

BOOK - POST

**24th ANNUAL REPORT
2010-2011**



If undelivered. Please return to :

PFL INFOTECH LIMITED

201, MOGHAL EMAMI MANSION,
OPP SHADAN COLLEGE LANE
KAHIRATABAD, HYDERABAD, 500 004, A.P INDIA.

PFL INFOTECH LIMITED

BOARD OF DIRECTORS

SRI P. AMRESH KUMAR	CHAIRMAN & MANAGING DIRECTOR
SRI M. JASWANTH REDDY	DIRECTOR
SRI P. SRIKANTH	DIRECTOR
SRI M. RETESH KUMAR	DIRECTOR

BANKERS

HDFC BANK
BEGUMPET BRANCH
HYDERABAD 200 016.

BANK OF BARODA
ABIDS BRANCH
HYDERABAD

ALLAHABAD BANK
VIVEK NAGAR, CHIKKADPALLY
HYDERABAD 500 020.

AUDITORS

Y. RAGHU RAM & CO

PLOT NO. 118, PHASE-I,
KAMALAPUR, 8-3-833/118,
SRINAGAR COLONY, HYD - 73

REGISTERED OFFICE

NEEMARGOMULA VILLAGE, BIBINAGAR MANDAL
NALGONDA DIST, A.P, INDIA

OFFICE

201, MOGHAL EMAMI MANSION,
OPP SHADAN COLLEGE LANE
KAHIRATABAD, HYDERABAD-500 004, A.P. INDIA.

PFL INFOTECH LIMITED

PFL INFOTECH LIMITED

NEEMARGOMALA VILLAGE, BIBI NAGAR MANDAL,
NALGONDA DISTRICT, (AP)

NOTICE

Notice is hereby given that the 24th Annual General Meeting of the Members of M/s. PFL Infotech Limited will be held on Wednesday 28th September, 2011 at Neemargomula Village, Bibinagar Mandal, Nalgonda District, at 10.30 A.M to transact the following business.

ORDINARY BUSINESS:

1. ADOPTION OF AUDITED ACCOUNTS AND REPORTS

To receive, consider and adopt the Balance Sheet as at 31st March, 2011 and Profit and Loss a/c for the year ended, as on that date and the Directors Report and Auditor's Report thereon.

2. RE-APPOINTMENT OF DIRECTOR

To appoint a director in place of Sri M Jaswanth Reddy who retires by rotation and being eligible offers himself for reappointment.

3. RE-APPOINTMENT OF DIRECTOR

To appoint a director in place of Sri P. Srikanth who retires by rotation and being eligible offers himself for reappointment.

4. APPOINTMENT OF AUDITORS

To appoint Statutory Auditors and fix their remuneration and for this purpose to consider and, if thought fit to pass with or without modification(s) the following resolution as an ordinary resolution.

" RESOLVED THAT Y Raghuram & Co, Chartered Accountants, Hyderabad, be and are hereby appointed as Auditors of the Company to hold the office from the conclusion of this annual General Meeting until the conclusion of the next Annual General Meeting at a remuneration to be fixed by the Board of Directors in consultation with the Auditors. "

BY THE ORDER OF THE BOARD
For PFL INFOTECH LIMITED

Place : Hyderabad
Date : 03.09.2011

Sd/-
(P.AMRESH KUMAR)
CHAIRMAN & MANAGING DIRECTOR

PFL INFOTECH LIMITED

NOTES:

1. A member entitled to attend and vote is entitled to appoint a proxy to attend on a poll to vote instead of himself/herself and such proxy need not be a member.
2. The proxy form duly completed in all respects should reach the Registered office of the Company not less than 48 hours before the commencement of the meeting.
3. Register of members and share transfer books of the company will remain closed from 26-09-2011 to 28-09-2011 (both days inclusive)

PFL INFOTECH LIMITED

DIRECTORS' REPORT

To

The Members

Your Directors have pleasure in presenting the 24th Annual Report of the Company together with the Audited Financial Accounts for the year ended 31st March, 2011

FINANCIAL RESULTS

(Rs. In Lakhs)

Particulars	2010 -2011	2009-2010
Net Sales / Income	43.20	39.65
Total Expenditure	16.26	32.72
Gross Operating Profit	26.94	6.93
Interest and Finance Charges	0.00	0
Depreciation	0.00	3.88
Loss on Sale of Assets	820.38	0.00
Profit before Tax/Loss	0.00	3.04
Provision for Tax	8.32	0.31
Net Profit/Loss	-801.77	2.73
Paid-up Equity Share Capital	747.81	747.81
Reserves excluding Revaluation Reserves	488.66	692.63
Profit & Loss (Debit Balance)	-541.94	0.00
Earnings Per Share	0.00	0.04

PFL INFOTECH LIMITED

REVIEW OF OPERATIONS

The total turnover of the company for the year ended 31st March, 2011 amounted to Rs. 43.20 lakhs as against Rs.39.65 lakhs in the previous year. The company has incurred Net Loss of Rs. (801.77) Lakhs for the year under review due to the Sale of Assets as against a profit of Rs. 6.93 lakhs in the previous year.

