Avenue 4,
Street No. 1, Banjara Hills, Hyderabad - 500 034.

REGISTERED OFFICE

5th Floor, Surya Towers, Sardar Patel Road,
Secunderabad. India - 500 003.

Tel:+ 91 40 27845119, 44665700

Fax: + 91 40 27848851

E-mail : surana@surana.com

Investors : cs@surana.com,
investorservices_svl@surana.com

Website : www.surana.com,
www.suranaventures.com

BANKERS

Indian Overseas Bank
Bank of India

STATUTORY AUDITORS

Sekhar & Co.
Chartered Accountants
133/4, R. P. Road
Secunderabad - 500 003.

INTERNAL AUDITORS

Luharuka & Associates
Chartered Accountants
5-4-187/3&4, Soham Mansion
2nd Floor, Above Bank of Baroda
M G Road, Secunderabad - 500 003.

WORKS :**SOLAR PHOTOVOLTAIC DIVISION**

1. Plot No 212/3, Phase II
I.D.A., Cherlapally
Hyderabad - 500 051.
2. Plot No.21, Ravirayal (Village)
Maheswaram (Mandal)
Rangareddy (Dist)
Fabcity, Hyderabad.

NON-CONVENTIONAL ENERGY (WIND)

1. Kaladhon Village, Khatav Taluka
Satara Dist., Maharashtra.
2. Kurichampatti Village
V.K. Pudur Taluk, Tirunelveli Dist.
Tamilnadu.
3. Puliyyur Village
Tenkasi Taluk, Tirunelveli Dist.
Tamilnadu.



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NOTICE OF ANNUAL GENERAL MEETING

NOTICE is hereby given that the 5th Annual General Meeting of the members of **SURANA VENTURES LIMITED**, will be held on 21st day September, 2011 at 11.30 A.M. at Kamat Lingapur Hotel, 1-10-44/2, Chikoti Gardens, Begumpet, Hyderabad - 500 016, to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2011 and Profit and Loss Account for the year ended 31st March, 2011 along with Auditors' Report & Directors' Report thereon.
2. To declare Dividend for the year ended 31st March, 2011.
3. To appoint a Director in place of Shri Devendra Surana, who retires by rotation and being eligible, offers himself for re-appointment
4. To appoint a Director in place of Shri S.R.Vijayakar, who retires by rotation and being eligible, offers himself for re-appointment
5. To appoint Auditors and to fix their remuneration and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:
"RESOLVED THAT M/s. Sekhar & Co., Chartered Accountants, (Registration No. 003695S), be and are hereby appointed as 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 on such remuneration as shall be fixed by the Board of Directors."

By Order of the Board
For **SURANA VENTURES LIMITED**

Place : Secunderabad **Biswaranjan Subudhi**
Date : 05.08.2011 Company Secretary

NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND ON A POLL TO VOTE INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER. THE INSTRUMENT APPOINTING A PROXY SHOULD, HOWEVER, BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.
2. The Register of Members and Share Transfer Books of the Company will remain closed from 16.09.2011 to 21.09.2011 (both days inclusive).
3. Dividend on shares @ 10% as recommended by the Board of Directors, if declared by the Company at the meeting, will be paid subject to the provisions of Section 205A of the Companies Act, 1956, to those shareholders whose names appear on the Register of Members of the Company as on 16.09.2011 or to their mandates, to the extent eligible, and also to the Beneficial Owners of equity shares held in electronic form on the same date as per the details furnished by the Depositories for this purpose.
4. The Securities and Exchange Board of India (SEBI) and the Ministry of Corporate Affairs have made it mandatory for all the listed Companies to offer Electronic Clearing Service (ECS) facilities for payment of dividend, wherever applicable. This facility offers various benefits like timely credit of dividend to the shareholders' account, elimination of loss of instruments in transit or fraudulent encashment etc. Currently, the facility is available at locations specified by RBI. In case of shareholders staying at locations not currently covered by ECS, the bank account details will be used for suffixing along with the name of the shareholder on the Dividend Warrant.
5. Shareholders holding shares in **Physical Form** and desirous of availing the facility are requested to complete the ECS Form



- attached to this Annual Report and forward the same to the Company at it's registered address.
6. Shareholders holding shares in **Dematerialised Form** are requested to provide the Bank details to their Depository participants for incorporation in their records. The Depository in turn would also forward the required information to the Company.
 7. The Company's Equity shares are listed at Bombay Stock Exchange Limited, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400 001 and National Stock Exchange of India Limited, Exchange Plaza, 5th Floor, Plot No. C/1, G Block, Bandra- Kurla Complex, Bandra (E), Mumbai - 400 051 and the Company has paid the Listing Fees to the said Stock Exchanges.
 8. Members / Proxies are requested to bring their copies of Annual Report with them for the Annual General Meeting and the attendance slip duly filled in for attending the Meeting. No copies of the Annual Report will be distributed at the meeting.
 9. ***The Ministry of Corporate Affairs ("MCA") has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by Companies and has issued a circular on April 21,2011 stating that the service of document by a Company can be made through electronic mode .In view of the circular issued by MCA the Company proposes to henceforth deliver document like the Notice calling the Annual General Meeting /Extra Ordinary General Meeting /Auditors /Report of the Directors, etc., in electronic form to the email address provided by the shareholders.***
 10. ***Shareholders are requested to furnish their e-mail id's enable the Company forward all the requisite information in electronic mode .In case of the Shareholders holding shares in demat form the email IDs of the shareholders registered with DP and mode available to the Company shall be the registered email ID unless communication is received to the contrary.***
 11. ***Shareholders requiring a printed copy of the Annual Report should forward their request to the Company.***
 12. The Securities Exchange Board of India has notified that the shareholder/transferee of shares (including joint holders) holding shares in physical form are required to furnish a certified copy of their PAN card to the Company's RTA while transacting in the securities market including transfer, transmission or any other corporate action. Accordingly, all the shareholders/transferee of shares (including joint holders) are requested to furnish a certified copy of their PAN card to the Company's RTA while transacting in the securities market including transfer, transmission or any other Corporate Action
 13. Members holding shares in physical form, may write to the Company's Registrars & Transfer Agents for any change in their address and bank mandates, members having shares in electronic form may inform the same to their depository participants immediately so as to enable the Company to despatch dividend warrants at their correct addresses.
 14. Members are requested to send all communication relating to shares to the Company's Share Transfer Agents (Physical and Electronic) at KARVY COMPUTERSHARE PRIVATE LIMITED, Plot No. 17-24, Vittalrao Nagar, Madhapur, Hyderabad - 500 081.
 15. Please note that, any queries pertaining to Accounts related aspects, in order to give proper clarification should reach the Company Secretary at Registered Office of the Company at least 48 hours before Annual General Meeting.

By Order of the Board
For **SURANA VENTURES LIMITED**

Place : Secunderabad **Biswaranjan Subudhi**
Date : 05.08.2011 Company Secretary



DIRECTORS REPORT

To
The Members

Your Directors have pleasure in presenting the 5th Annual Report and the Audited Statement of Accounts for the financial year ended 31st March, 2011, together with the Auditors Report thereon.

FINANCIAL RESULTS:

The performance of the Company during the year has been as under :

(₹ in lacs)

Particulars	2011	2010
Sales and other Income	10,425.06	3,163.02
Profit before Depreciation, Interest and exceptional Items	2,544.34	780.07
DEDUCT :		
Depreciation	166.75	17.44
Interest	231.62	67.20
Profit for the year before exceptional items	2,145.97	695.43
Less: Prior period Adjustments	(0.11)	0.18
Less: Amortisation of Goodwill	71.40	71.40
Profit before Taxation	2,074.68	623.85
Provision for Taxation :		
Current Tax	414.00	104.52
Deferred Tax	36.39	2.59
MAT Entitlement Credit	(21.03)	(104.28)
Income Tax in respect of earlier years	-	(0.09)
Profit after Tax	1,645.32	621.11
Surplus brought forward from previous year	393.24	(77.87)
Balance available for appropriation	2,038.56	543.24
APPROPRIATION:		
Dividend	246.03	-
Tax on Dividend	40.87	-
Transfer to Debenture Redemption Reserve	450.00	150.00
Transfer to General Reserves	500.00	-
Balance c/f to Balance Sheet	801.66	393.24
TOTAL	2,038.56	543.24

OPERATIONS:

The financial year 2010-11 was year of consolidation and growth. The de-merger scheme was successfully implemented after obtaining requisite approvals. The equity shares of the Company were listed on Stock Exchanges w.e.f. 7th January, 2011.

The Income from Operations is ₹ 10233.89 Lakhs as against ₹ 2933.83 Lakhs for the corresponding previous year. The Profit Before Tax is ₹ 2145.97 Lakhs as against ₹ 695.43 Lakhs for the previous year. The Profit After Tax is ₹ 1645.32 Lakhs as against ₹ 621.11 Lakhs for the corresponding period. The Company recorded a huge increase in turnover mainly due to increase in production and increase in



revenues from Solar Cells and Multi Crystalline Wafers. The Basic Earnings Per Share for the year-ended 31.03.2011 is ₹ 6.69 as against ₹ 2.52 for the corresponding previous year ended 31.03.2010.

LISTING OF EQUITY SHARES:

During the year 2010-11 the Company allotted 1,56,03,300 equity shares to the Shareholders of M/s Surana Telecom and Power Limited as per the terms of the Scheme of Arrangement between the Company and M/s Surana Telecom and Power limited. The Company's shares were listed on Bombay Stock Exchange Limited and National Stock Exchange of India Limited w.e.f. 07.01.2011.

DIVIDEND:

Your Directors recommended a Dividend @ 10% amounting to ₹ 246.03 lakhs for the year ended 31st March 2011. This will entail an outflow of ₹ 286.89 lakhs (inclusive of tax thereon).

FUTURE PROJECTIONS

In order to capture the better margin in value chain of solar manufacturing business, the Company has undertaken following steps during the year 2010-11 which shall be commissioned in the year 2011-12.

1. Backward integration by way of installing 35 MW PV Cell line from Germany at a cost of ₹ 90 crores (appx).
2. Installation of fully automated Solar Module Plant at a cost of ₹ 10 crores (appx).

The company has already placed orders for 35 MW Cell line and the work relating to provision of auxiliary facilities including construction of buildings is in progress. The expected date of commencement of trial run is October, 2011.

FIXED DEPOSITS

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

DIRECTORS

In order to comply with Section 256 of The Companies Act 1956 and Articles of Association of the Company Shri. Devendra Surana and Shri S.R. Vijayakar, Directors of the Company will retire by rotation at the ensuing Annual General Meeting and being eligible, offers themselves for re-appointment.

The brief particulars of the Directors seeking appointment / re-appointment at this Annual General Meeting is being annexed to the Annual Report.

AUDITORS

M/s. Sekhar & Company, Chartered Accountants, Auditors of the Company retire at the conclusion of this Annual General Meeting are eligible for re-appointment. The Company is in receipt of confirmation from M/s Sekhar & Company that in the event of their re-appointment as Statutory Auditors of the Company at the ensuing Annual General Meeting, such re-appointment will be in accordance with the limits specified in Sub-section (1B) of Section 224 of the Companies Act, 1956.

CREDIT RATING:

The Company in order to meet the Basel-II Guidelines, obtained Credit Rating from CRISIL. CRISIL has assigned the following Credit Rating for the Company's Bank Borrowings.

Sl No	Nature of Borrowing	Rating
1	Long Term Loan	BB +/Stable
2	Cash Credit	BB +/Stable
3	Letter of Credit	P4 +
4	Bank Guarantee	P4 +

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

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



- i. That in the preparation of the accounts for the financial year ended 31st March, 2011, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii. That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for the year under review;
- iii. That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of 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, 2011 on a 'going concern' basis.

PARTICULARS IN RESPECT OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

Information as required under Section 217 (1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988, forms part of this Report and is annexed herewith.

PARTICULARS OF EMPLOYEES

During the period under review, there are no employees covered under Section 217(2A) of

the Companies Act, 1956 read with Companies (Particulars of the Employees) Rules, 1975.

Pursuant to Clause 3.14 of Sanctioned Scheme of Arrangement approved by Hon'ble High Court of Andhra Pradesh, all the employees of "Solar Undertaking" of M/s Surana Telecom and Power Limited became the employees of the Company w.e.f 28.07.2010 being the effective date of transfer. Smt Sunita Surana, wife of Shri Narender Surana, Managing Director of the Company, was working as "Public Relations (Manager)" in "Solar Undertaking" of M/s Surana Telecom and Power Limited and became the employee of the Company w.e.f 28.07.2010 as per the sanctioned Scheme of Arrangement.

ACKNOWLEDGEMENTS

The Board desires to place on record its sincere appreciation for the support and co-operation received from the Company's Bankers and Officials of the concerned Government Departments, employees and the members for the confidence reposed by them in the management.

By Order of the Board
For **SURANA VENTURES LIMITED**

Place : Secunderabad
Date : 05.08.2011

G.M. Surana
Chairman



ANNEXURE – A TO THE DIRECTORS REPORT

Information under Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988, and forming part of the Directors Report:

1. CONSERVATION OF ENERGY:

Energy conservation measures taken: Operations of the Company are not energy intensive. However adequate measures have been initiated to reduce energy consumption, the cost of maintenance and conserve the resources.

