



**Pennar Aluminium
Company Limited**

22nd Annual Report 2011-12



BOARD OF DIRECTORS

Shri Nrupender Rao	Chairman
Shri Vijay Chandra Puljal	Director
S V Ramachandra Rao	Director
A. Krishna Rao	Director

AUDITORS :

M/s RAMBABU & Company
Chartered Accountants
31, Pancom Chambers
6-3-1090/1A, Rajbhavan Road,
Somajiguda, Hyderabad - 500 082.

REGISTERED OFFICE

PENNAR ALUMINIUM COMPANY LIMITED
-1 Floor. DHFLVC Silicon Towers
Madhapur Road, Kondapur
Hyderabad - 500 084.
PH : 040-23117045
E-mail : pennaralu@gmail.com

**REGISTARS AND SHARE
TRANSFER AGENTS :**

XL SOFTECH SYSTEMS LTD.
An ISO 9001 Company
3, Sagar Society,
Road No. 2, Banjara Hills,
Hyderabad - 500 034.
Phones : 2354913 / 14 / 15
Fax : 040-23553214
E-mail : xlfield@rediffmail.com
Website : www.xlsoftech.com



NOTICE

Notice is hereby given that the 22nd Annual General Meeting of the Members of the Company will be held on Friday the 31st Day of August, 2012 **at Flat No.103&104 GRANDEUR RESIDENCY, Opp.: At Home - Apartment Hotel, Whitefields, Sri Seetharamanjaneya Swami Temple Road, Kothaguda, Kondapur, Hyderabad- 500084 AT 9.00 A.M** to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31st March, 2012 and the Profit and Loss Account for the year ended on that date together with the Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Shri Vijay Chandra Puljal who retires by rotation and offers himself for reappointment.
3. To appoint M/s. Rambabu & Company, Chartered Accountants, Hyderabad, as Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting of the Company and authorise the Board to fix their remuneration.

SPECIAL BUSINESS

4. **To consider and if thought fit, to pass, with or without modification(s) the following resolution as an ORDINARY RESOLUTION.**

"RESOLVED THAT Shri. A Krishna Rao, who was appointed by the Board of Directors as an Additional Director of the Company with effect from February 14, 2012, and who holds office up to the date of this meeting as per Section 260 of the Companies Act, 1956 ("the Act") and in respect of whom the Company has received a notice in writing from a Member under Section 257 of the Act proposing his candidature for the office of Director of the Company, be and is hereby appointed as a Director of the Company, who shall be subject to retire by rotation."

5. **To consider and if thought fit, to pass, with or without modification(s) the following resolution as an ORDINARY RESOLUTION.**

"RESOLVED THAT Shri. S V Ramachandra Rao, who was appointed by the Board of Directors as an Additional Director of the Company with effect from October 31, 2011, and who holds

office up to the date of this meeting as per Section 260 of the Companies Act, 1956 ("the Act") and in respect of whom the Company has received a notice in writing from a Member under Section 257 of the Act proposing his candidature for the office of Director of the Company, be and is hereby appointed as a Director of the Company, who shall be subject to retire by rotation."

6. **To consider and if thought fit, to pass, with or without modification(s) the following resolution as an SPECIAL RESOLUTION.**

"RESOLVED THAT pursuant to section 21 and 31 of the Companies Act, 1956 and subject to the approval of the Registrar of Companies, Hyderabad, the name of the company is changed from "Pennar Aluminium Company Limited" to "**PALCO LIMITED**" and that consequent to this change, the Memorandum of Association of the company and Articles of Association of the Company be altered accordingly.

By Order of the Board
For PENNAR ALUMINIUM COMPANY LIMITED

Place : Hyderabad
Date : 30.07.2012
NOTES

J V Nrupender Rao
Chairman

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself /herself and such proxy need not be a member of the company. The instrument appointing a proxy to be effective must be deposited with the company at its registered office / corporate office not less than 48 hours before the commencement of meeting.
2. The Register of Members and Share Transfer books of the Company will remain closed from 29.08.2012 to 31.08.2012 (**both days inclusive**) for the purpose of Annual General Meeting
3. An Explanatory Statement pursuant to section 173(2) of the Companies Act, 1956 in respect of special business items if any, is annexed hereto.
4. The Members are requested to notify change, if any, in their address to **Registrar and Transfer Agent viz., XL Softech Systems Ltd.,** at 3, Sagar society, Road no 2, Banjara Hills, Hyderabad - 500 034. All communications regarding shares



are to be addressed to our Registrars and Transfer Agents at the address mentioned above.

5. The Ministry of Corporate Affairs ("MCA") has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by companies and has issued Circular on April 21, 2011 stating that the service of documents can be made through electronic mode. In view of the circular issued by MCA, the Company proposes to henceforth deliver documents like the Notice calling the Annual General Meeting/ Audited Annual Accounts/Report of the Auditors/ Report of the Directors etc, in electronic form to email address provided by the shareholders.
6. Shareholders are requested to furnish their e-mail id's to enable the Company to forward all the requisite information in electronic mode. In case of shareholders holding shares in demat form, the email IDs of the shareholders registered with the DP and made available to the Company shall be the registered email ID unless communication is received to the contrary.
7. Relevant documents and registers will be available for inspection by the members at the registered office of the Company.
8. Members / Proxies are requested to hand over the enclosed Attendance Slip duly filled in, at the entrance for attending the meeting.
9. Members who hold shares in dematerialised form are requested to write their Client ID and DP ID and those who hold shares in physical form are requested to write their Folio Number in the attendance slip for attending the Meeting.
10. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
11. A Member desirous of getting any information on the accounts or operations of the Company is requested to forward his/her queries to the Company at least seven days prior to the date of the meeting for consideration of the management to deal at the meeting.

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

Item No. 4.

The Board of Directors in its meeting held on February 14, 2012, approved the appointment of Shri. A Krishna Rao, as an Additional Non-Executive Independent Director of the Company.

As per the provisions of Section 260 of the Companies Act, 1956, Shri. Krishna Rao Ati will hold office till the ensuing Annual General Meeting and is eligible for re-appointment.