The company continued with its activity of trading operations and was unable to take up any other activity. The company is in the process of finalizing a proper business plan for the company during the current year.

DIRECTORS

In accordance with the provisions of the Companies Act, 1956 and the company's Articles of Association Sri M Jaswanth Reddy and Sri M. Retesh Kumar retire by rotation and being eligible offer themselves for reappointment.

FIXED DEPOSITS

The Company has not accepted any fixed deposits and the provisions of Section 58A of the Companies Act, 1956 are not applicable to the company.

AUDITORS

The term of office of M/s.Y Raghuram & Co, Chartered Accountants, Hyderabad, expires at the conclusion of the ensuing Annual General Meeting. However, being eligible they offer themselves for re-appointment.

The company has received a letter from M/S Y Raghuram & Co stating that their re-appointment, if made for another term, will be within the limits laid down under Section 224 (1B) of the Companies Act, 1956.

PFL INFOTECH LIMITED

CONSERVATION OF ENERGY, TECHNOLOGY, ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTFLOW

Information required to be furnished under the Companies (Disclosure of particulars in the Report of Board of Directors) Rules 1988 is furnished below:

CONSERVATION OF ENERGY

(A) The Operations of the company are not power intensive nevertheless the company continues its efforts to minimize energy wherever practicable by economizing on the use of power at the farms, hatchery and offices.

(B) Technology Absorption NIL

(C) Foreign exchange earnings NIL

(D) Foreign exchange outflow NIL

INDUSTRIAL RELATIONS

During the year under review the industrial relations were cordial.

EMPLOYEE RELATIONS

The employee relations continue to be satisfactory during the year under review. There are no employees whose particulars are to be furnished as per the provisions of Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of employees) Rules 1975.

DIRECTORS' RESPONSIBILITY STATEMENT

In accordance with Section 217 (2AA) of the Companies Act, 1956 the Directors of the Company hereby state that:

1. In the preparation of the Annual Accounts, the applicable accounting standards have been followed.
2. The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for the year:
3. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act for safeguarding the assets of the company and for reflecting and detecting fraud and other irregularities.
4. The Directors have prepared the Annual Accounts on a going concern basis.

CORPORATE GOVERNANCE

As required by Clause 49 of the listing Agreement with the Stock Exchanges, Report on Corporate Governance along with Compliance Certificate is annexed hereto.

LISTING INFORMATION

The Equity shares are listed on the Stock Exchanges at Mumbai and Hyderabad. The company has paid the Annual Listing Fee for the Year 2011-2012.

ACKNOWLEDGEMENTS

Your Directors convey their sincere thanks and place on record their appreciation of the continued assistance and co-operation extended to the company by its Bankers, Government and semi-Government Departments, Customers, marketing Agents and suppliers and in particular Shareholders for the confidence reposed in the Company.

Your Directors also thank all the employees of the Company for their dedicated service without which your company would not have achieved these results.

FOR AND ON BEHALF OF THE BOARD

Place : Hyderabad
Date : 03.09.2011

Sd/-
(P.AMRESH KUMAR)
CHAIRMAN & MANAGING DIRECTOR

CORPORATE GOVERNANCE REPORT

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

The Company is continuously making efforts for improving the Corporate Governance practices in the company which can contribute substantially in achieving good governance and thus resulting in enhancement of value to its stakeholders, customers, employees, Banks, Government Agencies, etc.

2. BOARD OF DIRECTORS

The constitution of the Board is given below:

NAME OF THE DIRECTOR	STATUS	NO. OF OTHER PUBLIC DIRECTORSHIPS (*)	NO. OF MEMBERS ONBOARD COMMITTEES
P. Amresh Kumar	Chairman & Managing Director, Promoter	Nil	2
M. Jaswanth Reddy	Director	Nil	1
P. Srikanth	Director	Nil	1
M. Retesh Kumar	Director	Nil	1

(*) This excludes Directorships in Indian Private Limited Companies, membership of Managing Committees of various Chambers/bodies.