Additional Investments and proposals, if any, being implemented for reduction of consumption of energy: Nil

Impact of the clause (1) and (2) above for reduction of energy consumption and consequent impact on the production of goods : N.A

2. TECHNOLOGY ABSORPTION:

FORM B:

(Disclosure of particulars with respect to technology absorption)

A. RESEARCH AND DEVELOPMENT (R&D)

1.	Specific areas in which R& D carried out by the Company	Nil
2.	Benefits derived as a result of the above R& D	Nil
3.	Future plan of action	Nil
4.	Expenditure on R & D	Nil

B. TECHNOLOGY ABSORPTION, ADOPTION AND INNOVATION

The Company is making all efforts for improving productivity, product quality and reducing consumption of scarce raw material.

The Company is in the process of setting up State of the Art 'Solar manufacturing plant' using latest technology.

3. FOREIGN EXCHANGE EARNINGS AND OUTGO:

Activities relating to exports, initiatives taken to increase exports, development of new export market for products and services and export plans:

Foreign Exchange inflow	₹ 1376.49 Lakhs
Foreign Exchange Outgo	₹ 3389.23 Lakhs

By Order of the Board
For **SURANA VENTURES LIMITED**

Place : Secunderabad
Date : 05.08.2011

G.M. Surana
Chairman



REPORT ON CORPORATE GOVERNANCE

1. Company’s Philosophy on Corporate Governance:

Corporate Governance is more a way of Business life than a mere legal compulsion. Your Company believes that, though its primary focus is on the core objective of earning profits, the Corporate Governance goes beyond being a regulatory requirement, actually it builds a long-term value to stakeholders, contemplates that Corporate Actions which balance the interests of all stakeholders and satisfy the tests of transparency, accountability, fairness and social responsibility and it must serve the underlying goal of enhancing the shareholder value over a sustained period of time.

2. Board of Directors (Board):

a) The Board of Directors of the Company as on 31st March, 2011 consists of:

- 4 Independent Non-executive Directors;
- 3 Executive Directors;
- 1 Non-Executive Director.

b) Attendance Record for 2010-11:

Sl. No.	Name of Director	Category	Meetings attended	Attendance at last AGM on 10.08.2010	Remarks
1	G M Surana	Non-Executive	3	Present	
2	O Swaminatha Reddy	Independent Non-executive	4	–	
3	R Surender Reddy	Independent Non-executive	4	–	
4	S R Vijayakar	Independent Non-executive	4	–	
5	Dr R.N. Sreenath	Independent Non-executive	3	–	
6	Narender Surana	Executive	11	Present	
7	Devendra Surana	Executive	11	Present	
8	Manish Surana	Executive	11	Present	
9	Vinita Surana	Executive	1	–	Resigned w.e.f 07.08.2010
10	S.Balasubramanian	Executive	–	–	Resigned w.e.f. 07.08.2010



c) Number of other Directorships, Committee Membership(s) & Chairmanship(s) as on 31st March, 2011:

Sl No	Name of the Director	Other Directorship	Other Committee Membership	Other Committee Chairmanship
1	G M Surana	13	1	1
2	O Swaminatha Reddy	12	None	4
3	R Surender Reddy	8	3	3
4	S R Vijayakar	2	None	None
5	Dr R.N.Sreenath	5	None	None
6	Narender Surana	27	2	None
7	Devendra Surana	29	2	None
8	Manish Surana	17	None	None

d) Number of Board Meetings held and the date on which held:

A total of 11 Board Meetings were held during the year as against the minimum requirement of 4 meetings.

The dates on which the Board meetings were held are:

02.04.2010	30.04.2010	14.05.2010	30.06.2010	07.07.2010	15.07.2010
07.08.2010	07.08.2010	21.08.2010	10.11.2010	27.01.2011	

e) Pecuniary relationship or transactions of Non-Executive Director:

Apart from receiving sitting fees for attending the Board and Audit Committee Meetings, the Non-Executive Independent Directors do not have any other material pecuniary relationship or transactions with the Company, its Promoters or its Management, which in the opinion of the Board may affect independence of judgment of such Directors.

3) Audit Committee:

a) Composition, Name of Members and Chairperson:

The Company's Audit Committee comprises of the following Directors all of whom are Non-Executive Directors and majority being the Independent Directors:

1.	O Swaminatha Reddy	Chairman
2.	G M Surana	Member
3.	R Surender Reddy	Member
4.	S R Vijayakar	Member

Biswaranjan Subudhi, Company Secretary, is acting as secretary to the Audit Committee

b) Terms of reference:

The terms of reference stipulated by the Board to the Audit Committee includes review of the following:

- Management Discussion and Analysis of financial condition and results of operations;
- Statement of significant related party transactions submitted by Management;
- Management letters / letters of internal control weaknesses issued by the Statutory Auditors;
- Internal Audit reports relating to internal control weaknesses;



- The appointment, removal and terms of remuneration of the Chief Internal Auditor;
- Oversight of the Company’s financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- Recommending to the Board, the appointment, re-appointment and, if required, the replacement or removal of the statutory auditor and the fixation of Audit fees.
- Approval of payment to Statutory Auditors for any other services rendered by the Statutory Auditors.
- The annual financial statements before submission to the Board for approval, with particular reference to following with the Management:
 - i. Matters required to be included in the Director’s Responsibility Statement to be included in the Board’s report in terms of Clause (2AA) of Section 217 of the Companies Act, 1956.
 - ii. Changes, if any, in accounting policies and practices and reasons for the same.
 - iii. Major accounting entries involving estimates based on the exercise of judgment by Management.
 - iv. Significant adjustments made in the financial statements arising out of Audit findings.
 - v. Compliance with listing and other legal requirements relating to financial statements.
 - vi. Disclosure of any related party transactions.
 - vii. Qualifications in the draft Audit Report.
- Reviewing, with the Management, the quarterly financial statements before submission to the board for approval.
- Reviewing, with the Management, performance of Statutory and Internal Auditors, adequacy of the internal control systems.
- Reviewing the adequacy of internal audit function, if any, including the structure of the Internal Audit Department, staffing and seniority of the official heading the Department, reporting structure coverage and frequency of internal audit.
- Discussion with Internal Auditors, any significant findings and follow up there on.
- Reviewing the findings of any internal investigations by the Internal Auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
- Discussion with Statutory Auditors before the Audit commences, about the nature and scope of Audit as well as post-audit discussion to ascertain any area of concern.
- To look into the reasons for substantial defaults in the payment to the Depositors, Debenture holders, Shareholders (in case of non payment of declared dividends) and Creditors.

The Company continued to derive immense benefit from the deliberations of the Audit Committee comprising of one Non-Executive Director and three Non-Executive Independent Directors as Shri O Swaminatha Reddy who is heading the Audit Committee as Chairman having rich experience and professional knowledge in Finance, Accounts and Company Law, the members always added the value for the Company. Minutes of each Audit Committee are placed before the Board and discussed in the meeting.

c) Meetings and Attendance:

During the year, the Audit Committee meetings were held on the following dates:

07.08.2010	07.08.2010	10.11.2010	27.01.2011
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Attendance Record – 2010-2011

Sl No	Name of the Director	No. of Meetings Attended
1	Shri O Swaminatha Reddy	4
2	Shri G Mangilal Surana	2
3	Shri R Surender Reddy	4
4	Shri S R Vijayakar	4

The Statutory Auditors and Internal Auditors of the Company have also attended the above meetings on invitation. The recommendations made by the Audit Committee from time to time have been followed by the Company. The Chairman of the Audit Committee has attended the Annual General Meeting to answer the queries raised by the shareholders regarding Audit and Accounts.

d) Remuneration to Non-executive Directors

The Company pays sitting fees to all the Non-executive Directors at the rate of Rs.3,000/- for each meeting. The details of Sitting Fees paid to the Non-executive Directors for attending Board Meetings and Committee meetings during the Financial Year 2010-11 are as follows:

Sl.No.	Name of Director	Commission	Sitting Fees paid (Rs.)
1	Shri G Mangilal Surana	–	15,000
2	Shri O Swaminatha Reddy	–	24,000
3	Shri R Surender Reddy	–	24,000
4	Shri S R Vijayakar	–	24,000
5	Dr. R N Sreenath	–	9,000
	Total		96,000

No pecuniary relationship exists between the Company and its Independent Directors except for the Sitting Fees as mentioned above.

e) Remuneration to Executive Directors

Name of Director	Salary	HRA	Coveyance	Total
Shri Manish Surana	15,16,129	–	–	15,16,129
	TOTAL			15,16,129

4. Shareholders Grievance Committee:

The Shareholders Grievance Committee constituted by the Board of Directors comprises of Shri G M Surana (Chairman), Shri Narender Surana and Shri Devendra Surana, inter-alia oversee the transfer of shares and redressal of shareholders / investors grievances and complaints regarding non-receipt of Dividends, Annual Reports, etc.

The Board has designated Shri Biswaranjan Subudhi, Company Secretary, as the Compliance Officer. The total number of complaints received and replied to the satisfaction of shareholders during the year under review was nil as on 31st March 2011.

The Committee has received 7,236 shares for transfers out of which 3,561 were approved and balance 3,675 were rejected. The committee received 375 shares for transmission and all the transmission of shares were approved and there are no rejections. The Committee has also received 90,25,674 shares requesting for conversion of physical shares into dematerialisation, out of which 90,13,875 shares were approved and balance 11,799 were rejected on account of mismatch of quantity. There were no transfers or transmissions or de-mat requests pending as on 31st March 2011.



5. General Body Meetings:

i) Location and time for last 3 years General Meetings were:

Year	Locations	Date	Time
4 th AGM (2009-10)	Regd Office: 2 nd Floor, Surya Towers, S.P. Road, Secunderabad	10 th August, 2010	12:00 NOON
3 rd AGM (2008-2009)	Regd Office: 2 nd Floor, Surya Towers, S.P. Road, Secunderabad	30 th Septemeber, 2009	12:00 NOON
2 nd AGM (2007-2008)	Regd Office: 2 nd Floor, Surya Towers, S.P. Road, Secunderabad	27 th September, 2008	10.00 A.M
2010-11 (Court Convened Meeting of Creditors)	Regd Office: 2 nd Floor, Surya Towers, S.P. Road, Secunderabad	13 th April, 2011	10:00 A.M.
2009-2010 (EGM)	Regd Office: 2 nd Floor, Surya Towers, S.P. Road, Secunderabad	10 th August, 2009	10.00 A.M
2008-2009 (EGM)	Regd Office: 2 nd Floor, Surya Towers, S.P. Road, Secunderabad	7 th July, 2008	10:00 A.M
2008-2009 (EGM)	Regd Office: 2 nd Floor, Surya Towers, S.P. Road, Secunderabad	30 th May, 2008	10.00 A.M
2008-2009 (EGM)	3 rd Floor, Surya Towers, S.P.Road, Secunderabad	14 th May, 2008	10.30 A.M
2008-2009 (EGM)	3 rd Floor, Surya Towers, S.P.Road,Secunderabad	6 th May, 2008	10.30 A.M

ii) Special Resolutions passed in last 3 Annual General Meetings

- In the AGM held on 27th September, 2008 and 30th September, 2009 the Company has not passed any special resolution.
- In the AGM held on 10th August, 2010, the Company has passed the special resolution for the following items:
 - a) Pursuant to section 31 of the Companies Act, 1956 and other applicable provisions if any, the Articles of Association of the Company be and is hereby altered by substituting and replacing new Clause 104 instead of existing Clause 104 as set out below under the head **“The Seal”**
 - b) Pursuant to the provisions of Section 16, 17 and other applicable provisions of the Companies Act, 1956, the Memorandum of Association of the Company be and is hereby altered by substituting and replacing new

Clause III(A)(5) instead of existing Clause III(A)(5) as set out below under the head **“MAIN OBJECTS”**

iii) Postal Ballot passed in last year i.e., 2010-11

In accordance with the provisions of Section 192 A of the Companies Act, 1956, the Company has conducted a POSTAL BALLOT for obtaining the approval of the Shareholders by way of Special Resolution for Issue of shares by way of GDRs/ADRs as per Section 81(1A) and other applicable provisions, if any, of the Companies Act, 1956.

iv) M/s. Swathi Kowturu, Company Secretary in Practice scrutinized the Postal Ballots and the Resolution was passed with a majority of 99.98% on 09.03.2011.

6. Disclosures:

- a) **Disclosures on materially significant related party transactions, i.e., transactions of the Company of material nature with the Promoters, the Directors or the Management, their subsidiaries, Group Companies**



or relatives etc., that may have potential conflict with the interest of the Company at large.

None of the transactions with any of the related parties were in conflict with the interest of the Company.

- b) There were no strictures or penalties imposed on the Company by Stock Exchanges or Securities Exchange Board of India (SEBI) or any other statutory authority for non-compliance of any matter related to Capital Markets, during the last 3 years.
- c) The Company has complied with all mandatory requirements of Clause 49 of the Listing Agreement with the Stock Exchanges as on 31st March, 2011.