Notice under Section 257 of the Act, was received from a member proposing the appointment of Shri. A Krishna Rao as the Company's Director, along with the requisite deposit.

Brief Profile of Shri.A Krishna Rao

Shri Krishna Rao had served the industry for past few decades and has made a substantial contribution in the field of Industrial Relations and Personnel Management. He worked for Union carbide and Jardine Henderson Ltd, Calcutta and for Nagarjuna Group. He had received lifetime achievement award in from National Institute of Personnel Management. His induction on the Board would be of immense benefit to the Company.

Names of companies in which the person also holds the directorship and the membership of Committees of the Board are provided in the Additional information on Directors seeking appointment/re-appointment at the forthcoming Annual General Meeting.

Shri. A Krishna Rao hold nil. Shares in the Company.

The Board of Directors recommends the resolution for your approval.

None of the Directors except Shri. A Krishna Rao is interested or concerned in the resolution.

Item No. 5.

The Board of Directors in its meeting held on October 31, 2011, approved the appointment of Shri. S V Ramachandra Rao, as an Additional Non-Executive Independent Director of the Company.

As per the provisions of Section 260 of the Companies Act, 1956, Shri. S V Ramachandra Rao will hold office till the ensuing Annual General Meeting and is eligible for re-appointment.

Notice under Section 257 of the Act, was received from a member proposing the appointment of Shri. Satyavada Venkata Ramachandra Rao as the Company's Director, along with the requisite deposit.

Brief Profile of Shri. S V Ramachandra Rao

Shri S V Ramachandra Rao, aged 59 years is the promoter and Managing director of Resource Inputs



Pennar Aluminium Company Limited

Ltd and HR Chambers Outsourcing Pvt Ltd. He holds degree from Andhra University, Berhampur University and Annamalai University in Social Work, law, including specialized degrees in Labour and Administrative Laws, Personnel Management and Industrial Relations. His multifariously distinguished career spans over more than 26 years and cuts across Public and Private Sector Manufacturing, Banking and Non- Banking Financial Industries across the country. Bharat Heavy Plates and Vessels Ltd, Visakhapatnam Steel Plant, Shriram Refrigeration Industries Ltd, Corporation Bank, Hyderabad Allwyn, Bakelite Hylam Ltd, Andhra Cements, Pennar group of Industries being some of the top names wherein he has worked at the helm in key strategic roles.

His induction on the Board would be of immense benefit to the Company.

Names of companies in which the person also holds the directorship and the membership of Committees of the Board are provided in the Additional information on Directors seeking appointment/re-appointment at the forthcoming Annual General Meeting.

Shri. S V Ramachandra Rao holds nil shares in the Company.

The Board of Directors recommends the resolution for your approval.

None of the Directors except Shri. S V Ramachandra Rao is interested or concerned in the resolution.

Item No. 6:

The Board of Directors proposes to change the name of the company from 'Pennar Aluminium Company Limited' to 'PALCO Limited' so as to along with the name by which it is known to Customers and Suppliers. Shareholders are requested to pass the resolution as proposed.

None of the Directors is interested in the aforesaid resolution.

**By Order of the Board
For PENNAR ALUMINIUM COMPANY LIMITED**

**Place : Hyderabad
Date : 30.07.2012**

**J V Nrupender Rao
Chairman**



Additional information on Directors seeking appointment/re-appointment at the forthcoming Annual General Meeting:

Particulars	Shri. Vijay Chandra Puljal	Shri. A Krishna Rao	Shri. SV Ramachandra Rao
Date of Birth	01.03.1951	16.03.1928	06.08.1950
Date of appointment	22.09.2005	14.02.2012	31.10.2011
Qualification	Ag.Msc	Postgraduate in personnel management.	degree from Andhra University, Berhampur University and Annamalai University in Social Work, law, including specialized degrees in Labour and Administrative Laws, Personnel Management and Industrial Relations
Expertise	Industrial Relations and Personnel Management	Industrial Relations and Personnel Management	Labour and Administrative Laws, Personnel Management and Industrial Relations.
List of Companies in which outside directorship held	3	2	3
Chairman/ member of the committee of other companies on which he is a director	1	1	0
No. of shares held by them in the Company	104,507	-	-

DIRECTORS REPORT

To
The Members,

Your Directors have pleasure in presenting the 22nd Annual Report together with the Audited Accounts of the Company for the financial year ended 31st March, 2012 and the Auditors Report thereon.

Financial Results

The Company has no operations during the year, as the assets of the Company had been taken over by Asset Reconstruction Company (India) Limited

(ARCIL) under the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002.

Dividend:

The company has not declared any dividend as there is no operations in the company and the company do not have any surplus to distribute.

Directors

In terms of the provisions of Section 255 and 256 of



the Companies Act, 1956, Shri.Vijay Chandra Puljal will retire at the ensuing Annual General Meeting and being eligible offers himself for re-appointment. Mr. A Krishna Rao and Mr. S V Ramachandra Rao who were appointed as Additional Directors will cease to be directors at the Annual General Meeting. The Company has received notice under Section 257 proposing them as Directors of the Company.

Management Discussion and Analysis

A separate section titled "Management's Discussion and Analysis Report" confirming compliance of the conditions of Corporate Governance as stipulated under Clause 49 of the Listing Agreement is annexed hereto and forms part of this Annual Report.

Directors' Responsibility Statement

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, 2012, the applicable accounting standards have been followed and there were no material departures.
- (ii) That the directors have selected such accounting policies and applied them consistently and made judgments and estimates which are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year 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 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, 2012 on a 'non going concern' basis.

Redemption Debentures

The Company has redeemed **2,53,775** No. of Debentures as on 31.03.2012 and paid an amount of Rs.2,61,38,825/- to the public debenture Holders who have surrendered their original debenture certificate to the Company. The Company is yet to redeem **471510** No. of Debentures to the public debentureholders. The public debentureholders who are yet to surrender their original debenture certificate

to the Company can claim @ Rs.103/- per debenture after surrendering the original debenture certificate. The same will be paid by IndusInd Bank Limited where the debentureholders money is kept under no lien account.