1. AUDIT COMMITTEE

An Audit Committee of the Company was constituted at the meeting of the Board of Directors held on 23rd June 2003 w.e.f., 1st July 2003. The said committee comprises of two directors P. Amresh Kumar and Sri M.Jaswanth Reddy.

2. TERMS OF REFERENCE

The terms of reference of the Audit Committee include:

- To review the internal control systems
- To review Quarterly and Half-yearly results
- To review the accounting and financial policies and practices
- To review reports furnished by the internal and statutory auditors, and ensure that suitable follow-up action is taken.

During the financial year ended 31st March 2011, Five meetings of the Committee were held on 29th May 2010, 14th August 2010, 27th August 2010, 13th November 2010, 14th February 2011. The attendance of each member of the Committee is given below:

NAME OF THE DIRECTOR	NO. OF MEETINGS ATTENDED
P Amresh Kumar	5
M.Jaswanth Reddy	5

3. SHARE TRANSFER COMMITTEE

The Share Transfer Committee comprising of P. Amresh Kumar and Mr. P Srikanth have been assigned the work of redressal of investors / Shareholders complaints along with approval of share transfer, sub-division/consolidation of shares, etc. The Committee oversees the performance of Registrar and Share Transfer Agents and recommends measures for overall improvement of the quality of investor services. The Share Transfers/Transmissions approved by the committee are placed at the Board Meeting from time to time.

4.COMPLIANCE OFFICER

Mr Vishweswar Rao, Finance Manager is the Compliance Officer of the company.

5. REMUNERATION OF DIRECTORS

The details of remuneration paid to Directors are given below:

NAME OF THE DIRECTOR	RELATIONSHIP WITH OTHER DIRECTORS	SITTING FEE (Rs.)	SALARY & PERK (Rs.)	TOTAL (Rs.)
MR. P. Amresh Kumar	Related to Mr. P.Srikanth	--	1,80,000/-	1,80,000/-
SRI M. Jaswanth Reddy	None	2000	0/-	0/-
SRI P. Srikanth	Related to Mr. P.Amresh Kumar	2000	0/-	0/-
SRI M. Retesh Kumar	None	2000	0/-	0/-
TOTAL				1,80,000/-

6. BOARD MEETINGS AND ATTENDANCE AT BOARD MEETINGS, ANNUAL GENERAL MEETINGS

The Board of Directors of the company met 6 (Six) times during the last financial year i.e., 30th April 2010, 29th May 2010,14th August 2010, 27th August 2010, 13th November 2010, 14th February 2011. The company placed before the Board the annual operating plans and budgets and performance of the company from time to time.

The attendance at the Board Meeting and Annual General Meetings was as under:

NAME OF THE DIRECTOR	ATTENDANCE AT ANNUAL GENERAL MEETING	ATTENDANCE AT BOARD MEETINGS
MR. P Amresh Kumar	YES	6
SRI M. Jaswanth Reddy	YES	6
Sri P Srikanth	YES	6
Sri M Retesh Kumar	YES	6

7. DISCLOSURES

Disclosures on materially significant related party transactions i.e., transactions of the Company of material nature, with its Promoters, the directors or the Management, their subsidiaries or relatives, etc., that may have potential conflict with the interests of the company at large.

During the year, there were no transactions of material nature with the Directors or the Management or the subsidiaries or relatives that had potential conflict with the interests of the company.

8. AUDITORS CERTIFICATE ON COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

A Certificate from the Auditors is enclosed along with this report.

PFL INFOTECH LIMITED

SHAREHOLDER'S INFORMATION

A Registered Office	PFLInfotech Ltd. Neemargomala Village, Bibinagar Mandal, Nalgonda District, A.P
B Annual General Meeting Date & Time Venue	28 th September 2011 at 10.30 AM PFLInfotech Ltd. Neemargomala Village, Bibinagar Mandal, Nalgonda District, A.P
C Financial Calendar	Last week of Aug 2010
Financial Reporting for	Last week of November 2010
Quarter ending June, 30 2010	Last week of February 2011
Quarter ending September, 30 2010	Second week of April 2011
Quarter ending December, 31 2010	28 th September 2011 at
Quarter ending March 31, 2011	10.30 AM
Annual General meeting for FY ended 31 st March 2011	
D Date of Book Closure	26-09-2011 to 28-09-2011
E Dividend Payment Date	NotApplicable
F Listing on Stock Exchange	Bombay Stock Exchange Limited P J Towers, Dalal Street Mumbai – 400 001.
G BSE Stock Code	531769

PFL INFOTECH LIMITED

H Stock Market Data	The company's shares are regularly traded on The Bombay Stock Exchange Limited. The 52 week high low has been Rs.424.95 and Rs.27.95 respectively.
I Registrar and ShareTransfer Agents	Bigshare Services Pvt Ltd. G-10, Left Wing, Amrutha Ville, Opp. Yashoda Hospital, Somajiguda, Raj Bhavan Road, Hyderabad-500082.
J Share Transfer System	Generally the shares have been transferred and returned in 30 days from the date of receipt, so long as the documents have been clear in all respects.
K Share Transfer Committee	The Share Transfer Committee generally meets once in a fortnight.
L Investor Relations	The Company has good investor relations.