7. Means of Communication:

Half yearly results sent to each household of shareholders	No, as the results of the Company are published in the Newspapers having wide circulation
Quarterly results sent to each household of shareholders	No, as the results of the Company are published in the Newspapers having wide circulation
Newspapers in which published	“Business Standard”- English “Andhra Prabha” - Telugu
Website where the results and other official news releases are displayed	http: www.surana.com http: www.suranaventures.com
The presentations made to institutional investors or to the analysts.	NIL

8. The Management Discussion and Analysis Report:

A Report of the Management Discussion and Analysis is attached as part of the Annual Report.

9. General Shareholders Information:

Annual General Meeting	:	Date	: 21st September, 2011
		Time	: 11.30 A.M.
		Venue	: Kamat Lingapur Hotel, 1-10-44/2, Chikoti Gardens, Begumpet, Hyderabad 500 016
Financial Calendar	:	April 1 st to March 31 st	
Date of Book Closure	:	16th September, 2011 to 21st September 2011	
Dividend Payment Date	:	28th September, 2011	
Listing on Stock Exchanges	:	1. Bombay Stock Exchange Ltd., Mumbai	
		2. National Stock Exchange of India Limited, Mumbai.	
Stock Code	:	533298 on BSE	
		SURANA VEL on NSE	
ISIN Number for NSDL & CDSL	:	INE272L01014	

Market Price Data:

Month	NSE		BSE	
	High (Rs.)	Low (Rs.)	High (Rs.)	Low (Rs.)
Jan'11	65.00	45.00	64.00	44.60
Feb'11	58.25	48.80	58.00	44.10
Mar'11	59.00	41.00	58.00	45.65



Registrars & Transfer Agents

Applications for Share Transfers and Communication regarding Share Certificates, Dividends & Change of Address may be sent to:

M/s KARVY COMPUTERSHARE PRIVATE LIMITED,

Plot No. 17-24, Vittalrao Nagar, Madhapur, Hyderabad- 500 081.

Phone # +91-40-44655000

Fax # +91-40-23420814,

Toll Free No. 1800-3454-001

Email ID : einward.ris@karvy.com

Web Site : www.karvy.com

10. Share Transfer System:

Pursuant to the guidelines issued by the Securities and Exchange Board of India, vide circular number D&CC/FITTC/CIR-15/2002 dated 27.12.2002 regarding 'Appointment of Common Agency for Share Registry Work', the Board of Directors have appointed **M/s KARVY COMPUTERSHARE PRIVATE LIMITED,** as Registrars & Share Transfer Agents.

The R & T Agent process the Physical Share Transfers and the Share Certificates are returned to the shareholder within a maximum period of 30 days from the date of receipt, subject to the documents being valid and complete in all respects. All share transfers are approved by the Share Transfer Committee, which meets every fortnight.

Pursuant to Securities and Exchange Board of India circular No. MRD/DoP/Cir-05/2009 dated 20.05.2009, it is mandatory to furnish PAN particulars for registration of physical share transfer requests. Therefore investors are requested to send the PAN particulars along with the share transfer deeds for effecting the physical share transfer.

As per the guidelines issued by SEBI, the R & T Agent is also offering transfer-cum-Demat facility, wherein after the share transfer is affected an option letter containing the details of the shares transferred is sent to the transferee. Any transferee who wishes to de-mat the shares may approach the

Depository Participant along with a duly filled Demat Request Form, who shall, on the basis of the option letter, generate a Demat Request and send the same to the R & T Agent. On receipt, the R & T Agent confirms the request.

Any transferee not intending to dematerialize his shares need not exercise the option and the R & T Agent shall dispatch the share certificate after 30 days from the date of the Option Letter.

All requests for Dematerialization of shares are processed and the confirmation is given to the respective Depositories, i.e, National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL), within 15 days of receipt.

10. Shareholding Pattern as on 31st March, 2011:

Category	Total Shares	% To Equity
Promoters	80,24,907	32.62%
Resident Individuals	46,83,320	19.04%
Promoters Bodies Corporate	1,02,42,379	41.63%
Bodies Corporates	9,58,588	3.90%
Financial Institutions/ Banks	3,150	0.01%
Non Resident Indians	1,55,514	0.63%
Trusts	10,026	0.03%
Overseas Corporate Bodies	43,875	0.18%
Mutual Funds	10,650	0.04%
Clearing Members	3,918	0.02%
Foreign Institutional Investors	4,66,973	1.90%
Total	2,46,03,300	100.00 %



11. Distribution of Share holding as on 31st March 2011:

Category (Amount)	No. of Cases	% of Cases
1 – 5000	7793	85.35
5001 – 10000	671	7.35
10001 – 20000	353	3.86
20001 – 30000	86	0.95
30001 – 40000	56	0.62
40001 – 50000	23	0.25
50001 – 100000	58	0.63
100001 & Above	91	0.99
TOTAL	9131	100.00

12. Dematerialization of Shares & Liquidity:

The trading in Company’s shares is permitted only on dematerialized form. In order to enable the shareholders to hold their shares in electronic form and to facilitate scrip-less trading, the Company has enlisted its shares with NSDL and CDSL.

13. Share Dematerialisation Records:

2,37,79,364 shares representing 96.65% of the total equity capital were held in dematerialised form with the National Securities Depository Limited and Central Depository Services Limited as on 31st March, 2011.

Outstanding GDR’s / ADR’s / Warrants or any convertible instruments, conversion date and likely impact on Equity:

The Company has not issued GDR’s/ADR’s/FCCB’s till date and there are no Outstanding Warrants or any other Convertible Instruments that are pending conversion as on date.

14. Reconciliation of Share Capital Audit:

Practicing Company Secretary Smt Swathi Kowturu conducts the Secretarial Audit of the Company every quarter for a limited purpose of reconciliation of the total admitted capital with both the depositories (CDSL & NSDL) and the total issued and listed capital. The Quarterly Secretarial Audit Reports which were placed before the Board of Directors were also sent in time to both the Stock Exchanges where the Company’s shares are Listed.

15. Plant Locations:

SOLAR PHOTOVOLTAIC DIVISION		
1. Plot No. 212/3, Phase II, I.D.A., Cherlapally Hyderabad – 500 051.	2. Plot No.21, Ravirayal (Village) Maheswaram (Mandal) Rangareddy (Dist), Fabcity, Hyderabad.	
NON- CONVENTIONAL ENERGY (WIND)		
1. Kaladhon Village, Khatav Taluka, Satara Dist., Maharashtra.	2. Kurichampatti Village, V.K. Pudur Taluk, Tirunelveli Dist., Tamilnadu.	3. Puliur Village, Tenkasi Taluk, Tirunelveli Dist., Tamilnadu



16. Address for Correspondence:

Sl. No.	Shareholders Correspondence for	Address
1.	Transfer / Dematerialization / Consolidation / Split of shares, Issue of Duplicate Share Certificates, Non-receipt of dividend/ Bonus shares, etc., change of address of Members and Beneficial Owners and any other query relating to the shares of the Company.	KARVY COMPUTERSHARE PRIVATE LIMITED. Plot No. 17-24, Vittalrao Nagar, Madhapur, Hyderabad- 500 081. Phone # +91-40-44655000 Fax # +91-40-23420814, Toll Free No. 1800-3454-001 Email ID : einward.ris@karvy.com Web Site : www.karvy.com
2.	Investor Correspondence / Queries on Annual Report, Revalidation of Dividend Warrants, Sub-Division, etc.	BISWARANJAN SUBUDHI Company Secretary M/s. Surana Ventures Limited 5 th Floor, Surya Towers, S.P.Road, Secunderabad – 500 003. Ph Nos. 27845119/ 44665700 E-mail : cs@surana.com investorservices_svl@surana.com Website : www.surana.com www.suranaventures.com

17. Depository Services:

For guidance on Depository Services, Shareholders may write to the Company or to the respective Depositories:

National Securities Depository Ltd	Central Depository Services (India) Ltd
Trade World, 4 th Floor,	Phiroze Jeejeebhoy Towers,
Kamala Mills Compound,	28 th Floor,
Senapati Bapat Marg, Lower Parel,	Dalal Street,
Mumbai – 400 013	Mumbai – 400 023
Tel : +91-022-24994200	Tel : +91-022-22723333 / 3224
Fax : +91-022-24972977 / 24976351	Fax : +91-022-22723199 / 2272
Email : info@nsdl.co.in	Email : investors@cdsindia.com

18. Nomination Facility:

Shareholders holding shares in physical form and desirous of making a nomination in respect of their shareholding in the Company as permitted under Section 109A of the Companies Act, 1956 are requested to submit to the Company the prescribed Form 2B (form 2B of concerned act) for this purpose.

19. Company's Policy on prevention of insider trading:

Pursuant to the requirements of SEBI (Prohibition of Insider Trading) Regulations, 1992 and to enhance the standards of Corporate Governance in the Company, and to strictly monitor and prevent insider trading within the Company, your Company has framed 'Code of Conduct'.

Shri Biswaranjan Subudhi, Company Secretary has been appointed as the Compliance Officer for this purpose. The code is applicable to all such employees of the Company who are expected to have access to the unpublished price sensitive information relating to the Company and the same is



being implemented as a self-regulatory mechanism. The code has been circulated to all the members of the Board and Senior Management and the compliance of the same has been affirmed by them.

20. Particulars of Directors, who are retiring by rotation, seeking re-appointment at the forthcoming Annual General Meeting pursuant to Clause 49 of the Listing Agreement:-

Name of Director	SHRI DEVENDRA SURANA	SHRI S R VIJAYAKAR
Expertise in specific functional areas	Shri Devendra Surana is a Mechanical Engineer and holds a Post Graduate Diploma in Management from IIM, Bangalore. He was chosen as the Best Brain of the batch. He has been in the field of Ferrous & Non –Ferrous & Telecom Industry for the last 15 Years. He currently presiding the Chair of Vice President of Federation of Andhra Pradesh Chambers of Commerce and Industry (FAPCCI) and was also the President of Young Entrepreneurs Organisation (Y.E.O) of A.P Chapter.	Shri S R Vijayakar has four Decades of Experience in Electricals & Electronics in various capacities. He was the General Manager for E.C.I.L. and also acted as Chairman and Managing Director of the said Corpn., He was also the secretary of The Department of Electronics of Government of India. After retirement from the services he was the Chairman for Maharashtra Electronics Limited, Advisor – E.T &T.D.C etc.,
Date of Birth	08.02.1965	17.12.1928
Qualification	B.E.(Mechanical), PGDM(IIM, Bangalore)	B.E (Chemical &Mechanical)
List of Other Companies in which Directorship is held as on 31st March, 2011.	<ol style="list-style-type: none"> 1. Surana Telecom and Power Ltd. 2. Bhagyanagar India Ltd. 3. Bhagyanagar Entertainment Ltd. 4. Surana Infocom Private Ltd. 5. Every time Foods Industries Private Limited. 6. Scientia Infocom India Private Ltd. 7. Bhagyanagar Infrastructure Ltd. 8. Bhagyanagar Entertainment and Infra Development Private Ltd. 9. Bhagyanagar Foods and Beverages Private Ltd. 10. AP Golden Apparels Private Ltd. 11. Bhagyanagar Capital Private Ltd. 12. Globecom Infra Ventures India Private Ltd. 13. Shresht Energy Private Ltd. 14. Green Energy Systems Private Ltd. 15. Epicenter Entertainment Ltd. 	<p>DIRECTOR</p> <ol style="list-style-type: none"> 1. TVS Electronics Ltd. 2. SPEL Semiconductors Ltd.



Name of Director	SHRI DEVENDRA SURANA	SHRI S R VIJAYAKAR
	16. Surana Biochemicals Private Ltd. 17. Advantage Real Estate India Private Ltd. 18. Tranquil Avenues India Private Ltd. 19. Surana Technopark Private Ltd. 20. Bhagyanagar Properties Private Ltd. 21. Bhagyanagar Securities Private Ltd. 22. Value Infrastructure and Properties Private Ltd. 23. Metropolitan Ventures India Ltd. 24. Genten Infra Projects Private Ltd. 25. Majestic Logistics Private Ltd. 26. Bhagyanagar Ventures Private Ltd. 27. Shahsons Private Ltd. 28. Bhagyanagar Green Energy Ltd. 29. Stealth Energy Private Ltd.	
Chairman/ Member of the Commit- tees of the Board of oth- er Compa- nies in which he is a Direc- tor as on 31st March, 2011	1. Surana Telecom and Power Limited (Member Shareholder's Grievance Committee).	N.A
	2. Bhagyanagar India Limited (Member Shareholder's Grievance Committee).	

DECLARATION OF COMPLIANCE OF CODE OF CONDUCT

Pursuant to the Circular No. SEBI/CFD/DIL/CG/1/2004/12/10 dated 29th October 2004, it is hereby declared that the Company has obtained confirmation from all the Board Members and Senior Management Personnel of the Company for the compliance of the Code of Conduct of the Company for the year 2010-11.

Place : Secunderabad
Date : 05.08.2011

Narender Surana
Managing Director



AUDITORS' CERTIFICATE REGARDING CORPORATE GOVERNANCE

**To the Members of
Surana Ventures Limited
Secunderabad.**

We have examined the compliance of conditions of Corporate Governance by **Surana Ventures Limited** for the year ended 31.03.2011, as stipulated in Clause 49 of the Listing Agreement of the said Company with National Stock Exchange (NSE) and Bombay Stock Exchange (BSE).