Auditors

The Statutory Auditors of the Company, M/s. Rambabu & Co., Chartered Accountants, Hyderabad retire at the conclusion of the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment.

The Company has received letter from them to the effect that their appointment if made would be within the prescribed limits under Section 224(1-B) of the Companies Act, 1956.

Boards Reply to the Auditors Qualifications :

The company is able to continue its business as going concern because the total assets of the company is been taken over by ARCIL and been sold, due to which the company is able to continue its operations.

Fixed Deposits

The Company has not invited / accepted deposits from the public within the meaning of Section 58A of the Companies Act, 1956.

Particulars of Employees:

There are no employees whose details are required to be given under Section 217(2A) of the Companies Act, 1956.

Additional Information

Information as per Section 217(1)(e) read with Companies (Disclosure of particulars in the report of Board of Directors) Rules, 1998 and forming part of report for the year ended March 31, 2012.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

Particulars required under Section 217(1) (e) of the Companies Act, 1956 read with Rule 2 of the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules are given in ANNEXURE - I.

Acknowledgement

Your Directors express their gratitude to the shareholders and debenture holders.



By Order of the Board
For Pennar Aluminium Company Limited

J V Nrupender Rao
Chairman

Vijay Chandra Puljal
Director

Place : Hyderabad
Date : 18.05.2012

ANNEXURE TO THE DIRECTORS' REPORT

Details as required under Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988, read with clause (e) of Subsection (1) of Section 217 of the Companies Act, 1956.

A. Conservation of Energy

The Company has no operations during the year and previous year and therefore power and fuel consumptions are NIL.

FORM - B

- A. Technology Absorption Research and Development (R&D): Nil
B. Foreign Exchange Earnings and Outgo : NIL

By Order of the Board
For Pennar Aluminium Company Limited

J V Nrupender Rao
Chairman

Vijay Chandra Puljal
Director

Place : Hyderabad
Date : 18.05.2012

MANAGEMENT DISCUSSION AND ANALYSIS

The Company has no operations during the year, as the assets of the Company had been taken over by Asset Reconstruction Company (India) Limited (ARCIL) under the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 and hence the Board could not discuss and analyze the following:

1. Industry Structure and Development
2. Opportunities and Threats
3. Future Outlook
4. Risks and concerns
5. Internal Control Systems and their adequacy
6. Material Developments in Human Resources / Industrial Relations Front, including number of people employed:
7. Discussion on financial performance with respect to operational performance:

Compliance report on Corporate Governance

In compliance with Clause 49 of the Listing Agreement, with the stock exchanges, your Company hereby provides, to the shareholders, the report on Corporate Governance.

1. Board of Directors

- a) Composition of the Board: The Company's Board of Directors comprises Four Directors, of which Two are Non-Executive Director Non-Independent Directors and 2 are Non-executive Independent Directors. The Company has Non-Executive Chairman.
- b) Number of Board meetings held during the financial year and the dates of the Board meetings: During 2011-12, the Board met 4 times on 30.04.2011, 05.08.2011, 31.10.2011, 14.02.2012
- c) Attendance of each Director at Board meetings and the last Annual General Meeting



Sl. No.	Name of the Director	Category of Directorship	Number of Board meeting held during his Directorship	Number of Board meetings attended	Attendance at the last AGM held on September 12, 2011
1	Shri. J V Nrupender Rao	Promoter, Non-Executive Chairman	4	4	Yes
2	Shri. Vijay Chandra Puljal	Non-Executive Director	4	4	Yes
3	Shri. AKrishna Rao @	Independent Non-Executive Director	1	1	No
4	Shri. S V Ramachandra Rao#	Independent Non-Executive Director	2	2	No
5	Shri. P Bhaskara Rao*	Director	2	2	Yes

@Shri. A Krishna Rao Appointed as Additional Director with effect from 14.02.2012.

#Shri.S V Ramachandra Rao Appointed as Additional Director with effect from 31.10.2011.

*Shri. P. Bhaskar Rao, director resigned with effect on 29.10.2011.

d) Number of other Boards/Board Committees each Director (being a Director of the Company as at the end of the financial year) is a Director/Chairman

Sl. No	Name of the Director	Number of other Companies which director		Number of Committee memberships held in other Companies	
		Chairman	Director	Chairman	Member
1	Shri. J V Nrupender Rao	4	5	1	1
2	Shri. Vijay Chandra Puljal	0	3	-	1
3	Shri. A Krishna Rao	0	2	1	-
4	Shri. S V Ramachandra Rao	-	3	-	-

2. Audit Committee

a) Brief description of the terms of reference

The terms of reference of the Audit Committee are comprehensive and cover the matters specified for Audit Committees under the Listing Agreements with stock exchanges. The Committee provides the Board with additional assurance as to the adequacy of Company's internal control systems and financial disclosures.

b) Composition, name of members and chairperson

The Committee comprises

1. Mr. A Krishna Rao - Chairman (Independent Non-Executive Director)
2. Mr. S V Ramachandra Rao - Member(Independent Non-Executive Director)
3. Mr. Vijay Chandra Puljal - Member (Non-Executive Director)
4. Mr. J.V. Nrupender Rao - Member (Non-Executive Director)



c) Meetings and attendance during the year

During the year under review, the Committee met one time on 14.02.2012

The details of attendance are given below:

Sl. No	Name of the member	Number of meetings held	Number of meetings attended
1	Shri. J V Nrupender Rao	1	1
2	Shri. Vijay Chandra Puljal	1	1
3	Shri. A Krishna Rao	1	1
4	Shri. S V Ramachandra Rao	1	1

The Statutory Auditors were invited to attend the Audit Committee Meeting.