PFL INFOTECH LIMITED

M) Distribution of shareholding as on 31st March 2011.

Share / Debenture Amount of nominal value of		Share or Debenture holding		Share / Debenture Amount	
Rs.	Rs.	Number	% to total	(In Rs.)	% to total
-1-		-2-	-3-	-4-	-5-
1	— 5,000	283	39.86	387,920	0.52
5,001	— 10,000	60	8.45	538,720	0.72
10,001	— 20,000	60	8.45	1,033,890	1.38
20,001	— 30,000	32	4.51	844,600	1.13
30,001	— 40,000	32	4.51	1130210	1.51
40,001	— 50,000	26	3.66	1,268,080	1.70
50,001	— 1,00,000	55	7.75	4,269,430	5.71
1,00,001 and above		162	22.82	65,308,150	87.33
	Total	710	100	74,781,000	100.00

N) SHAREHOLDING PATTERN FOR THE QUARTER ENDED: 31.03.2011

Sl. No	Category	No. of Shares held	Percentage of Share holding above 1 %
A	Promoter's Holding		
	Promoters		
	Indian Promoters:		
	P.Amresh Kumar (Director)	1074235	14.37 %
	P.Srikanth (Director)	14847	0.20 %
	Foreign Promoters:	NIL	NIL
2	Persons acting in concert		
	Sub-Total	1089082	14.56 %
B	Non-promoters Holding		
3	Institutional investors	5486	0.07 %
A	Mutual Funds and UTI (Govt. Financial Institutions)	NIL	NIL
B	Banking, Financial Institutions/ Insurance Companies (Central/ State Government Institutions/ Non-Government Institutions)	NIL	NIL
C	FII's	NIL	NIL
	Sub-Total	5486	0.07 %
4	Others		
a.	Private corporate Bodies	928628	12.42 %
b.	Indian Public	5454684	772.94 %
c.	NRI's/OCBs	220	0.00 %
d.	Any other (Clearing Member)		
	Sub-Total	6383532	85.36 %
	Grand Total	7478100	100.00 %

PFL INFOTECH LIMITED

NOTE :

Dematerialisation of shares and liquidity As on 03rd September 2011 - Out of the total shareholding of 74,78,100 equity shares 79.93 % of equity shares are in dematerialized form

P Particulars of Past Three AGMs

AGM	Year	Venue	Date	Time
23 rd	2010	PFL Infotech Ltd. Neemargomala Village, Bibinagar Mandal, Nalgonda District, A.P	24 th Sep. 2010	10.30 A.M
22 nd	2009	PFL Infotech Ltd. Neemargomala Village, Bibinagar Mandal, Nalgonda District, A.P	29 th Sep. 2009	10.30 A.M
21 st	2008	PFL Infotech Ltd. Neemargomala Village, Bibinagar Mandal, Nalgonda District, A.P	27 th SEP 2008	10.30 A.M
Q	Postal Ballot	No resolution requiring a postal ballot under Section 192A of the Companies Act, 1956 was placed. Before the last AGM nor is being proposed to be passed at the ensuing AGM.		
R	Nomination Facility	Shareholders, holding shares in physical form and desirous of making/changing a nomination in respect of their share holding in the company as permitted under Section 109A of the Companies Act 1956 are requested to submit to the Compliance Officer in the prescribed form for this purpose, which can be furnished by the company on request.		

Y RAGHURAM & CO
CHARTERED ACCOUNTANTS

To
The Board of Directors of
PFL INFOTECH LIMITED

We have read the report of the Board of Directors on Corporate Governance and have examined the relevant records relating to the compliance conditions of Corporate Governance of PFL INFOTECH LIMITED (the company) for the year ended 31-03-2011 as stipulated in clause 49 of the listing agreement of the said company with the stock exchanges.

The compliance of the conditions of the corporate governance is the responsibility of the management. Our examination conducted in the manner described in the guidance note on certification of corporate governance issued by the Institute of Chartered Accountants of India was limited to procedure and implementation thereof adopted by the company for ensuring compliance with the conditions of corporate governance. Our examination was neither an audit nor was it conducted to express an opinion on the financial statement of the company.