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an Audit nor an expression of opinion on the Financial Statements of the Company.

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

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

For and on behalf of
M/s. Sekhar & Co.
Chartered Accountants
Firm Regd. No.003695 - S

Place : Secunderabad
Date : 04.08.2011

G. Ganesh
Partner
Membership No. 211704



MANAGEMENT DISCUSSION & ANALYSIS

Surana Ventures Limited was incorporated as a Company Limited by shares on 08.11.2006 and obtained "Certificate of Commencement of Business" on 30.11.2006 from the Registrar of Companies, Andhra Pradesh.

During the year 2008, the Company entered into the business of manufacture of solar energy systems with focus on solar PV Modules. In the same year, the Company became Joint Venture Company of M/s. Surana Telecom And Power Limited and M/s. Bhagyanagar India Limited.

During the year 2009-2010, a Scheme of arrangement was entered by the Company with M/s Surana Telecom And Power Limited which was sanctioned by Hon'ble High Court of A.P. on 28.06.2010 and became effective on 28.07.2010, pursuant to which the "Solar Undertaking" was fused with the Company.

The financial year 2010-11 was year of consolidation and growth. The de-merger scheme was successfully implemented after obtaining requisite approvals. The shares of the Company were listed on Stock Exchanges w.e.f. 7th January, 2011. The company achieved a net turnover of ₹ 102.33 Crores during the year as against ₹ 29.33 Crores in previous year (6 month working).

1. SOLAR PV MODULES:

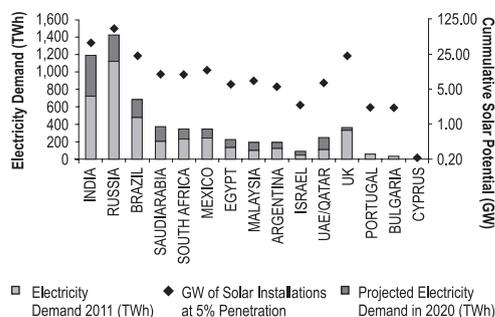
1.1 INTRODUCTION:

The Company has manufacturing units at Fabcity, SEZ, Hyderabad and Cherlapally, Hyderabad. The manufacturing unit at Cherlapally has installed capacity of 40 MW and the manufacturing unit at Fabcity has installed capacity of 20 MW for manufacture of 'Solar Photovoltaic Modules'. The Company's products are sold under the brand 'Surana Ventures' in the domestic market. It has system-driven processes for manufacturing products and operations, following quality process at every stage to ensure delivery of high quality products and services. The Company is manufacturing / assembling the following solar products:

- Solar Photovoltaic Modules
- Solar Street Light
- Solar Lantern
- Solar Emergency Light
- Solar Charge Controllers
- Solar Home Lighting

1.2 INDUSTRY ANALYSIS:

According to the latest Indian Solar Compass, India's solar industry has got off to a successful start this year, with a large number of power purchase agreements (PPAs) having been signed. The solar PV market of 2011 will also be more diverse than it has been before. Today, India finds itself on the path of becoming one of the leading nations in the solar energy sector. The government is taking steps towards implementing large MW scale solar power projects and is poised to position itself as one of the world's major solar producer. Effective utilization of India's solar potential lies in the successful implementation of the Jawaharlal Nehru National Solar Mission (JNNSM) by the government.



The average number of sunny days in India circulates around 300 days per year and due to the high sun radiation particularly in the south and the center of the country, the potential for solar power is extremely high and makes India a favorite destination for domestic and international Solar PV investments. As India plans to have installed 20GW of solar power by 2022 - equaling to 12 percent of the country's total energy share then and 200 GW by 2050 (project to be the biggest Solar PV market by then), there is still much to do since the currently installed capacity stood at about 12MW by the end of 2010. Majority of the states are deploying PV power plants and with the implementation of the National Solar Mission, it is expected that, the annual PV installed capacity will grow at a Compound Annual Growth Rate (CAGR) of around 44% during



2010-2013 to reach 900 MW by 2013 end. The recent (December 2010) PPA agreements with the state-run power distributor Gujarat Urja Vikas Nigram (GUVNL) about the construction of a 500 MW Solar Power Plant is clear sign that India's domestic Companies have recognized the governmental encouragement and promising business opportunities with regard to India's Solar PV market in 2011.

The government is eager to increase the solar share by concurrently improving infrastructural conditions in the country especially products like solar water heating systems and solar street lights. Another important business for 2011 will be solar home systems.

Still more than 40% of households in India, mainly in rural areas, lack access to electricity and are bound to be benefiting from the Indian government's efforts to promote electrification and increasing the share of solar power. Apart from large investments in solar power plants and the mandatory modification of governmental buildings with solar technology, the demand for solar off-grid systems will be growing regarding the many remote and un-electrified rural areas and the government's willingness to achieve full electrification soon. However, only cost effective products that can compete with the domestic low-cost solar products in India will have a chance to get into the rural areas.

1.3 BUSINESS OUTLOOK:

The Company produces Solar Energy Systems with the focus on Solar Photovoltaic PV Modules with the best price performance ratio in the Indian market and has flexible manufacturing facility to produce according to the customer's need. The Company provides the world with Solar Products which enable green energy to be used wherever it is needed. Lighting Systems like - Home Lighting, Street Lighting, Solar Lanterns, etc. The use of high-quality Solar Cells and an ISO 9001 certified production line result in Solar PV Modules of outstanding quality which fulfill the requirements of IEC 61215, certified by EuroTest and TUV.

The solar business is opening up due to announcement of National Solar Mission and state wise solar policy announced by some of the State Governments. Applications have been finalized for allotment of 100 MW of Small and Rooftop power plants under National Solar Mission. Apart from

the same, Government of Gujarat has signed PPA for about 500 MW. Policy Guidelines has been announced by MNRE for inviting expression of interest for setting up 150 MW Grid-connected Solar PV Power Plants under National Solar Mission.

These policy announcements will see an additional demand for 500 MW of modules in 2011-12. With these developments the Company expects to achieve a turnover of about ₹ 220 crores in the year 2011-12.

The Company started setting up the following manufacturing processes to consolidate company's presence in export market, to obtain certain certifications for modules to be approved for power projects and towards backward integration of the manufacturing process:

1. Backward integration by way of installing 35 MW PV Cell line from Germany at a cost of ₹ 90 crores (appx)
2. Instalation of fully automated Solar Module Plant at a cost of ₹ 10 crores (appx).

The setting up of cell plant is also essential as under the guidelines announced under National Solar Mission, use of cells manufactured in India has been mandated under next phase of capacity addition.

The company has placed orders for 35 MW Cell line with M/s. Centrotherm Photovoltaics AG, Germany. The auxiliary facilities and utilities including building shall be created by M/s. MW High Tech Project (I) Pvt.Ltd. The expected date of commencement of trial run is October, 2011.

2. NON CONVENTIONAL ENERGY:

2.1 INTRODUCTION:

India's energy consumption is increasing at one of the fastest rates in the world due to population growth and economic development. As a part of its Corporate Social Responsibility and in view raising global concerns over Global warming, the Company in the year 2009-10 has forayed into the non conventional energy sector with a wind power project with an initial installed capacity of 1 MW at Tiruvaveli, Tamilnadu State. The Company is committed to its social responsibility and endeavours to consistently expand its generation capacity. In 2009-10 the Company has added another 1.65 MW Wind Turbine Generator at Satara, Maharashtra State, making the total installed capacity at 2.65MW/Annum.

In 2010-11, The Company has installed 0.75 MW Wind Turbine Generator at Tenkasi,



Tamilnadu state which was commissioned on 29.09.2010. This takes the overall installed capacity to 3.40 MW.

2.2 INDUSTRY ANALYSIS:

Today India is the fifth largest Wind energy producer in the world. Wind energy is the fastest growing renewable energy source with a cumulative deployment of over 13,000 MW capacity, it accounts for nearly 70% of the installed capacity in the renewable energy sector in the country. A cumulative capacity of 12,009 MW has been set up as on June 2010, with an estimated potential in India of 65-70 GW. The total potential for Wind Power in India was first estimated at around 45 GW. The sector is growing rapidly and we are likely to achieve a capacity addition of 2000 MW in this year.

Electricity demand has continuously outstripped production, and a peak energy shortage of around 12.7% prevailed in 2009-10. To meet this shortfall as well as the National Electricity Policy target of 'Electricity for All by 2012, the cleanest options available to India are Renewable Energy Technologies (RETs). The wind power development in the next five years (2010-2014) is expected to develop with a varying capacity addition between 2,500 MW and 4,000 MW annually. The Planning Commission projects the installed capacity to reach approximately 40,000 MW by the year 2022.

Wind energy is continuing to grow steadily in India. In 2009, 1,271 MW of new wind generating capacity was installed, taking the cumulative figure up to more than 12 GW, representing an annual growth of 13%. In addition, a trend towards small customized windmills for households has been evident with a market growth of 30%.

Wind power in India has been concentrated in a few regions. Especially the southern state, Tamil Nadu maintains its position as the state with the largest wind power installation, with 4,906 MW installed as of March 2010. Although Tamil Nadu accounts for approximately 40% of total installed capacity in the country, other states have started to catch up. This is partly driven by new policy measures and partly driven by the fact that already 90% of gross potential in Tamil Nadu is explored. Interesting states to look at are Karnataka (capacity availability 10 GW), Gujarat (8.7 GW), Andhra Pradesh (8.8 GW), Rajasthan (3.8 GW) and Maharashtra (2.5 GW).

In order to meet the rising energy demand, power generation capacity must increase to nearly 800,000 MW by 2031-32, from the current capacity of around 160,000 MW. With India facing an acute energy scarcity, which is hampering its industrial growth and economic progress, it is essential to tackle the energy crisis through judicious utilization of the abundant renewable energy resources, such as wind. Favourable government policies and incentives are the crucial key drivers in the Wind Sector.

2.3 BUSINESS OUTLOOK:

The Company currently has an overall installed capacity of 3.40 MW comprising of 3 wind turbines of 1 MW, 1.65 MW and 0.75 MW capacity respectively. During the current financial year, the Company expects to generate the same level of revenue as of the previous year.

3. RISKS AND CONCERNS

The Company's businesses and operations are subject to a variety of risks and uncertainties which are no different from any other company in general and our competitors in particular. Such risks are the result of both the business environment within which the Company operates and other factors over which there is little or no control. These risks can be categorised as operational, financial, environmental, health and safety, political, market-related and strategic risks. The Company has sufficient risk management policies in place that act as an effective tool in minimising the various risks that the businesses are exposed to during the course of their day-to-day operations as well as in their strategic actions.

4. INTERNAL CONTROL SYSTEM AND ITS ADEQUACY

The Company has adequate Internal Control Systems and Procedures with regard to purchase of Stores, Raw Materials including Components, Plant and Machinery, equipment, sale of goods and other assets. The Company has clearly defined roles and responsibilities for all Managerial positions and all operating parameters are monitored and controlled.

The Company has an Internal Audit System commensurate with its size and nature of business. M/s Luharuka & Associates, a firm of Chartered Accountants, are acting as Internal Auditors of the Company. Periodic reports of Internal Auditors are reviewed in the meeting of the Audit Committee of the



Board. Compliance with laws and regulations is also ensured and confirmed by the Internal Auditors of the Company. Standard operating procedures and guidelines are issued from time to time to support best practices for internal control.

5. FINANCIAL PERFORMANCE & OPERATIONAL PERFORMANCE:

The financial performance of the Company for the year ended 31.03.2011 is summarized below

5.1 Financial Performance:

Capital Structure:

The Equity Share Capital of the Company as on 31st March 2011 is ₹ 24,60,33,000/- comprising of 2,46,03,300 Equity Shares of ₹ 10/- each fully paid.

Reserves and Surplus:

The Reserves and Surplus of the Company for the current year is ₹ 1901.66 lakhs as compared to ₹ 543.24 lakhs in the previous year.

Fixed Assets:

During the year, the Company has added Fixed Assets amounting to ₹ 812.21 lakhs making the gross fixed assets as on 31.03.2011 to ₹ 3245.29 lakhs.

Inventories:

Inventories, as on 31st March, 2011, amounted to ₹ 2735.22 lakhs and in the previous year is Rs. 1945.32 lakhs.

Sundry Debtors:

Sundry Debtors amounted to ₹ 486.36 lakhs as on 31st March, 2011 as against ₹ 240.88 lakhs in the previous year.

Cash and Bank Balances:

Cash and Bank balances with Scheduled Banks, as on 31st March, 2011, amounted to ₹ 183.21 lakhs which includes amounts deposited with banks as Security and margin Money Deposit.

Loans and Advances:

'Loans and Advances' as on 31st March, 2011, amounted to ₹ 455.31 lakhs as against ₹ 270.32 lakhs in the previous year.

Current Liabilities:

'Current Liabilities' as on 31st March, 2011, amounted to ₹ 1006.99 lakhs as against ₹ 1634.87 lakhs in the previous year.