3. Remuneration Committee

The Company does not have any Remuneration Committee. The Company is not paying any remuneration to the Directors. No sitting fee is paid to directors for attending the Meetings.

a) Details of number of shares held by the Non-Executive/Independent Directors as on March 31, 2012

Name of the Director	Designation	No. of shares held
Shri. J V Nrupender Rao	Non-Executive Director	113,289
Shri. Vijay Chandra Puljal	Non-Executive Director	104,507
Shri. A Krishna Rao	Independent Non-Executive Director	-
Shri. S V Ramachandra Rao	Independent Non-Executive Director	-

4. Shareholders'/Investors' Grievances Committee

A Committee of the Board, designated as 'Shareholder's/Investor's Grievances Committee' was constituted on 14.02.2012 to specifically look into the redressal of shareholder/investor complaints and to strengthen investor relations.

a) Name of Non-Executive Director heading the Committee:

The Committee functions under the Chairmanship of Mr. A Krishna Rao, a Non-Executive and Independent Director.

The other members of the Committee are:

Name of the Director	Designation
Shri. J V Nrupender Rao	Non-Executive Director
Shri. Vijay Chandra Puljal	Non-Executive Director
Shri. S V Ramachandra Rao	Independent Non-Executive Director



- b) Name and designation of Compliance Officer: Shri. Vijay Chandra Puljal
- c) Number of complaints received from shareholders: During the period under review, the Company has received and resolved five (5) complaints and there were no pending complaints as at the year end.
- d) Number of pending share transfers and complaints: Nil

e) Details of meetings and attendance by the member :

During the year the Committee met one time on 14.02.2012

Sl. No	Name of the member	Number of meetings held	Number of meetings attended
1	Shri. J V Nrupender Rao	1	1
2	Shri. Vijay Chandra Puljal	1	1
3	Shri. A Krishna Rao	1	1
4	Shri. S V Ramachandra Rao	1	1

5. General body meetings

a) Details of the location and time of the General meetings

Date	Year	Type	Venue	Time
30.09.2011	2010-11	Annual General Meeting	1-10-75/1/1-6, Flat No.201, Sapthagiri Towers, Begumpet.	9.00AM
30.09.2010	2009-10	Annual General Meeting	1-10-75/1/1-6, Flat No.201, Sapthagiri Towers, Begumpet.	9.00AM
30.09.2009	2008-09	Annual General Meeting	1-10-75/1/1-6, Flat No.201, Sapthagiri Towers, Begumpet.	9.00AM

b) Special resolutions

All resolutions moved at the last Annual General Meeting were passed by a show of hands by the requisite majority of members attending the meeting. The Company has not passed any Special Resolutions at the previous General meetings held in the last three years.

- c) Postal ballot: No Postal Ballot was conducted during 2011-12
- d) Procedure for postal ballot - Not applicable.
- e) Information on Directors re-appointment as required under Clause 49 VI (G) of the Listing Agreement with stock exchanges is given as a note appended to the explanatory statement of the AGM notice.

6. Disclosures:

The Company has no operations during the year, as the assets of the Company had been taken over by Asset Reconstruction Company (India) Limited (ARCIL) under the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002



Compliance with Non-Mandatory requirements:

We comply with the following non-mandatory requirements:

(i) **Shareholder Rights** - The Company publishes its results on its website i.e, www.pennarindia.com which is accessible to the public at large. A half-yearly declaration of financial performance including summary of the significant events is presently not being sent to each household of shareholders. The Company's results for each quarter are published in an English newspaper having a wide national circulation and also in a Telugu newspaper having a wide circulation in Andhra Pradesh. Hence, half-yearly results are not sent to the shareholders individually.

(ii) **Audit qualifications** - During the period under review, there is audit qualification in Company's financial statements as non going basis.

This is because the total assets of the company have been taken over by ARCIL and sold, due to which the company is unable to continue its operations.

(iii) **Training of Board members** - The Company is yet to evolve a plan to train the Board members.

(iv) **Mechanism for evaluating Non-Executive Board members - Yet to evolve**

As regards other non-mandatory requirements, the Board has taken cognizance of the same and may consider adopting them as and when deemed appropriate.

The Company has not yet adopted the CORPORATE GOVERNANCE VOLUNTARY GUIDELINES, 2009. The Board will adopt the same as and when deemed appropriate.

7. Means of communication

The quarterly/half-yearly/annual financial results of the Company are sent to the stock exchanges immediately after they are approved by the Board.

The quarterly/half-yearly/annual financial results of the Company are published in The Financial Express and Andhra Prabha within 48 hours of the conclusion of the Board meeting.

Presentations were made to analysts during the financial year 2011-12.

General information

1.	Date, time and venue of Annual General Meeting	Friday the 31st Day of August, 2012 AT 9.00 A.M at Flat No.103&104 Grandeur Residency, Opp.: At Home - Apartment Hotel, Whitefields, Sri Sree Seetharamanjaneya Swami Temple Road, Kothaguda, Hyderabad- 500084
2.	Financial calendar (Tentative schedule)	Financial year : April 1 to March 31: Board meetings for approval of quarterly results: 1st Quarter ended on June 30, 2012: within 45 days from the close of quarter 2nd Quarter ended on September 30, 2012: within 45 days from the close of quarter 3rd Quarter ended on December 31, 2012: within 45 days from the close of quarter Annual results for financial year ended March 31, 2013 (audited): Within 60 days of the close of financial year



		Annual general meeting for the year 2012-13 : In accordance with Section 166 of Companies Act, 1956
3.	Date of book closure (both days inclusive)	29.08.2012- 31.08.2012
4	Dividend payment due	Not Applicable
5.	Listing on stock exchanges	The Bombay Stock Exchange Limited P. J. Towers, Dalal Street, Mumbai - 400001
6.	Stock Code	BSE: Equity- 513405
7.	Electronic connectivity	1. The National Securities Depository Ltd Trade World, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel Mumbai - 400013 2. Central Depository Services (India) Ltd Phiroze Jeejeebhoy Towers, 28th Floor Dalal Street, Mumbai - 400023
8.	Registered Office (address for correspondence)	Floor -1, DHFLVC Silicon Towers, Kondapur, Hyderabad - 500084 A.P. India, Tel.No: +91 40 23117043/7045, 23114072 Fax No: +91 40 23117041 E-mail:pennaralu@gmail.com
9.	Communication regarding share transfers and other related correspondence	XL Softech Systems Limited 3, Sagar Society, Road No. 2, Banjara Hills, Hyderabad - 500 084 Note: Shareholders holding shares in electronic mode should address all correspondence to their respective depository participants
10	Share transfer system	Shares lodged for physical transfer at the Registrar's address are normally processed within a period of 15 days from the date of lodging, if the documents are clear in all respects. The shares duly transferred would be dispatched to the concerned shareholders within a week from the date of approval of transfers by the Share Transfer Committee.