In our opinion and to the best of our information and explanations given to us and on the basis of our examination described above, the company has complied with the conditions of corporate governance as stipulated in clause 49 of 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.

Y. RAGHU RAM & CO
CHARTERED ACCOUNTANTS

Sd/-
(Y RAGHU RAM)
Partner

Place : Hyderabad
Date : 03.09.2011

AUDITOR'S REPORT

To
To the members of **PFL INFOTECH LIMITED**

1. We have audited the attached Balance Sheet of **PFL INFOTECH LIMITED** as at 31st March 2011. 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 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 disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the **Annexure** a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the annexure referred to in paragraph 1 above and Note No. 1 and 2 of the notes attached to final accounts, we state that:
 - (a) We have obtained all the information and explanations, which in the best of our knowledge and belief were necessary for the purpose of our audit.
 - (b) In our opinion, the company has kept proper books of account as required by law so far as appears from our examination of such books.

- (c) The Balance Sheet referred to in this report is in agreement with the books of account.
- (d) In our opinion the Balance Sheet complies with the mandatory accounting standards referred to in Section 211(3C) of the Companies Act, 1956.
- (e) As per the information and explanation provided to us, none of the directors are disqualified from being appointed as directors under section 274 (1) (g) of the Companies Act, 1956.
- (f) In our opinion and to the best of our information and according to the explanations given to us, the said Balance Sheet read together with the notes and schedules annexed therewith give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view:
- (i) In the case of the Balance Sheet, of the state of affairs of the Company as on 31st March 2011.
- (ii) In the case of the Profit and Loss Account, of the Loss for the year ending on 31st March 2011.
- (iii) In the case of Cash Flow Statement, of the Cash Flow for the year ending on that date.

For Y. Raghuram & Co
Chartered Accountants
(FRN 009415S)

Sd/-
Y. RAGHURAM
Partner

Place : Hyderabad
Date : 03.09.2011

ANNEXURE TO THE AUDIT REPORT
(PFL INFOTECH LIMITED)

Referred to in paragraph 3 of our report of even date.

- 1) In respect of its fixed assets
 - a) During the financial year ending March 2011, the company has disposed off substantial part of its fixed assets worth Rs. 8.34 Crores (Book value) other than computers as scrap basing on the decision taken in the Board of Directors meeting held on 14th August 2011 pursuant to the permission accorded to them vide the special resolution passed at the Extra Ordinary General Meeting held on 21st March 2001. The loss arising on the transaction was charged to the Profit and Loss Account.

We further report that the going concern concept as far as the pursuance of main objects of the Company, viz., Poultry business is affected and in our opinion, the company will not be in a position to continue its poultry operations in the foreseeable future.
 - b) As the company has disposed off the fixed assets, maintenance of fixed assets register and conducting of physical verification at regular intervals is not applicable.
 - c) We report that the Company has not charged any depreciation during the year till the date of sale of assets.
- 2) In respect of its inventories we were explained that the company does not have any inventories hence the verification of inventories or question of discrepancies does not arise.
- 3) In our opinion and according to the information and explanations given to us, internal control procedures need to be strengthened, considering the size of the company and the nature of its business with regard to purchase of inventory and for the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls with regard to purchase of inventory, fixed assets and for the sale of goods.
- 4) In our opinion and according to the information and explanations given to us, the Company has not entered into transactions of purchase of goods and materials made in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Companies Act, 1956 and aggregating during the year to Rs. 500,000/- or more in respect of each party.

PFL INFOTECH LIMITED

- 5) In our opinion and according to the information and explanations given to us, Company has not accepted any deposits from the public with in the meaning of the provisions of Sections 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975.
- 6) In our opinion, the Company does not have an internal audit system.
- 7) The maintenance of cost records under section 209(1)(d) of the Act has not been prescribed by the Central Government of the products of the company.

In respect of statutory dues

- a) According to the records of the Company and as per the information and explanations given to us, the Company is not deducting Provident Fund and ESI from the remuneration of employees.
- b) According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, sales tax, customs duty and excise duty were outstanding, as at 31 March 2011 for a period of more than six months from the date they became payable
- 8) The Company has accumulated losses as at the end of the year amounting to Rs 8.20 Crores arising on account of loss on sale of fixed assets and the Company has also incurred cash losses amounting to Rs 7.94 Crores during current year. There were no accumulated losses brought forward from the immediately preceding financial year.
- 9) The company has not granted any loans & advances on the basis of security, by way of pledge of shares, debentures & other securities.
- 10) The Company is not a chit fund or a nidhi mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditors Report) Order, 2003 are not applicable to the Company.
- 11) In our opinion the Company is not dealing in or trading in shares, securities, debentures & other investments, other than as an investor. Therefore, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
- 12) According to the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to financial institutions and banks.