5.2. Operational Performance:

Turnover:

During the year 2010-2011, the gross turnover of the Company was ₹ 10233.89

lakhs and ₹ 2933.84 lakhs in the previous year.

Other Income for the year ended 31st March, 2011 is ₹ 191.17 lakhs and ₹ 229.18 lakhs in the previous year.

Depreciation:

The Company has provided a sum of ₹ 166.75 lakhs towards depreciation for the year and ₹ 17.44 lakhs in the previous year.

Net Profit:

The Net Profit of the Company after tax is ₹ 1645.32 lakhs and the net profit after tax for the previous year was ₹ 621.11.

Earnings per Share:

Basic Earnings Per Share for the year ended 31.03.2011 is ₹ 6.69 Ps for Face Value of ₹ 10/- and ₹ 2.52 per share for the previous year.

6. HUMAN RESOURCE DEVELOPMENT AND INDUSTRIAL RELATIONS:

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

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

As on 31st March 2011, the Company has a total strength of 121 employees.

7. CAUTIONARY STATEMENT:

Statements in the Management Discussion and Analysis describing the Company's Objectives and Expectations may be "Forward-Looking Statements" within the meaning of applicable Securities Laws and Regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's Operations include economic conditions affecting demand/supply and price conditions in the domestic and overseas markets in which the Company operates, technological obsolescence, changes in the Government Regulations and Policies, Tax Laws and other Statutes and other incidental factors.



Auditors Report to the Shareholders

1. We have audited the attached Balance Sheet of **Surana Ventures Limited** as at **31st March 2011**, the Profit and Loss Account and also the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conduct 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 also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 as amended by the Companies (Auditor's Report) (Amendment) Order, 2004 (*Together henceforth referred to as the 'Order'* issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act 1956 (*henceforth referred to as the 'Act'*) is given below.

A. Fixed Assets : Clause 4(i) of the Order

- i. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- ii. We are informed that management has conducted verification of significant part fixed assets during the course of the year. As per the information and explanations given to us the discrepancies found on such verification are not material.
- iii. No fixed assets were disposed of during the year by the company.

B. Inventories : Clause 4(ii) of the Order

- i. The inventory has been physically verified during the year by the management. In our opinion the frequency of verification is reasonable.
- ii. The procedures of physical verification followed by the management are reasonable and adequate in relation to the size of the company and nature of its business.
- iii. The Company is maintaining proper records of inventory. The discrepancies noticed on verification between physical stocks and books records were not material.

C. Loans and Advances & Loans against Pledge of Securities (Clauses 4(iii) of 4 (xii) of the Order.

- i. The Company has not granted any loans Companies / Firms or Other Parties Listed in the register maintained under section 301 of the 'Act' Hence we have not reported on the matters covered under sub-clauses 'a to d' of this clause of the order.
- ii. The Company has taken loans from 3 Companies / Parties and other firms covered under section 301 of the Act. The Maximum and Year end outstanding was ₹ 3,136.95 Lacs and ₹ 1,222.26 Lacs respectively.
- iii. In our opinion, the rate of interest and other terms and conditions on which the loans have been taken from such companies, firms or other parties listed under section 301 of the 'Act' are not '*prima facie*' prejudicial to the interest of the company.
- iv. The company is regular in repaying the principal and interest as stipulated in the terms of agreement.
- v. We are of the opinion that the company is maintaining adequate records where the company has granted loans against security of shares, debentures and other securities.

D. Transactions with parties under section 301 of the Act. Clause 4(v) of the Order :

i. On the basis of our examination of relevant records and on the basis of representation of the management, we are of the opinion that the particulars of all contracts or arrangements that need to be entered into the register maintained under section 301 of the 'Act' have been so entered.

ii. The transactions made in pursuance of such contracts or arrangements have been made at prices reasonable having to the prevailing market prices at the relevant point of time.

E. Internal Control Clause 4(iv)

In our opinion and according to the information and explanations given to us, there exists an adequate internal control system commensurate with the size of the Company and nature of its business with regard to purchase of fixed assets and with regard to sale of services. During the course of our audit, we have not observed any continuing failure to correct weakness in internal control system of the Company.

F. Deposits –Clause 4(vi) of the Order.

During the year the company has not accepted any deposits within the meaning of section 58A and section 58AA of the 'Act'.

G. Internal Audit – Clause 4(vii) of the Order.

In our opinion, the Company's internal audit system is commensurate with the size and nature of its business.

H. Cost Records - Clause 4(viii) of the Order

We are informed that the Central Government has not prescribed maintenance of cost records under section 209(1)d of the 'Act', for the manufacturing activities carried on by the company during the year.

I. Statutory Payments – Clause 4(ix) of the Order.

i. According to the records of the Company, apart from the certain instances of delays in depositing undisputed income tax deducted at source, Employee's State Insurance,

Provident Fund and Sales tax, the company has been regular in depositing undisputed statutory dues including Provident fund, Employee State Insurance, Income Tax, Sales Tax, Service Tax, Custom Duty, Excise Duty, cess and other statutory dues with appropriate authorities.

ii. Based on our audit procedures and according to the information and explanations given to us, there are no arrears of statutory dues which has remained outstanding as at 31st March 2011 for a period of more than six months from the date they became payable.

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

Further, since the Central Government till date has not prescribed the amount of cess payable under section 441A of the 'Act', we are not in a position to comment upon the regularity or otherwise of the Company in depositing the same.

J. Losses : Clause 4(x) of the Order

The Company does not have any accumulated losses as at 31st March 2011. The Company has not incurred any cash losses during the financial year covered by our audit and the immediately preceding financial year.

K. Utilisation of Funds : Clause 4(xi), (xvi), (xvii)

i. The Company has not obtained any term loan during the year.

ii. On the basis of review of utilisation of funds, which is based on overall examination of the Balance Sheet of the Company, related information made



available to us and as represented to us by the management, funds raised on short term basis have not been used for long term investments.

- iii. In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
- L. **Miscellaneous : Clause 4(xiii),(xiv),(xv) & (xviii) to (xxi)**
- i. The Company has not given any Guarantees for loans taken by others from Banks or Financial Institutions.
 - ii. The Company is not a chit fund, nidhi / mutual benefit fund and therefore requirements to such class of companies are not applicable.
 - iii. The Company is not dealing in or trading in shares, securities debentures and other investments.
 - iv. The Company has not made any preferential allotment of shares during under section 301 of the 'Act'.
 - v. The Company has not issued any debentures during the year.
 - vi. The Company has not raised any money by way of public issue during the year
 - vii. Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements as the information, representation 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.
4. Further to our comments above :
- i. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of audit;
 - ii. In our opinion proper books of account as required by law have been kept by

the company as far as appears from our examination of those books;

- iii. The Balance Sheet, Profit and Loss account and Cash flow statement dealt with by this report are in agreement with the Books of Account.
 - iv. In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with Accounting Standards referred to in section 211(3C) of the 'Act'.
 - v. On the basis of written representations received from the Directors, as on 31st March 2011 and taken on record by the Board of Directors, we report that none of the Directors are disqualified as on 31st March 2011 from being appointed as a Director in terms of Section 274(1) (g) of the 'Act'.
 - vi. In our opinion and to the best of our information and according to the explanations given to us, the said accounts, together with the Notes thereon and attached thereto, give in the prescribed manner, the information required by the 'Act' , and also give a true and fair view in conformity with accounting principles generally accepted in India.
- 1. In the case of Balance Seet, the state of affairs of the Company as at 31st March 2011.
 - 2. In the Case of Profit and Loss account the '**Profit**' for the year ended on that date.
 - 3. In the case of cash flow statement the Cash flows for the year ended on that date.

For Sekhar & Co.,
Chartered Accountants.
Firm Regn No : 003695-S

Secunderabad
Date : April 29, 2011

G.Ganesh
M.No.211704
Partner



Balance Sheet as on 31st March 2011

(Amount in ₹)

Particulars	Sch.No.	As at 31.03.2011	As at 31.03.2010
SOURCES OF FUNDS			
1 SHARE HOLDERS FUNDS			
a. Share Capital	1	246,033,000	90,000,000
Share Capital Suspense		–	156,033,000
b. Reserves & Surplus	2	190,165,679	54,323,809
		<u>436,198,679</u>	<u>300,356,809</u>
2 LOAN FUNDS			
a. Secured Loans	3	114,638,363	78,500,000
b. Unsecured Loans	4	106,180,000	18,950,818
Deferred tax liability	15	3,897,611	258,519
TOTAL		<u>660,914,653</u>	<u>398,066,146</u>
APPLICATION OF FUNDS			
1 FIXED ASSETS			
a. Gross Block	5	324,529,325	243,908,213
b. Less: Accumulated Depreciation		30,908,685	6,445,352
c. Net Block		293,620,640	237,462,861
d. Add: Captial Work-in-Progress		5,286,238	2,521,871
e. Add: Captial advances		76,475,200	–
		375,382,078	239,984,732
2 INVESTMENTS	6	200,000	200,000
3 CURRENT ASSETS, LOANS AND ADVANCES			
a. Inventories	7	273,522,008	194,531,692
b. Sundry Debtors	8	48,635,970	24,087,658
c. Cash & Bank Balances	9	18,320,509	41,805,387
d. Other Current assets	10	31,206,958	35,570,553
e. Loans & Advances	11	45,530,990	27,032,212
		<u>417,216,435</u>	<u>323,027,502</u>
4 Less: CURRENT LIABILITIES AND PROVISIONS			
a. Current Liabilities	12	100,698,813	163,487,356
b. Provisions	13	31,202,825	1,694,288
		<u>131,901,638</u>	<u>165,181,644</u>
NET CURRENT ASSETS		<u>285,314,796</u>	<u>157,845,858</u>
5 MISCELLANEOUS EXPENSES (to the extent of not adjusted or written off)			
Preliminary Expenses	14	17,778	35,556
Notes to Accounts	21		
TOTAL		<u>660,914,653</u>	<u>398,066,146</u>

The Schedules referred to above form an integral part of the Balance Sheet

This is the Balance Sheet referred to in our report of even date

For SEKHAR & CO

Chartered Accountants

Firm Regn No: 003695-S

G.Ganesh

Partner

Membership No. 211704

Place : Secunderabad

Date : 29.04.2011

For and on behalf of the Board,

G.M Surana

Chairman

Narender Surana

Managing Director

Devendra Surana

Director

Manish Surana

Dir. Fin & Tech

Biswaranjan Subudhi

Company Secretary



Profit and Loss account for the year ended 31st March 2011

(Amount in ₹)

Particulars	Sch.No.	For the year 2010-11	For the year 2009-10
INCOME			
Income from Operations	16	1,023,389,192	293,383,683
Other Income	17	19,116,889	22,918,090
		1,042,506,081	316,301,773
EXPENDITURE			
Materials	18	685,128,907	202,522,065
Expenses	19	102,942,251	35,773,039
Interest and Financial Charges	20	23,162,226	6,719,568
Depreciation		16,675,373	1,744,171
		827,908,757	246,758,843
Profit before tax and exceptional items for the year		214,597,324	69,542,930
Exceptional Items			
Prior period adjustments		(11,219)	17,919
Amortisation of Goodwill		7,140,481	7,140,481
Profit before Taxation and after exceptional items		207,468,062	62,384,530
Provision for Taxation			
Current Tax		41,400,000	10,452,000
Deferred tax		3,639,092	258,519
MAT Entitlement credit		(2,102,811)	(10,428,196)
Tax for earlier years		-	(9,000)
Profit after Taxation		164,531,781	62,111,207
Balance B/F from Previous Year		39,323,809	(7,787,398)
Amount available for appropriation		203,855,590	54,323,809
APPROPRIATIONS			
a. Proposed Dividend		24,603,300	-
b. Tax on Proposed Dividend		4,086,610	-
c. Transfer to Debenture Redemption Reserve		45,000,000	15,000,000
d. Transfer to General Reserve		50,000,000	-
Balance carried to Balance sheet		80,165,679	39,323,809

The Schedules referred to above form an integral part of the Profit & Loss Account
This is the Profit & Loss Account referred to in our report of even date

For SEKHAR & CO
Chartered Accountants
Firm Regn No: 003695-S

G.Ganesh
Partner
Membership No. 211704

Place : Secunderabad
Date : 29.04.2011

For and on behalf of the Board,

G.M Surana
Chairman

Narender Surana
Managing Director

Devendra Surana
Director

Manish Surana
Dir. Fin & Tech

Biswaranjan Subudhi
Company Secretary



Cash Flow Statement for the year ended 31st March, 2011

(Amount in ₹)