8. As required under Clause 49 of the Listing Agreement, a certificate duly signed by Mr. Vijay Chandra Puljal, Director of the Company was placed at the meeting of the Board of Directors held on May 29, 2012

9. Distribution of shareholding as on March 31, 2012 was as under:

Sl. No	Category	Numbers of shareholders	% of shareholders	Number of shares	% of shares
1.	1 to 1000	34937	81.59	1277353150	21.68
2.	1001-2000	3425	8.00	59178370	10.08
3.	2001-4000	1851	4.32	55747870	9.49



4.	4001-6000	1224	2.86	61969320	10.55
5.	6001-8000	305	0.71	21639680	3.68
6.	8001-10000	390	0.91	37849200	6.44
7.	10001-20000	380	0.89	53874020	9.17
8.	20001 & Above	309	0.72	169698390	28.89
	Total	42821	100.00	587310000	100.00

Shareholding Pattern as on March 31, 2012 was as under

Sl. No	Particulars	No. of Shares	% to total shares
1	Promoter and Promoter Group	474100	0.81
2	Mutual Funds/UTI	111400	0.19
3	Financial Institutions/Banks	46150	0.08
4	Foreign Institutional Investors	94000	0.16
5	Foreign Funds	-	-
6	Bodies Corporate	4476129	7.62
7	Individuals	51720276	88.08
8	Trust	-	-
9	NRI	1303945	2.66
10	Clearing Members	-	-
11	Others(Insurance Company)	505000	0.86
	Total	58731000	100

10. Dematerialisation of shares and liquidity

The Company's equity shares are in compulsory demat list. The International Securities Identification Number (ISIN) allotted to the Company's scrip is INE 057C01018, 88.82 % of equity shares are held in dematerialised form as on March 31, 2012.

Outstanding GDRs/ADRs/Warrants or any convertible instruments, conversion date and likely impact on equity.

During the financial year 2011-12, the Company has not issued any GDRs/ADRs and there are no outstanding warrants or any convertible instruments.

11. Plant locations

Not Applicable

12. Market price data

The Company's shares are traded on The Bombay Stock Exchange.

Monthly high and low quotations and volume of equity shares traded on Bombay Stock Exchange Limited (BSE) for 2011-12 were as follows:



Month	Share Price		SENSEX	
	High (Rs.)	Low (Rs.)	High	Low
April 2011	1.20	0.90	18,976.19	18,976.19
May 2011	0.99	0.78	19,253.87	17,786.13
June 2011	1.09	0.81	18,873.39	17,314.38
July 2011	0.98	0.85	19,131.70	18,131.86
August 2011	0.90	0.61	18,440.07	15,765.53
September 2011	1.12	0.61	17,211.80	15,801.01
October 2011	0.93	0.70	17,908.13	15,745.43
November 2011	0.85	0.61	17,702.26	15,478.69
December 2011	0.74	0.54	17,003.71	15,135.86
January 2012	0.91	0.48	17,258.97	15,358.02
February 2012	0.94	0.60	18,523.78	17,061.55
March 2012	0.84	0.55	18,040.69	16,920.61

(Source: www.bseindia.com)

Declaration of Code of Conduct

The Board of Directors of Pennar Aluminium Company Limited, at their meeting held on 14th February, 2012, adopted the Code of Conduct for the Directors and also for the Company’s senior management personnel, which was posted on the Company’s website.

In accordance with Clause 49 I (D) of the Listing Agreement with the stock exchanges, I hereby confirm that, all the Directors and the senior management personnel of the Company have affirmed compliance with the aforesaid Code of Conduct as applicable to them for the financial year ended March 31, 2012

Place : Hyderabad

Date : 18.05.2012

sd/-

Vijay Chandra Puljal
Director

AUDITOR’S REPORT

To
The Members
Pennar Aluminium Company Limited
Hyderabad

We have audited the attached Balance Sheet of **PENNAR ALUMINIUM COMPANY LIMITED**, Hyderabad, as at 31st March, 2012 and the Statement of Profit and Loss for the year ended on that date annexed thereto and the Cash Flow statement for the year ended on that date. These financial statements are the responsibility of the Company’s management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those

Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the over all financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

1. As required by the Companies (Auditors’ Report) Order, 2003, issued by the Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the annexure a statement on the matters specified



in paragraphs 4 and 5 of the said order.

2. Further to our comments in the annexure referred to above, we report that:

- (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
- (ii) In our opinion proper books of accounts as required by law have been kept by the Company so far as it appears from our examination of those books.
- (iii) The Balance Sheet and statement of Profit and Loss and Cash Flow statement dealt with by this report are in agreement with the books of account.
- (iv) In our opinion, the Balance Sheet and statement of Profit and Loss and Cash Flow statement dealt with by this report comply with the accounting standards referred to in sub-section 3(C) of Section 211 of the Companies Act, 1956.
- (v) On the basis of written representation received from directors, based on legal opinion on the subject obtained by the Company and taken on record by the Board of Directors, we report that none of the Directors are disqualified as on 31.03.2012 from being appointed as a Director in terms of Clause (g) of sub-section (1) to Section 274 of the Companies Act, 1956.
- (vi) The company is not able to continue as a going concern, as the total fixed assets of

the company have been sold out and consequently the operations of the company were stopped.

- (vii) Subject to our comments as stated in paragraphs vi above, in our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information as required by the Companies Act, 1956, in the manner so required, and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - a) In the case of Balance Sheet of the state of affairs of the Company as at 31st March 2012.
 - b) In the case of statement of Profit and Loss of the Loss of the Company for the year ended on that date and
 - c) In the case of Cash Flow Statement, of the Cash Flows of the Company for the year ended on that date.