PFL INFOTECH LIMITED

- 13) In our opinion, the Company has not given any guarantee for loan taken by others from banks or financial institutions.
- 14) In our opinion and according to the information and explanations given to us, the Company has not taken any term loans during the year.
- 15) According to the Cash Flow Statement and other records examined by us and the information and explanations given to us, on an overall basis, funds raised on short term basis have, *prima facie*, not been used during the year for long term investment and vice versa.
- 16) The Company has not made any preferential allotment of shares during the year to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
- 17) The Company has not issued any debentures during the year.
- 18) The Company has not raised any money through public issue during the year.

To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company was noticed or reported during the year.

For **Y. Raghuram & Co**
Chartered Accountants
(FRN 009415S)

Sd/-
Y Raghuram
Partner
(Memb No: 022678)

Place : Hyderabad
Date : 03.09.2011

PFL INFOTECH LIMITED

BALANCE SHEET AS AT 31.03.2011				
1.SOURCE OF FUNDS	Schedule	Details	In Rupees As at 31.03.2011	In Rupees As at 31.03.2010
SHAREHOLDERS FUNDS				
a) Share Capital	1		74,781,000	74,781,000
Share Application Money Reserves & Surplus	2		-	14,000
			48,866,000	74,848,675
TOTAL			123,647,000	149,643,675
II. APPLICATION OF FUNDS				
FIXED ASSETS				
Gross Block	3	16,750	115,513,575	
Less :Depreciation		2,956	31,932,347	
Net Block			13,794	83,581,228
INVESTMENTS				
Investments in equity shares	4		13,500,000	-
CURRENT ASSETS				
LOANS & ADVANCES				
A. Cash & Bank Balances	5	196,374	54,681	
B. Loans & Advances		56,654,272	67,465,306	
			56,850,646	67,519,987
Less: Current Liabilities & Provisions	6	911,445	353,340	
Advance for Sale of Land		-	1,104,200	
Net Current Assets			55,939,201	66,062,447
Miscellaneous Expenditure			54,194,005	-
Profit & Loss Account (Dr Bal)			-	-
TOTAL			123,647,000	149,643,675

Significant Accounting Policies and Notes to Accounts. 11As per our report of even date For AND ON BEHALF OF THE BOARD

For **Y. Raghuram & Co**

Chartered Accountants
FRN 009415S

Sd/-
(Y. Raghuram)
Partner
Mem No. 022678

Sd/-
(P. Amresh Kumar)
Chairman & Managing Director

Sd/-
(M. Jaswanth Reddy)
Director

Place : Hyderabad, Date : 03.09.2011

PFL INFOTECH LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2011				
	Schedule	Details	(In Rupees) As at 31.03.2011	(In Rupees) As at 31.03.2010
INCOME				
Sales	7		-	2,900,326
Interest Received			4,319,998	1,064,221
		Total	4,319,998	3,964,547
EXPENDITURE				
Commercial Birds Purchase	8		-	1,994,232
Production Expenses			-	207,557
Administrative Expenses	9		1,626,000	1,070,562
Depreciation			-	387,928
Loss on Sale of Assets			82,038,234	-
		Total	83,664,234	3,660,279
Profit / (Loss) for the year Before Tax			(79,344,236)	304,268
provision for Tax			-	-
Current Tax			832,445	31,340
MAT Credit Entitlement Carried to Balance Sheet			-	(31,340)
Deferred Tax			-	-
Fringe Benefit Tax			-	-
Profit / (Loss) for the year after tax			(80,176,680)	304,268
Notes to Accounts & Significant Accounting Policies	10			

As per our report of even date

For AND ON BEHALF OF THE BOARD

For **Y. Raghuram & Co**

Chartered Accountants
FRN : 009415S

Sd/-
(Y. Raghuram)
Partner
Mem No. 022678

Sd/-
(P. Amresh Kumar)
Chairman & Managing Director

Sd/-
(M. Jaswanth Reddy)
Director

Place : Hyderabad
Date : 03.09.2011

PFL INFOTECH LIMITED

Schedules forming part of Balance Sheet	(In Rupees) As at 31.03.2011	As at 31.03.2010
SCHEDULE -1		
SHARE CAPITAL AUTHORISED :		
80,00,000 Equity Shares of Rs.10/- each (Previous Year 65,00,000 Equity Shares of Rs.10/- each)	80,000,000	80,000,000
ISSUED, SUBSCRIBED 7478100 Equity Shares of Rs. 10/- each fully paid	74,781,000	74,781,000
PAID UP 7478100 Equity Shares of Rs. 10/- each fully paid	74,781,000	74,781,000
Total	74,781,000	74,781,000
SCHEDULE - 2		
RESERVES & SURPLUS		
General Reserve	-	5,586,099
Revaluation Reserve	-	2,752,308
Capital Reserve	-	17,340,000
Share Premium Reserve	48,866,000	48,866,000
Profit & Loss for the year	48,866,000	74,544,407
Total	48,866,000	74,848,675