PARTICULARS	2010-11	2009-2010
CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before Tax and after interest as per profit and loss account	207,468,062	62,384,530
Adjustments for :		
Depreciation	16,675,373	1,744,171
Amortisation of Lease Rent	647,477	652,927
Amortisation of Good will	7,140,481	7,140,481
Preliminary Exp written off	17,778	35,555
Sundry Balance writtern off	19,030	16,756
Sundry Balance writtern back	(55,124)	(28,327)
Interest Paid	23,162,226	6,719,568
Interest, Rent & Dividend received	(9,161,431)	(11,397,653)
	<u>38,445,810</u>	<u>4,883,478</u>
Operating profit before Working Capital Changes	245,913,872	67,268,008
Adjustments for :		
Inventories	(78,990,316)	(23,031,948)
Loans and Advances	(87,199)	6,970,644
Changes in Other Current Assets	4,363,594	-
Receivables	(24,567,342)	(1,754,458)
Trade Payables and other liabilities	(62,233,419)	(21,457,254)
Advances from Customers	(161,514,682)	(2,849,350)
Cash generated from operations	84,399,190	25,145,642
Adjustments for :		
Direct Taxes paid for Current year (Net)	(41,081,373)	(9,381,361)
	(41,081,373)	(9,381,361)
NET CASH FROM OPERATING ACTIVITIES	43,317,817	15,764,281
CASHFLOW FROM INVESTING ACTIVITIES		
Dividend Received	-	1,024,154
Interest Received	9,161,431	10,373,499
Purchase of Fixed Assets	(83,385,477)	(59,797,266)
Purchase of Investments	-	(100,800,000)
Sale of Investments	-	166,408,142
Capital advances	(76,475,200)	-
Net Cash Flow / (outflow) From Investing Activities	(150,699,246)	17,208,529



Cash Flow Statement for the year ended 31st March, 2011

(Amount in ₹)

PARTICULARS	2010-11	2009-2010
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of Appl money against Share warrants	–	(20,500,000)
Increase in secured Loans	36,138,363	–
Increase in Unsecured Loans	87,229,182	(2,976,734)
Interest Paid on borrowings	(23,162,226)	(6,719,568)
Cash Generated from Financial Activities	100,205,319	(30,196,302)
NET CASH GENERATED / (UTILISED)	(7,176,110)	2,776,508

Reconciliation : See Note 2 & 3 below

Opening Cash and Cash Equivalent	17,210,163	2,096,847
Cash balance of Solar Division transferred (Add)	–	12,336,808
Closing Cash and Cash Equivalent	10,034,053	17,210,163
Net Increase/(decrease) in Cash & Cash Equivalents	(7,176,110)	2,776,508

Notes

- The above cash flow statement has been prepared under the 'Indirect method' as set out in Accounting Standard-3 on Cash Flow Statement issued by the Institute of Chartered Accountants of India.
- The figures of Previous year have been re-grouped and reclassified to disclose the cash and cash equivalents freely available to the company use and the movements in other Cash and Bank Balances have been adjusted in movements in Loans and Advances.
- The Cash and Cash Equivalents comprise of

	2010-2011	2009-2010	Change Over previous Year
Cash in Hand	330,584	32,123	298,461
Balances in Current Account	9,703,469	17,178,040	(7,474,571)
Total	10,034,053	17,210,163	(7,176,110)
- The Other amounts totaling to Rs.82,86,456 (Prvs Year 2,45,95,224) in Schedule 9 Cash and Bank Balances are held under lien and not available for free use by the company
- Schedule 21 - Notes to Accounts forms an integral part of Cash Flow Statement.

In terms of our report of even date

For SEKHAR & CO
Chartered Accountants
Firm Regn No: 003695-S

G.Ganesh
Partner
Membership No. 211704

Place : Secunderabad
Date : 29.04.2011

For and on behalf of the Board,

G.M Surana
Chairman

Narender Surana
Managing Director

Devendra Surana
Director

Manish Surana
Dir. Fin & Tech

Biswaranjan Subudhi
Company Secretary



Schedules to the Balance Sheet

(Amount in ₹)

Particulars	As at 31.03.2011	As at 31.03.2010
Schedule - 1		
Share Capital		
5,00,00,000 Equity Shares of ₹ 10/- Each <i>(Previous year 5,00,00,000/- of ₹10/-each)</i>	500,000,000	500,000,000
ISSUED, SUBSCRIBED AND PAID UP 2,46,03,300 Equity Shares of ₹ 10/- Each fully paid up. <i>(Previous year 90,00,000 equity Shares of ₹ 10/-each)</i>	246,033,000	90,000,000
 (Out of the above shares 1,56,03,300 shares have been allotted to M/s Surana Telecom and Power Limited Pursuant to the scheme of Arrangement of merger of Solar Division)		
Total	246,033,000	90,000,000
 Schedule - 2		
Reserves and Surplus		
a. General Reserve		
Opening Balance	-	-
Add: Amount Transferred From P&L Account	50,000,000	-
Balance as at year end	50,000,000	-
b. Debenture Redemption Reserve		
Opening Balance	15,000,000	-
Add: Created out of profits of the year	45,000,000	15,000,000
Balance as at year end	60,000,000	15,000,000
 Profit & Loss Account (as per annexed account)	80,165,679	39,323,809
Total	190,165,679	54,323,809



Schedules to the Balance Sheet

(Amount in ₹)

Particulars	As at 31.03.2011	As at 31.03.2010
Schedule - 3		
Secured Loans		
Debentures (Secured)	60,000,000	60,000,000
(6,00,000 non Convertible debentures of 10/- each to be redeemable with in 18 months from the date of issue)		
Term Loan from Bank	-	18,500,000
Car Loan from Bank	7,074,882	-
Cash Credit facilities	47,563,481	-
Total	<u>114,638,363</u>	<u>78,500,000</u>
Schedule - 4		
Unsecured Loans		
Loan from Body Corporates	106,180,000	18,950,818
(Under the same management)		
Total	<u>106,180,000</u>	<u>18,950,818</u>



Schedule -5 FIXED ASSETS

(Amount in ₹)

DESCRIPTION	AT COST			DEPRECIATION /AMORTISATION				NET BOOK VALUE			
	As at 01.04.10	Additions during the year	Deletions during the year	As at 31.03.11	Up to 01.04.10	Provided during the year	deletions during the year	Up to 31.03.11	As at 31.03.10	As at 31.03.11	
Freehold land - Factory	3,205,597	-	-	3,205,597	-	-	-	-	-	3,205,597	3,205,597
Freehold land - Wind power	1,915,800	1,200,000	-	3,115,800	-	-	-	-	-	3,115,800	1,915,800
Leasehold land - Fabcity	20,287,626	-	-	20,287,626	-	647,477	-	647,477	647,477	19,640,149	20,287,626
Factory Building	16,015,892	4,876,762	-	20,892,654	2,880,949	1,461,534	-	4,342,483	4,342,483	16,550,171	13,134,943
Plant & Machinery-Wind Power	149,584,200	37,300,000	600,000	186,284,200	21,638	8,890,859	-	8,912,497	8,912,497	177,371,703	149,562,562
Plant & Machinery	21,890,029	24,392,064	-	46,282,093	3,361,027	4,041,765	-	7,402,792	7,402,792	38,879,301	18,529,002
Electrical Installation	616,802	-	-	616,802	-	85,797	-	85,797	85,797	531,005	616,802
Office Equipment	174,694	472,917	-	647,611	25,051	56,200	-	81,251	81,251	566,360	149,643
Furniture & Fittings	-	17,594	-	17,594	-	2,142	-	2,142	2,142	15,452	-
Computer	391,276	434,824	-	826,100	156,687	169,707	-	326,394	326,394	499,706	234,589
Vehicles	1,264,371	12,526,951	-	13,791,322	-	1,967,371	-	1,967,371	1,967,371	11,823,951	1,264,371
Goodwill	28,561,926	-	-	28,561,926	-	7,140,481	-	7,140,481	7,140,481	21,421,445	28,561,926
Total	243,908,213	81,221,112	600,000	324,529,325	6,445,352	24,463,333	-	30,908,685	30,908,685	293,620,640	237,462,861
Previous Year	20,219,554	231,482,067	7,793,408	243,908,213	4,701,181	1,744,171	-	6,445,352	6,445,352		
Capital work in Progress										5,286,238	2,521,871
Capital advances										76,475,200	-
										375,382,078	239,984,732

Note : Deletion of ₹ 600,000/- represents liquidated damages



Schedules to the Balance Sheet

(Amount in ₹)

Particulars	As at 31.03.2011		As at 31.03.2010	
	Nos	Amount	Nos	Amount
Schedule - 6				
Investments				
(Long-term, at cost)				
Un-quoted				
1 In Shares of joint stock companies				
a In companies under the same Management				
i Solar World Exchange Private Limited				
	20,000	200,000	20,000	200,000
		(Equity shares of the face value of Rs 10 each)		
Total		<u>200,000</u>		<u>200,000</u>

Schedule - 7

Inventories

Raw Materials (At Cost or net realisable value whichever) is lower)	208,984,858	180,215,277
Work in process (At cost or net realisable value whichever is lower)	37,377,172	10,762,375
Finished Goods (At cost or net realisable value whichever is lower)	27,159,978	3,554,040
Total	<u>273,522,008</u>	<u>194,531,692</u>

Schedule - 8

Sundry Debtors

(Unsecured and Considered Good)

-Debts outstanding for

More than six months

3,572,861

–

-Others

45,063,109

24,087,658

Total

48,635,970

24,087,658



Schedules to the Balance Sheet

(Amount in ₹)

Particulars	As at 31.03.2011	As at 31.03.2010
Schedule - 9		
Cash and Bank Balances		
Cash on hand	330,584	32,123
Balance with Scheduled Banks		
In Current Account	9,703,469	17,178,040
In Deposit Account -Kept towards Margin Money	8,233,666	13,881,294
In Fixed Deposits	-	10,218,000
Accrued Interest on deposits with Banks	52,790	495,930
Total	<u>18,320,509</u>	<u>41,805,387</u>

Schedule - 10

Other Current Assets

(Secured, Considered good unless otherwise stated)

Loans against pledge of Securities	31,206,958	35,570,553
Total	<u>31,206,958</u>	<u>35,570,553</u>

Schedule - 11

Loans and Advances

(Un secured and considered good)

Sundry Advances	877,981	51,850
Advance to associate / Joint venture Company	119,575	119,575
Balance with statutory authorities - VAT	3,080,319	44,659
MAT Entitlement Credit	12,531,007	10,428,196
Deposits	3,852,372	5,671,262
Advance to Suppliers	25,069,736	10,716,670
Total	<u>45,530,990</u>	<u>27,032,212</u>



Schedules to the Balance Sheet

(Amount in ₹)

Particulars	As at 31.03.2011	As at 31.03.2010
Schedule - 12		
Current Liabilities		
Sundry Creditors	82,373,800	154,221,128
Other Liabilites	4,516,336	4,591,912
Book over draft with Bank	-	133,403
Advance from Customers	13,808,677	4,540,913
Total	<u>100,698,813</u>	<u>163,487,356</u>

Schedule - 13

Provisions		
Provision for Bonus	500,000	-
Provision for Current tax (Net of advance taxes)	2,012,915	1,694,288
Proposed Dividend	24,603,300	-
Tax on Proposed Dividend	4,086,610	-
Total	<u>31,202,825</u>	<u>1,694,288</u>

Schedule - 14

Preliminary Expenses

(to the extent of not adjusted or written off)

Opening Balance	35,556	71,111
Less: Written off during the year	17,778	35,555
Balance as at close of the year	<u>17,778</u>	<u>35,556</u>

Schedule - 15

Deferred tax Liability

Opening balance	258,519	-
Add : Deferred Tax Liability for the year	3,639,092	258,519
Balance as at close of the year	<u>3,897,611</u>	<u>258,519</u>



Schedules to the Profit & Loss Account

(Amount in ₹)

Particulars	For the year 2010-11	For the year 2009-10
Schedule - 16		
Income from Operations		
Sale of Solar Products	1,088,271,052	309,136,423
Sale of Wind Power	11,028,550	–
Gross Sales	1,099,299,602	309,136,423
Less: Inter-Unit sales	75,910,410	15,752,740
Net Sales	1,023,389,192	293,383,683
Schedule - 17		
Other Income		
Interest on Deposits	897,682	975,073
Interest on Loans	8,263,749	9,398,426
Dividend from Mutual Funds	–	1,024,154
Gain on foreign Exchange fluctuation	9,834,402	11,481,910
Sundry Balance written back	55,124	28,327
Miscellaneous Income	65,932	10,200
Total	19,116,889	22,918,090



Schedules to the Profit & Loss Account

(Amount in ₹)

Particulars	For the year 2010-11	For the year 2009-10
Schedule - 18		
Materials		
RAW MATERIAL CONSUMED		
Opening Stock		
Raw Materials	180,215,276	26,130,952
Add: Stock transfer from Surana Telecom and Power Limited on merger	–	149,512,836
Purchases including incidental expenses	840,029,633	216,731,394
Sub-Total	1,020,244,909	392,375,182
Less Closing Stock		
- Raw Materials	208,984,857	180,215,277
Sub-Total	208,984,857	212,159,905
Less: Inter-Unit Sales/ Purchases	75,910,410	15,752,740
Raw materials Consumed (A)	735,349,642	196,407,165
INCREASE/ DECREASE IN STOCK		
Opening Stock		
- Work in Progress	10,762,375	–
- Finished Goods	3,554,040	–
- Stock transfer from Surana Telecom and Power Limited on merger		
- Work in Progress	–	16,311,025
- Finished Goods	–	4,120,290
Sub-Total	14,316,415	20,431,315
Less Closing Stock		
- Work in Progress	37,377,172	10,762,375
- Finished Goods	27,159,978	3,554,040
Sub-Total	64,537,150	14,316,415
Net (Increase)/Decrease in Stocks (B)	(50,220,735)	6,114,900
TOTAL (A) + (B)	685,128,907	202,522,065