For **RAMBABU & CO.,**
Chartered Accountants
Firm Reg. No.002976S

RAVI RAMBABU
Partner
Membership.No.18541

Place : Hyderabad
Date : 18-05-2012

ANNEXURE TO THE AUDITORS' REPORT :

Referred to as in paragraph 1 of our report of even date.

- 1) In respect of its fixed assets.
 - a) All the fixed assets of the Company were sold and the Company will not be able to continue as a going concern.
- 2) In respect of its inventories:
 - a) The Company has no inventory during the period. Accordingly, the provisions of clause (ii) of paragraph 4(A) of the Companies (Auditor's Report) Order, 2003 as amended (the Order) in respect of inventories are not applicable to the Company.
- 3) In respect of loans secured or unsecured, granted or taken by the Company to/from companies,

firms or others covered in the register maintained under section 301 of the Companies Act,1956:

During the year, the Company has not taken/ granted loans from/to parties covered in the Register maintained under section 301 of the Companies Act,1956 and accordingly paragraph 4(iii)(b)(c) and (d) of the order does not arise.

- 4) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business, for the purchase of inventory, fixed assets and for the sale of goods. During the course of our audit, based on our audit procedures applied, we have not observed any



continuing failure to correct major weaknesses in internal control.

- 5) In respect of transactions covered under Section 301 of the Companies Act, 1956:

According to the information and explanations given to us, there are no contracts or arrangements that need to be entered into the register maintained under Section 301 of the Companies Act, 1956

- 6) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits as defined under Section 58 A of the Companies Act, 1956.
- 7) In our opinion, the Company does not have an independent internal audit system commensurate with the size and nature of its business.
- 8) The Company does not have cost records for the year under review, as the operations were stopped due to sale of all the Fixed Assets.
- 9) In respect of statutory dues

According to the books and records of the Company, and according to the explanations and information given to us, during the year under review, there are no undisputed statutory dues payable including Provident Fund, Investor education & protection fund, Income tax, Sales tax, Wealth tax, Custom duty, Excise duty, Cess and other statutory dues applicable to it. According to the information and explanations given to us, there are no disputed amounts payable in respect of such statutory dues which have remained outstanding as at 31st March, 2012 for a period exceeding six months from the date they became payable.

- 10) The Company has accumulated losses at the end of the period that are more than hundred percent of its net worth and incurred cash losses during the financial period covered by our audit and had incurred cash losses in the immediately preceding financial period.
- 11) As per the records of the Company and according to the information and explanations given to us, we are of the opinion that the company has not defaulted in repayment of dues to financial institutions, banks or debenture holders.
- 12) According to the information and explanations given to us, the Company has not given any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

- 13) The Company is not a chit fund or a nidhi / mutual benefit fund / society. Accordingly the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.

- 14) The Company has not dealt or traded in shares, securities, and debentures and other investments during the period. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.

- 15) According to the information and explanations given to us, the Company has not given guarantees for loans taken by the others from banks or financial institutions.

- 16) In our opinion and according to the information and explanations given to us, during the period the Company has not raised any fresh term loans.

- 17) According to the information and explanations given to us and on an overall examination of statements and records of the Company, that the funds raised on short-term basis have, prima facie, not been used during the period for long-term investment.

- 18) The Company has not made any preferential allotment of shares/securities during the period to parties and companies covered in the register maintained under section 301 of the companies act, 1956.

- 19) No debentures have been issued by the company during the period and hence, the question of creating securities in respect thereof does not arise.

- 20) The Company has not raised money by way of public issue during the year.

- 21) On the basis of our examination and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the period.

For **RAMBABU & CO.,**
Chartered Accountants
Firm Reg. No.002976S

RAVI RAMBABU
Partner
Membership.No.18541

Place : Hyderabad
Date : 18-05-2012



BALANCE SHEET AS AT 31st MARCH, 2012

Particulars	Note No	As at 31st Mar 2012 ₹	As at 31st Mar 2011 ₹
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	587,248,800	587,248,800
(b) Reserves and Surplus	2	(928,340,271)	(927,967,207)
(2) Non-Current Liabilities			
(a) Long-Term Borrowings	3	22,422,981	22,518,317
(3) Current Liabilities			
(a) Trade Payables	4	345,559,663	345,186,599
Total Equity & Liabilities		<u>26,891,173</u>	<u>26,986,509</u>
II. ASSETS			
(2) Current Assets			
(a) Trade receivables	5	4,468,192	4,468,192
(b) Cash and cash equivalents	6	22,422,981	22,518,317
Total Assets		<u>26,891,173</u>	<u>26,986,509</u>
Significant Accounting Policies Notes on Financial Statements	1 to 13		

As per our report of given date.

For and on behalf of the Board of Directors

For RAMBABU & CO.,
Chartered Accountants
Reg No. 002976S

RAVI RAMBABU
Partner
Membership.No.018541

J V NRUPENDER RAO
CHAIRMAN

Place : Hyderabad
Date : 18-05-2012

VIJAY CHANDRA PULJAL
DIRECTOR



STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON 31st MARCH, 2012

Particulars	Note No	As at 31 st Mar 2012 ₹	As at 31 st Mar 2011 ₹
I Revenue from Operations		-	-
II Expenses:			
Other Expenses	7	373,064	392,201
III Profit before Tax		<u>(373,064)</u>	<u>(392,201)</u>
IV Tax expense:			
(a) Current tax	-	-	
V Profit for the year		<u><u>(373,064)</u></u>	<u><u>(392,201)</u></u>
VI Earnings per Equity Share:	8		
(1) Basic		-	-
(2) Diluted		-	-
Significant Accounting Policies Notes on Financial Statements	1 to 13		

As per our report of given date.