PFL INFOTECH LIMITED

SCHEDULE -3 Fixed Assets

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01.04.10	Additions	Deletions	Total	Upto 31.03.2010	For the year	Deletions	UPTO 31.03.2011	As at 31.03.2011	As at 31.03.2010
	1	2	3	4= (1+2+3)	5	6		7 = (5+6)	8 = (4-7)	8=(1-5)
Land	764,706	-	764,706	-	-	-	-	-	-	764,706
Building Sheds & Bore wells	26,879,020	-	26,879,020	-	6,586,599	-	6,586,599	-	-	20,292,421
Machinery & Poultry Equipments	71,174,504	-	71,174,504	-	18,070,406	-	18,070,406	-	-	53,104,098
Vehicles	3,321,704	-	3,321,704	-	2,320,909	-	2,320,909	-	-	1,000,795
Misc. Fixed Assets	13,356,891	-	13,356,891	-	4,951,477	-	4,951,477	-	-	8,405,414
Computers	16,750	-	-	16,750	2,956	-	-	2,956	13,794	13,794
Total	115,513,575	-	115,496,825	16,750	31,932,347	-	31,929,391	2,956	13,794	83,581,228
Previous Year	115,513,575	-	-	115,513,575	31,544,419	387,928	-	31,932,347	83,581,228	83,969,156

PFL INFOTECH LIMITED

	31-03-2011	31-03-2010
SCHEDULE - 4		
INVESTMENTS		
Equity Shares in Shamganga Builders Pvt Ltd (16,000 shares of Rs 100/- each)	1,600,000	
Equity Shares in Sangeeta Logistics Pvt Ltd (17,000 shares of Rs 100/- each)	1,700,000	
Equity Shares in Sidhi Vinayak Logistics Pvt Ltd (72,000 shares of Rs 100/- each)	7,200,000	
Equity Shares in Satabdi Financial Services Pvt Ltd (30,000 shares of Rs 100/- each)	3,000,000	
	13,500,000	-
SCHEDULE -5		
CURRENT ASSETS. LOANS AND ADVANCES		
A. SUNDRY DEBTORS		
(Unsecured and considered good)		
Morethan six months	-	-
Below six months	-	-
	—	—
B.CASH AND BANK BALANCES		
Cash on Hand	63,364	3,155
Balances with Scheduled Bank	133,010	51,526
Total	196,374	54,681
C. LOANS & ADVANCES		
(Unsecured and considered good unless otherwise stated)		
TDS - Old	174,479	174,479
TDS 2010-11	384,001	-
MAT Credit Entitlement	-	31,340
Advances	41,595,792	44,559,487
Advance for Property	14,500,000	22,700,000
	56,654,272	67,465,306
Total	56,850,646	67,519,987
SCHEDULE - 6		
CURRENT LIABILITIES & PROVISIONS		
Provision for Expenses	79,000	322,000
Provision for tax	832,445	31,340
Total	911,445	353,340

PFL INFOTECH LIMITED

SCHEDULES FORMING PART OF PROFIT AND LOSS ACCOUNT

	31-03-2011	31-03-2010
Schedule - 7		
INCOME		
Sale of Commercial Birds	-	2,900,326
Total	-	2,900,326
SCHEDULE - 8		
PRODUCTION EXPENSES		
Hatchery Salaries	-	58,000
Power & Fuel	-	14,979
Poultry Maintenance	-	33,827
Hatchery Maintenance	-	19,321
Repairs & Maintenance	-	23,740
Carriage Inward	-	57,690
Total	-	207,557
SCHEDULE -9		
ADMINISTRATION & OTHER EXPENSES		
Salaries	412,000	144,000
Directors' Remuneration	180,000	300,000
Staff Welfare	29,541	14,638
Conveyance	29,635	18,350
Telephone Charges	47,600	23,745
Postage & Telegram	1,105	750
Traveling Expenses	112,799	21,290
Printing & Stationery	19,800	6,760
Bank Charges	615	2,299
Office Maintenance	46,241	24,491
Vehicle Maintenance	73,153	11,210
Miscellaneous Expenses. Exp	31,698	6,261
Auditors Remuneration	33,090	30,000
Legal Expenses	5,000	8,500
Share Registry Charges	80,655	84,390
Interest on Car Loans	-	22,966
Office Rent	90,000	90,000
Business Promotion	146,794	11,824
Consultancy Charges	120,000	15,000
Stock Exchange Exp	66,568	15,000
Carriage Outward	-	121,340
ROC Fees	-	97,748
Repairs & Maintenance	78,380	-
Charity & Donations	10,000	-
Electricity Charges	11,326	-
Total	1,626,000	1,070,562