Schedules to the Profit & Loss Account

(Amount in ₹)

Particulars	For the year 2010-11	For the year 2009-10
Schedule - 19		
Expenses		
Salaries & Wages	14,413,486	3,028,298
Contribution to PF and other funds	739,782	92,872
Staff Welfare Expenses	822,562	184,684
Power & Fuel	4,071,669	3,119,061
Processing and conversion charges	9,914,238	6,481,077
Watch & ward	578,646	-
Stores & Spares	8,692,379	1,710,980
Packing & Forwarding	11,701,656	5,362,725
Printing and Stationary	926,671	277,335
Postage & Telephone Charges	1,406,264	117,704
Insurance	1,693,165	519,651
Rates & Taxes	440,489	138,343
Lease rent	70,000	-
Rebate and remission	1,028,267	-
Directors Remuneration	1,516,129	-
Repairs & Maintenance to		
-Building	501,109	-
- Machinery	-	616,129
- Others	909,955	-
Remuneration to Statutory Auditors		
- Audit Fees	120,000	80,000
- tax Audit fees	60,000	30,000
- Reimbursement of Pocket expenses	20,000	20,000
- Service tax on above (Previous year- set off agt payables)	20,600	-
Office and Other Maintenance Expenses	208,919	12,994
Commission on sales	1,048,528	-
Testing /Certification Charges	785,532	284,958
Advertisement & Business Promotion	4,113,705	1,773,095
Legal and Licence fees	679,225	202,875
Professional & Consultancy Fees	5,280,155	47,641
Listing / Processing fees	811,947	-
Travelling & Conveyance	8,411,511	204,608
Lease premium amortised	647,477	652,927
Vehicle Maintainance & Fuel	222,317	40,613
Sundry Balance written off	19,030	16,756
Sales tax	19,962,999	10,472,916
Service Tax	53,158	84,761
Preliminary Expenses Written off	17,778	35,555
Other Expenses	1,032,903	164,481
Total	<u>102,942,251</u>	<u>35,773,039</u>



Schedules to the Profit & Loss Account

(Amount in ₹)

Particulars	For the year 2010-11	For the year 2009-10
20 Interest and Financial charges		
Interest on Term Loans	2,792,228	–
Interest on Cash Credit	448,597	1,188,571
Interest on Unsecured Loans	7,122,595	–
Interest on Debentures	7,200,000	3,600,000
Other Financial Charges	5,598,806	1,930,997
Total	<u>23,162,226</u>	<u>6,719,568</u>



21 . Significant Accounting Policies and Notes on Accounts Forming Part of Balance Sheet and Profit & Loss Account

21 A. Significant Accounting Policies

i. Basis of Preparation of Financial Statements.

The financial statements are prepared under the Historical cost convention with the generally accepted accounting principles in India and the provisions of the Companies Act, 1956.

ii. Use of Estimates.

The Preparation of Financial Statements requires estimates and assumptions to be made that effect the reported amount of assts and liabilities on the date of financial statements and reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known / materialized.

iii. Own Fixed Assets.

Fixed Assets are stated at cost net of modvat / cenvat / value added tax , less accumulated depreciation and impairment loss, if any. Any costs, including financing costs till commencement of commercial production, net charges on foreign exchange contracts and adjustments arising from exchange rate variations to the fixed assets are capitalized.

iv. Leased Assets

Premium Paid on Leased Assets is amortised over the lease period and the annual lease rentals are charged to Profit and Loss Account in the year it accrues.

v. Depreciation

Depreciation is provided on written down value method, except for Wind Power Plant for which Straight Line Method is followed, at the rate and in the manner prescribed in Schedule XIV to the Companies Act, 1956.

vi. Impairment of Assets

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable

value. An impairment loss is charged to the Profit and Loss account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

vii. Investments

Current investments are carried at the lower of cost and quoted / fair value, computed category wise. Long Term Investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such decline is other than temporary in the opinion of the management.

viii. Inventories

Items of Inventories are measured at lower of cost or net realizable value, after providing for obsolescence, if any. Cost of inventories comprises of all cost of purchase including duties and taxes other than credits under CENVAT and is arrived on First in First out basis. Semi Finished goods are valued at cost or net realizable value whichever is lower. Finished goods are valued at cost including excise duty payable or net realizable value whichever is lower. Cost includes Direct Material, Labour cost and appropriate overheads.

ix. Foreign Currency Transactions.

Transactions in foreign currency are recorded at the exchange rate, prevailing on the date of transaction or at the exchange rates under the related forward exchange contracts. Profit/Loss on outstanding Foreign Currency contracts have been accounted for at the exchange rates, prevailing at the year end rates as per FEDAI/RBI.

x. Employee Retirement / Terminal Benefits

The employees of the company are covered under Group Gratuity Scheme of Life Insurance Corporation of India. The premium paid thereon is charged to Profit and Loss Account. Leave Encashment liability is provided on the basis of best management



estimates on actual entitlement of eligible employees at the end of the year.

xi. Provision, Contingent Liabilities and Contingent Assets :

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past event and it is probable that there will be an outflow of resources. Contingent Liabilities which are not recognized are disclosed in notes. Contingent Assets are neither recognized nor disclosed in Statements.

xii. Turnover

Turnover includes sale of goods, services, sales tax, service tax and adjusted for discounts (net), excise duty. Inter-Unit sales are excluded in the Main Profit and Loss account.

xiii. Revenue Recognition in Case of Real Estate Transactions

Revenue in case of real estate transactions is made on the basis of concluded on contracts for sales and purchases.

xiv. Segment Reporting

Company's operating Businesses, organized & Managed unit wise, according to the nature of the products and services provided, are recognized in segments representing one or more strategic business units, that offer products or services of different nature and to different Markets.

Company's Operations could not be analyzed under geographical segments in considering the guiding factors as per Accounting Standard-17 (AS-17) issued by the Institute of Chartered Accountants of India.

xv. Provision for Taxation

Provision is made for Income Tax, estimated to arise on the results for the year, at the

current rate of tax, in accordance with the Income Tax Act, 1961. Taxation deferred as a result of timing difference, between the accounting & taxable profits, is accounted for on the liability method, at the current rate of tax, to the extent that the timing differences are expected to crystallize. Deferred tax asset is recognized only to the extent there is reasonable certainty of realization in future. Deferred tax assets are reviewed, as at each Balance Sheet date to re-assess realization.

xvi. Excise and Customs Duty

Excise and Customs Duty are accounted on accrual basis. CENVAT credit is accounted by crediting the amount to cost of purchases on receipt of goods and is utilized on dispatch of material by debiting excise duty account.

xvii. Prior Period Expenses / Income :

Prior period items, if material are separately disclosed in Profit & Loss Account together with the nature and amount. Extraordinary items & changes in Accounting Policies having material impact on the financial affairs of the company are disclosed.

xviii. Sundry Debtors, Loans and Advances

Doubtful Debts/Advances are written off in the year in which those are considered to be irrecoverable.

xix. Earnings per Share

The Company reports basic and diluted earnings per share in accordance with Accounting Standard-20 (AS-20) issued by the Institute of Chartered Accountants of India. Basic earnings per share are computed by dividing the net Profit or Loss for the year by the Weighted Average number of equity share outstanding during the year. Diluted earnings per share is computed by dividing the net profit or loss for the year by weighted average number of equity shares outstanding during the year as adjusted for the effects of all dilutive potential equity shares, except where the results are anti-dilutive.



21 B Notes on Accounts

1. Share Capital

Upon scheme of arrangement with M/s. Surana Telecom and Power Limited, becoming effective on 28.07.2010 equity shares have been allotted to the share holders of M/s Surana Telecom and Power Limited and the amount of ₹ 15,60,33,000/- as disclosed on the face of the Balance Sheet under the head “Share Capital Suspense Account” as on 31.03.2010 has been transferred to Share Capital Account.

2. Secured Loans

Cash Credit limits from banks are secured by current assets of the company on pari-pasu-basis and respectively and personal guarantee of the Managing Director and Director.

3. Deferred Tax

Deferred tax adjustments recognized in the financial statements are as under.

The figures have been regrouped and the movements in MAT Credit utilization is shown separately as detailed in note: 5

Deferred tax Assets/ (liability) Net	As at 31.03.10 (₹ in lakhs)	Assets (liability) arising during the year	As at 31.3.11 ₹ in lakhs
Deferred tax Assets/ (liability)			–
Depreciation- Timing Difference	(2.58)	(36.39)	(38.97)
MAT Credit available – Less regrouped see Note : 5*	104.28	(104.28)	–
Net Deferred tax Asset	101.70	(140.67)	(38.97)

4. Minimum Alternate Tax- MAT (Non Current Asset)

The management after a detailed review of future business growth prospect of the company, the provisions of applicable accounting standards to the company and the Guidance note issued by Institute of Chartered Accountant of India on Accounting and Disclosure of MAT Credit, is of the opinion that the MAT Credit would be reversed by way of adjustments to Income Tax Payable in the forthcoming years.

In the previous year this amount has been treated as Deferred Tax Asset now this has been reclassified as such in the schedule of Loans and Advances

Sl. No	Amount	Year of Recognition	Reversed during the year	Balance available	Year of lapse
1	1,04,28,196	2009-10	Nil	1,04,28,196	2018-19
2	21,02,811	2010-11	Nil	1,25,31,007	2019-20



5. Earning Per Share

(Figures in lacs)

Particulars	31.03.2011	31.03.2010
Net Profit after tax	1645.32	621.11
Net profit available for Equity share-holders	1645.32	621.11
No of Equity shares – Basic	2460.33	2460.33
Nominal Value of each equity share (Rs)	10.00	10.00
Basic Earning Per Share	6.69	2.52

6. a) Capital Advances

Capital advances represents the advances given for setting of a PV Cell Manufacturing Unit at Fab city, Hyderabad with a capacity of 35 MW.

b) Capital Commitment

Capital commitment for setting up the PV Cell Manufacturing Unit is ₹ 7,127 lacs

7. Sundry Debtors and loans and advances

In case of balances in Sundry debtors, loans & advances and other current assets letters seeking confirmation of year end balances are sent to the concerned parties. The balances are subject to confirmation and reconciliation.

8. Contingent Liability not provided for (As certified by the management)

Particulars	31.03.2011 (₹ in lakhs)	31.03.2010 (₹ in lakhs)
Counter Guarantees given to the banks against guarantee issued by them	300.00	–
Letters of Credit opened by banks/ Buyer's Credit	629.52	144.26



9. Related Party Disclosures:

A. Relationship

Entities in which Directors are Interested	Associate Companies	Key Management Personnel	Relatives of Key management Personnel
Bhagyanagar India Ltd.	Solar World Exchange Pvt Ltd	G.M. Surana	
Bhagyanagar Infrastructure Ltd.		Narender Surana	
Bhagyanagar Properties Pvt. Ltd.		Devendra Surana	
Green Energy Systems Pvt. Ltd.		Manish Surana	
Scientia Infocom India Pvt. Ltd.			
Surana Telecom and Power Ltd.			
Bhagyanagar Capital Pvt. Ltd.			
Bhagynagar Foods & Beverages Pvt. Ltd.			
Blossom Residency Pvt. Ltd.			
Bhagyanagar Green Energy Ltd.			
Bhagyanagar Metals Ltd.			
Bhagyanagar Energy & Telecom Pvt. Ltd.			
Bhagyanagar Entertainment Ltd.			
Bhagyanagar Ventures Pvt. Ltd.			
Metropolitan Ventures India Ltd.			
Innova Technologies Pvt. Ltd.			
Advantage Real Estate India Pvt. Ltd.			
Tranquil Avenues India Private Ltd			
Majestic Logistics Pvt. Ltd.			
Everytime Foods Industries Pvt. Ltd.			
Surana Infocom Pvt. Ltd.			
Innova Biotech India Pvt. Ltd.			
Innova Infrastructure Pvt. Ltd.			
Epicentre Entertainment Pvt. Ltd.			
Royal skyscrapers India Pvt. Ltd.			
Sitetonic websolutions Pvt. Ltd.			
Surana Biochemicals Pvt. Ltd.			
Stealth Energy Pvt. Ltd.			
Shresht Energy Pvt. Ltd.			
Andhra Electro Galvanising works			



B. Related Party Transactions with companies in which Directors are interested

(₹ in Lakhs)

Particulars	2010-11	2009-10
Sale of Goods	802.24	44.34
Purchases of Goods	1,783.51	113.19
Jobwork (Purchases)	34.76	—
Interest paid	71.12	—
Loans/advances taken	4,040.48	189.50
Loans/advances repaid	2,978.68	—
Investments in Solar World Exchange Pvt Ltd	—	2.00
Sale of Investments to Surana Infocom Pvt Ltd	—	363.53
Repayment of share warrants application money	—	205.00
Remuneration to Directors	15.16	—
Lease Rent	0.70	—