For and on behalf of the Board of Directors

For RAMBABU & CO.,
Chartered Accountants
Reg No. 002976S

RAVI RAMBABU
Partner
Membership.No.018541

J V NRUPENDER RAO
CHAIRMAN

Place : Hyderabad
Date : 18-05-2012

VIJAY CHANDRA PULJAL
DIRECTOR



(Amount lacs)

Cash Flow Statement for the Period April 2011 to March 2012

Particulars	For the Period Ended 31 st Mar 2012		For the Period Ended 31 st Mar 2011	
	₹	₹	₹	₹
Loss as per Profit & Loss Account	(3.73)			(3.92)
Less : Adjustment for				
a) Interest Provided	0			0
Operating Profit before Working Capital Charge	(3.73)			(3.92)
Add : Adjustment for				
a) Receivables	0	0		
b) Loans & Advances	0	0		
c) Inventories	0	0		
d) Payables	3.73		3.92	
		3.73		3.92
Cash Generated from Operation		0.00		0.00
Cash Flow from Financing/Other Activities				
a) Financial Charges	0		0	
b) Long Term Borrowings	0		0	
c) Purchase of Fixed Assets	0		0	
		0.00		0.00
Net Increase in Cash & Cash Equivalents				
Cash and Cash Equivalents as at 01.04.2011		0		0
Cash and Cash Equivalents as at 31.03.2012		0		0
Change in Cash and Cash Equivalents		0		0

As per our report of given date.

For and on behalf of the Board of Directors

For RAMBABU & CO.,
Chartered Accountants
Reg No. 002976S

RAVI RAMBABU
Partner
Membership.No.018541

J V NRUPENDER RAO
CHAIRMAN

Place : Hyderabad
Date : 18-05-2012

VIJAY CHANDRA PULJAL
DIRECTOR



Notes forming part of the Financial Statements

I. Corporate Information:

Pennar Aluminium Company Limited is not carrying any activities/operations as the company sold all its fixed assets to ARCIL at the time of takeover by the ARCIL. The company is having registered office situated at Floor No.-1, DHFLVC Silicon Towers, Kondapur Village, Hyderabad-500084.

II. Significant Accounting Policies

1. Basis of preparation

The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the applicable accounting standards notified under the Companies (Accounting Standards) Rules, 2006, (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on an accrual basis and under the historical cost convention.

2. Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

3. Tangible fixed assets and depreciation

Fixed assets are stated at cost, less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

Depreciation is provided using Straight Line Method at the rates estimated by the Management which coincides with the rates prescribed under Schedule XIV of the Companies Act, 1956.

4. Impairment

The carrying amounts of assets are reviewed at each balance sheet date to see if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset.

5. Borrowing costs

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

6. Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

7. Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

(i) Revenue from sale of goods

Sales are recognized net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers.



(ii) Interest

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.

(iii) Dividends

Dividend income is recognized when the company's right to receive dividend is established by the reporting date.

8. Inventory Valuation

Inventories are valued at the lower of cost and the net realizable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale, including octroi and other levies, transit insurance and receiving charges. Work-in-progress and finished goods include appropriate proportion of overheads and, where applicable, excise duty.

9. Foreign currency translation

(i) Initial recognition

Foreign currency transactions are recorded in the reporting currency, by applying the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

(ii) Conversion

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

(iii) Exchange differences

Exchange differences arising on the settlement of monetary items or on reporting Company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.

10. Retirement and other employee benefits

- (i) Retirement benefit in the form of Provident Fund is a defined contribution scheme and the contributions are charged to the Statement of Profit and Loss of the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the provident fund.
- (ii) Gratuity liability is defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year.
- (iii) Short term compensated absences are provided for based on estimates. Long term compensated absences are provided for based on actuarial valuation. The actuarial valuation is done as per projected unit credit method.
- (iv) Actuarial gains/losses are immediately taken to statement of profit and loss.
- (v) The company presents the entire leave as a current liability in the balance sheet, since it does not have an unconditional right to defer its settlement for 12 months after the reporting date.

11. Income tax

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

12. Provisions

A provision is recognized when the company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.



NOTES FORMATING PART OF THE FINANCIAL STATEMENTS

1 Share capital

Particulars	As at 31 March, 2012		As at 31 March, 2011	
	Number of shares	Amount	Number of shares	Amount
(a) Authorised Equity shares of Rs.10 each with voting rights Redeemable Preference Shares of Rs. 100 each.	90,000,000 3,000,000	900,000,000 300,000,000	90,000,000 3,000,000	900,000,000 300,000,000
(b) Issued Equity shares of Rs.10 each with voting rights	58,731,000	587,310,000	58,731,000	587,310,000
(c) Subscribed and fully paid up Equity shares of Rs.10 each with voting rights	58,718,760	587,187,600	58,718,760	587,187,600
(d) Subscribed but not fully paid up Equity shares of Rs.10 each with voting rights Rs.5/- not paid up	12,240	61,200	12,240	61,200
Total	58,731,000	587,248,800	58,731,000	587,248,800

1.1 Terms and Rights attached to Equity Shares

The Company has only one class of Equity shares having value of Rs.10 per share. Each holder of Equity shares is entitled to one vote per share.

1.2 Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	31-03-2012	31-03-2011
Equity shares with voting rights Year ended 31 March, 2012 Number of shares Amount (Rs.)	58,731,000 587,248,800	58,731,000 587,248,800

2 Reserves and surplus

Particulars	31 March, 2012 Amount Rs.	31 March, 2011 Amount Rs.
(a) Capital Subsidy	1,464,445	1,464,445
(b) Security Premium Account	38,691,250	38,691,250
(c) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	(968122902)	(967730701)
Add: Profit / (Loss) for the year	(373064)	(392201)
Closing balance	(968495966)	(968122902)
Total	(928340271)	(927967207)



3. Long-term borrowings

3.1 Details of debentures issued by the Company

Particulars	Terms & Conditions	As at 31 March, 2012	As at 31 March, 2011
(a) 16% redeemable debentures		21,773,500	21,866,500
(b) Interest on debentures		649,481	651,817
Total		22,422,981	22,518,317

At the time of ARCIL taking over the assets of the Company an amount of Rs.4,85,61,794/- were appropriated and kept in current account for redemption of 4,71,510 debentures of Rs.100/- each held by public. The said Debentures are secured by way of lien on the current account balance.