10. Additional information pursuant to provision of paragraph 3,4C and 4D of Part VI of the Companies Act 1956.

A) Capacity and Production

Particulars	Unit	Installed Capacity		Production	
		2010-11	2009-10	2010-11	2009-10
Solar Modules	Megawatt	60	40	5.70	2.55
Street Lights	Sets	5000	5000	—	—
Power Pacs	Sets	5000	5000	—	—
LED Lights	Sets	10000	10000	—	—
Wind Power	Megawatt	3.50	2.75	0.321	—

B) Turnover

Particulars	Unit	2010-11 Qty	2009-10 Qty	2010-11 Value in lakhs	2009-10 Value in lakhs
Solar Modules	Megawatt	7.923	2.550	5,560.60	2,093.91
Solar Cells	Nos	4636055	1727608	3,161.78	903.87
Multicrystlline wafers	Nos	894770		1,198.89	—
Other products				202.34	93.58
Wind Power	Megawatt	0.321		110.28	—
Sub Total				10,233.89	3,091.36
Less: Inter Unit Sales				—	157.53
Total				10,233.89	2,933.83



C) Opening Stock and Closing Stock of Finished Goods

Particulars	Opening Stock				Closing Stock			
	2010-11 Quantity	2009-10 Quantity	2010-11 (Value ₹ in Lakhs)	2009-10 (Value ₹ in Lakhs)	2010-11 Quantity	2009-10 Quantity	2010-11 (Value ₹ in Lakhs)	2009-10 (Value ₹ in Lakhs)
Solar Mod- ules (mega- watts)	0.049	–	35.54	–	0.367	0.049	271.60	35.54
Total			35.54			–	271.60	35.54

D) Raw material Consumed

Particulars	Units	Quantity 2010-11	Quantity 2009-10	2010-11 (₹ in Lakhs)	2009-10 (₹ in Lakhs)
Solar Cells	Nos	6598754	2151555	5,027.41	1,522.21
P.V Back Sheet	Sqm/kgs	100073	72084	254.02	30.34
T.T. Glass	Sqm	98867	115549	291.40	140.73
E.V.A	Sqm	108247	86192	146.50	102.34
Aluminum Channels	Nos/kgs	171259	72165	273.61	106.66
Junction Boxes	Nos.	190882	130890	75.94	11.49
Inter connector strips	Nos.	2595		70.86	–
Silicon wafer	Nos.	836274		675.28	–
Others including incidental charges		–	–	538.47	207.84
Sub Total				7,353.49	2,121.60
Less: Inter unit Purchases					157.53
Total				7,353.49	1,964.08

E) Value of Imported & Indigenous Raw Material and Components Consumed

Particulars	2010-11		2009-10	
	Value In Lakhs	Percentage	Value In Lakhs	Percentage
Imported	3,803.25	51.72	1,342.81	63.29
Indigenous	3,550.24	48.28	778.79	36.71
Total	7,353.49	100%	2,121.60	100%

F) Income & Expenditure in Foreign Currency

Particulars	2010-11 ₹ in Lakhs	2009-10 ₹ in Lakhs
Raw Material	3,165.86	1,356.01
Expenditure in Foreign Currency (Traveling)	59.29	–
Expenditure in Foreign Currency (Capital Items)	164.08	5.94
Earnings in foreign Currency	1,376.49	53.41



Segmentwise Revenue, Results and Capital Employed under clause 41 of listing agreement	
Particulars	Year Ended 31.03.2011 (Audited)
Segment Revenue (Net of Excise duty)	
a) Power (Solar)	10,123.61
b) Power (wind)	110.29
Net Sales/income from operations	10,233.89
Segmental Results	
(Profit before Tax & Interest)	
a) Power (Solar)	2,283.60
b) Power (wind)	21.38
Total	2,304.98
Less: (i) Interest	231.62
(ii) Unallocable expenditure net of unallocable income	(1.33)
Total Profit before Tax	2,074.68
Capital Employed	
a) Power (Solar)	4,036.69
b) Power (wind)	1,816.39
c) Unallocated	116.92
Total	5,969.99
Note: In the Opinion of the Management, Company operates under two primary segments, those are Solar Product and Wind Power Segments. There is no secondary segment.	

Previous figures have been regrouped and recast wherever necessary to make them comparable with current year's figures.

This is the Notes referred to in our report of even date

For SEKHAR & CO
Chartered Accountants
Firm Regn No: 003695-S

G. Ganesh
Partner
Membership No. 211704

Place : Secunderabad
Date : 29.04.2011

For and on behalf of the Board of Directors

G.M Surana
Chairman

Narender Surana
Managing Director

Devendra Surana
Director

Manish Surana
Dir. Fin & Tech

Biswaranjan Subudhi
Company Secretary



Balance Sheet Abstract And Company's General Business Profile

(as required under part IV of the amended schedule VI of the Companies Act 1956)

I. Registration Details

a) Company Identification No. (CIN)	U45200AP2006PLC051566
b) State Code No	01
c) Balance Sheet Date	31 03 2011
	(Date) (Month) (Year)

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

a) Public Issue	Nil
b) Rights Issue	Nil
c) Bonus Issue	Nil
d) Allotment pursuant to the Scheme of Arrangement	156,033,000/-

III. Position of Mobilisation and Deployment of Funds (Amount in ₹ lakhs) 31-03-11

a) Total Liabilities	6609.14
b) Total Assets	6609.14
c) Sources of Funds	
i) Paid up Capital	2460.33
ii) Reserves & Surplus	1901.65
iii) Secured Loans	1146.38
iv) Unsecured Loans	1061.80
v) Deffered Tax liability	38.97
d) Application of Funds	
i) Net Fixed Assets	2936.20
ii) Investments	2.00
iii) Net Current Assets	2853.14

IV. Performance of Company (Amount in ₹ Thousands)

i) Sales and other Income	10425.06
ii) Total Expenditure	8279.08
iii) Profit Before Tax	2145.97
iv) Profit After Tax	1645.31
v) Earnings per share (₹)	6.69
vi) Dividend (%)	10%

V. Generic names of three Principal Products of Company

Item Code No.: 8541
Product Description : Photovaltaic Solar Cells



Green Initiative in Corporate Governance: Go Paper Less

The Ministry of Corporate Affairs has come up with a Green Initiative of permitting the service of documents including Annual Reports to the Shareholders through e-mail or other permissible electronic modes instead of physical mode vide its Circular No. 17/2011 dated 21 April 2011. This is certainly a welcome move for the society at large as this will reduce paper consumption to a great extent and allow all stakeholders to contribute towards a Greener Environment. To support this green initiative, members who have not registered their e-mail addresses, so far, are requested to register their e-mail addresses, in respect of electronic holdings with the Depository through their concerned Depository Participants. Members who hold shares in physical form are requested to fill the appropriate column in the members e-mail registration form and register the same with Karvy Computershare Private Limited.

Members e-mail Registration Form

Name: e-mail:

Address:
.....
.....

DP ID : Client ID:

Folio No:
(in case of physical holding)

No. of equity shares held:

Signature

Members are requested to send this e-mail registration form to the Companys' RTA i.e., Karvy Computershare Private Limited at the below mentioned address.

M/s Karvy Computershare Private Limited
17-24, Vittal Rao Nagar,
Madhapur, Hyderabad-500 081



ELECTRONIC CLEARING SERVICES (CREDIT CLEARING) MANDATE FORM FOR PAYMENT OF DIVIDEND

To,
KARVY COMPUTERSHARE PVT. LTD.
Unit : Surana Ventures Limited.
Plot No. 17-24, Vittalrao Nagar, Madhapur, Hyderabad - 500 081
Phone: 040-44655000, Fax: 040-23420814

Shareholder's authorisation to receive dividends through Electronic Credit Clearing Mechanism.

Registered Folio No. :	ECS Ref. No. : (for Office use only)
Name of the first/sole shareholder	
Bank Name	
Branch Address & Telephone No. of Branch	
Bank Account Number (As appearing on the Cheque Books)	
9 digit code number of the Bank and Branch appearing on the MICR cheque issued by the Bank.(Please attach a blank cancelled cheque, or a photocopy of a cheque issued to you by your Bank, for verification of the above particulars)	
Account Type (Please tick the option)	<input type="checkbox"/> Savings <input type="checkbox"/> Current <input type="checkbox"/> Cash Credit
Bank Account Ledger Folio No. (If any)	
Effective date of this mandate	

I, hereby, declare that the particulars given above are correct and complete. If the payment transaction is delayed or not effected at all for any reasons, including but not limited to incomplete or incorrect information, I will not hold M/s. Surana Ventures Limited responsible. I agree to discharge the responsibility expected of me as a participant under the scheme.

I, further undertake to inform the Company of any subsequent change(s) in the above particulars.

Place: _____

Date: _____

Signature of First Holder

- Note:
1. Please fill in the information in CAPITAL LETTERS in ENGLISH ONLY.
 2. In case of shareholders holding the equity shares in demat form, the shareholders are requested to provide details to NSDL / CDSL as the case may be, through their respective Depository Participants. Shareholders are also requested to note that changes, if any, intimated by the Demat Account holders directly to the Company will not be considered.



SURANA VENTURES LIMITED

Registered Office : 5th Floor, Surya Towers,
S.P.Road, Secunderabad - 500 003.

ATTENDANCE SLIP

5th Annual General Meeting 21st September, 2011.

DP.Id*
Client Id*

Reg. Folio No.

Name and Address of the Shareholder : _____

No. of Share(s) held : _____

I certify that I am a member/proxy for a member of the Company. I hereby record my presence at the 5th Annual General Meeting of the Company, Wednesday 21st day of September, 2011 at 11.30 a.m. at Kamat Lingapur Hotel, 1-10-44/2, Chikoti Gardens, Begumpet, Hyderabad- 500 016.

** Member's/Proxy's name in Block Letters

** Member's/Proxy's Signature

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

2. NO GIFTS WILL BE GIVEN

* Applicable for Investors holding shares in electronic form.

** Strike out whichever is not applicable.

NO GIFTS WILL BE GIVEN



SURANA VENTURES LIMITED

Registered Office : 5th Floor, Surya Towers,
S.P.Road, Secunderabad - 500 003.

PROXY FORM

DP.Id*
Client Id*

Reg. Folio No.

I/We
of
being member/members of M/s. SURANA VENTURES LIMITED, hereby appoint
of
or failing him
of
as my / our proxy to vote for me/us on my/our behalf at the 5th Annual General Meeting of the Company to be held at Wednesday 21st day of September, 2011 at 11.30 a.m. at Kamat Lingapur Hotel, 1-10-44/2, Chikoti Gardens, Begumpet, Hyderabad- 500 016 and at every adjournment thereof.

Signed thisday of....., 2011.

Note : 1. Proxy need not be a member.

2. Proxy Form, complete in all respects, should reach the Registered Office of the Company on or not later than 48 hours before the time for holding of the Meeting.

Please
Affix ₹ 1/-
Revenue
Stamp

Signature

* Applicable for Investors holding shares in electronic form.

NO GIFTS WILL BE GIVEN

INVESTOR INFORMATION

DIVIDEND

The Dividend at 10% (₹1/- per share) will be paid to the shareholders whose names appear on the Register of Members as on 16.09.2011 and to those shareholders whose names appear as Beneficial owners as on 16.09.2011 as per the details furnished by National Securities Depository Limited and Central Depository Services (India) Limited in respect of the shares held in Electronic Form.

PAYMENT OF DIVIDEND

Dividend, in case of shareholders availing the ECS Facility, will be credited directly into their Bank Accounts. Dividend warrants, in the case of shareholders not availing the ECS Facility, will be sent directly to their registered address and will be valid for a period of 6 months from the date of the warrant. After expiry of the said 6 months, the warrants shall be sent to the Registered Office of the Company for revalidation.

SHARE REGISTRY

The Registry of Physical Share Certificates is done by our Registrars and Transfer Agents, M/s KARVY COMPUTERSHARE PRIVATE LIMITED, Plot No. 17-24, Vittalrao Nagar, Madhapur, Hyderabad – 500-081. The shareholders can send the shares for Transfer/ Transmission/ Split/Consolidation and Issue of Duplicate Share Certificates, Request for Change of Address to the above address. Intimation regarding change of address, in the case of holder of shares in physical form, may be sent to M/s KARVY COMPUTERSHARE PRIVATE LIMITED, at the above mentioned address and in the case of holders of shares in Electronic Form, to their Depository participants.

LISTING

The Company's shares are listed at Bombay Stock Exchange Limited and National Stock Exchange of India Limited.

DEMATERIALISATION OF SHARES

The shares of the Company are under compulsory dematerialised trading since 7th January, 2011. The Company has entered into a tripartite agreement with the National Securities Depository Limited, Central Depository Services (India) Limited and the Company's Depository Registrars, M/s KARVY COMPUTERSHARE PRIVATE LIMITED, Plot No. 17-24, Vittalrao Nagar, Madhapur, Hyderabad – 500-081, for induction of the Company's shares into the depository system. The ISIN number allocated to the Company's securities is INE272L01014. Those shareholders, who have not dematerialised their shares, may send their shares / Option Letters to the Company, through their Depository Participants with whom they hold an account, for getting the shares dematerialised.

QUALITY OBJECTIVE

"An effective and clearly understood quality system by employees. Teamwork to build-up quality consciousness amongst all our employees. Continuous improvement in every activity for achieving excellence.

Timely corrective action to prevent anticipated factors affecting quality & productivity."