3.2 Details of Debentures redeemed during the year

Particulars	Opening Debentures	Redeemed during the Year	Closing Debentures
No.Of Debentures	218,665	930	217,735
Amount of Debentures	21,866,500	93,000	21,773,500

4 Trade Payables

Particulars		As at 31 March, 2012	As at 31 March, 2012
(a) Trade Payables :			
(i) Sundry Creditors		343,943,622	343,943,622
(ii) Audit Fee Payable		10,000	10,000
(iii) Other liabilities		1,606,041	1,232,977
Total		345,559,663	345,186,599

5 Trade Receivables

Particulars		As at 31 March, 2012	As at 31 March, 2012
Trade receivables outstanding for a period exceeding six months from the date they were due for payment			
Unsecured, considered good		4,468,192	4,468,192
Total		4468192	4468192

Trade receivables are outstanding more than three years, the recovery of which may be doubtful. However the management is confident of recovering the same and opined that no provision is required.

6 Cash and cash equivalents

Particulars	As at 31 March, 2012	As at 31 March, 2012
(a) Cash on hand	-	-
(b) Balances with Scheduled banks		
(i) In current account-Debenture redemption Account	22,422,981	22,518,317
Total	22,422,981	22,518,317



Notes forming part of the financial statements

7. Other Expenses

Particulars	31 March, 2012	31 March, 2011
Auditors Remuneration	10,000	10,000
Rates & Taxes	321,314	336,951
AGM expenses	41,750	45,250
Total	373,064	392,201

8 Earnings Per Share

Particulars	31 March, 2012	31 March, 2011
Earnings per share		
Basic		
Total operations		
Net profit / (loss) for the year attributable to the equity shareholders	(373,064)	(392,201)
Weighted average number of equity shares	58724880	58724880
Par value per share	10.00	10.00
Earnings per share - Basic	-	-
Diluted		
The diluted earnings per share has been computed by dividing the Net Profit After Tax available for Equity Shareholders by the weighted average number of equity shares, after giving dilutive effect of the outstanding Warrants, Stock Options and Convertible bonds for the respective periods. Since, the effect of the conversion of Preference shares was anti-dilutive, it has been ignored.		
Total operations		
Net profit / (loss) for the year attributable to the equity shareholders	(373,064)	(392,201)
Weighted average number of equity shares for Basic EPS	58724880	58724880
Weighted average number of equity shares - for diluted EPS	58724880	58724880
Par value per share	10.00	10.00
Earnings per share - Diluted	-	-



9 Contingent Liabilities

Sl No	Particulars	As at 31.03.2012	As at 31.03.2011
i)	Claims pending against the Company	230,200,000	230,200,000

The contingent liability of Rs.2,302 Lakhs is the claim by NALCO (Sundry Creditor of the Company), before the Arbitrator, on account of interest, damages and opportunity loss against the Company on the bill amount of Rs. 3439.43 lakhs. Also, a claim for Rs. 2200 Lakhs made by the Company, against NALCO, is pending before the Arbitrator.

10 Related Party Disclosures

Sl No	Relationship	Name
1	Key Management Personnel	Mr. Nrupender Rao

9.1 Aggregate Related Party Transactions :

Sl No	Particulars	Key Managerial Personnel	
		2011-12	2010-11
1	Advances Received	373,064	392,201
2	Balances Payable	1,596,041	1,232,977

11 Deferred Tax

In the absence of convincing evidence regarding availability of sufficient taxable income in near future against which the deferred tax asset can be adjusted, the Company has not recognised the deferred tax asset arising due to tax effect of timing differences at present.

12 Previous year’s figures have been regrouped and / or rearranged wherever necessary and figures have been rounded off to the nearest rupee.

13 Notes 1 to 13 form part of financial statements and have been authenticated.

As per our Report of even date

For and on behalf of the Board

For **RAMBABU & CO.,**
Chartered Accountants
Firm Reg.No.002976S

J V NRUPENDER RAO
CHAIRMAN

RAVI RAMBABU
Partner
Membership.No.018541
Place : Hyderabad
Date : 18-05-2012

VIJAY CHANDRA PULJAL
DIRECTOR



Pennar Aluminium Company Limited

-1Floor, DHFLVC Silicon Towers, Madhapur Road, Kondapur, Hyderabad - 500 084.

PROXY FORM

*DP Id..... Regd. Folio No.....

*Client Id..... No. of Shares held.....

I/We
of.....being a Member / Members of
Pennar Aluminium Company Limited hereby appoint
of..... or failing him/her.....
of..... or failing him/her.....
of.....as my/or proxy to vote for me / us and on my / our behalf at
the Twenty Two Annual General Meeting to be held at 9.00 a.m. on Friday the 31st August 2012, at Flat
No.103&104 GRANDEUR RESIDENCY, Opp.: At Home - Apartment Hotel, Whitefields, Sri Seetharamanjaneya
Swami Temple Road, Kothaguda, Kondapur, Hyderabad- 500084

Signed thisday August 2012



** Applicable for members holding shares in electronic form.*

Signature of the Member

NOTE : This form duly completed should be deposited at the Registered Office of the Company not later than 48 hours before the commencement of the Meeting.



Pennar Aluminium Company Limited

-1Floor, DHFLVC Silicon Towers, Madhapur Road, Kondapur, Hyderabad - 500 084.

ATTENDANCE SLIP

Please complete this attendance slip and hand it over at the entrance of the Meeting Hall. Only members of their proxies are entitled to be present at the Meeting.

*DP Id..... Regd. Folio No.....

*Client Id..... No. of Shares held.....

Name and Address.....

.....
.....

I hereby record my presence at the Twenty Two Annual General Meeting to be held at 9.00 a.m. on Friday the 31st August 2012, at Flat No.103&104 GRANDEUR RESIDENCY, Opp.: At Home - Apartment Hotel, Whitefields, Sri Seetharamanjaneya Swami Temple Road, Kothaguda, Kondapur, Hyderabad- 500084

** Applicable for members holding shares in electronic form.*

Signature of the Member

Printed Matter
Book-Post

If undelivered, please return to :



Pennar Aluminium Company Limited

-1 Floor, DHFLVC Silicon Towers, Madhapur Road, Kondapur, Hyderabad - 500 084.