SCHEDULE 10

NOTES FORMING PART OF THE ACCOUNTS

A) COMPANY OVERVIEW

PFL is a listed company incorporated with the objective of carrying out business in the field of poultry. The company has later on changed its line of operations and started the InfoTech business.

B) SIGNIFICANT ACCOUNTING POLICIES

1. ACCOUNTING CONVENTION

The financial statements are prepared under historical cost convention and on accrual basis

2. REVENUE RECOGNITION

The Company follows the mercantile system of accounting and recognizes income, and expenditure on accrual basis

3. FIXED ASSETS:

Fixed Assets are stated at cost of acquisition. The cost of an asset comprises of all direct costs relating to acquisition and installation of fixed assets and indirect costs incurred up to putting the same to use.

4. DEPRECIATION:

Depreciation has been provided proportionately on fixed assets at the rates specified in Schedule XIV of the Companies Act, 1956.

5. Accounting Policies not specifically referred to are consistent with the generally Accepted accounting practices and accounting standards under section 211 of the Companies Act, 1956.

6. RETIREMENT BENEFITS

Retirement benefits to the employees have not been provided as no employee is eligible for the same. No Provision has been made in respect of Gratuity Liability. Provident Fund and ESI as no employee is eligible for the same, leave encashment shall be accounted on cash basis.

C) NOTES ON ACCOUNTS

1. The Company has discontinued its operations of the Poultry Business and the only income during the year is interest earned on the loans given to various parties.
2. During the year the company has disposed off all the assets except computers used in the office as scrap basing on the resolution passed by the Board of Directors.

The existing land was transferred by way of a sale agreement to the Managing Director with a condition to take the responsibility of pursuing the Court Case existing on the land.

The difference between the book value and realized value of all the assets is shown as loss on sale of fixed assets and is charged off to the Profit and Loss Account. The long term capital gains arising on transfer of land are adjusted against the loss arising on the sale of the other assets. Since there was no production activity, no depreciation was provided during the year on Fixed Assets.

3. There were no employees in receipt of remuneration in excess of the limits specified in Sec 217 (2A) of the Companies Act, 1956.
4. Managerial remuneration under section 198 of the Companies Act 1956.

	<u>31.03.2011</u>	<u>31.03.2010</u>
Managing Director's Salary	Rs. 1, 80,000	Rs. 3, 00,000
Other Directors' Salary	Rs.Nil	Rs.Nil

5. Remuneration to Auditors:

	<u>2010-2011</u>	<u>2009-2010</u>
Audit Fee	Rs. 20,000	Rs. 20,000
Tax Audit	Rs. 10,000	Rs. 10,000
For Service Tax	Rs 3,090	Rs. 3,090

PFL INFOTECH LIMITED

6. Since there are no employees eligible for any retirement benefits as per the terms of the contract, no gratuity or leave encashment provisions are made as per AS 15.
7. As the Company is dealing with only one product and it is operating only in India, segment reporting under Accounting Standard – 17 of ICAI is not applicable.
8. The transactions entered into by the company with related parties during the year are as follows.

Name	Relationship	Nature of Transaction	Total Transaction Value during the year
P. Amresh Kumar	Manging Director	Remuneration	Rs.1,80,000/

9. As per information and explanations given to us, during the financial year no foreign exchange transactions are there, which need to be reported.
10. As per the AS 22, since there is no reasonable certainty that the Company will get profits so as to absorb the carried forward losses and depreciation, the deferred tax asset has not been recognized in the financial statements.
11. The Schedules referred to in the balance sheet and profit and loss account form an integral part of accounts.
12. The figures are rounded off to the nearest rupee and previous year figures have been regrouped / rearranged wherever necessary.
13. Previous year figures have been regrouped wherever necessary and paise have been rounded off to nearest rupee.

PFL INFOTECH LIMITED

14. Additional information pursuant to the provisions of paragraph 3, 4C to 40 of Part II and Part VI of Schedule VI of the Companies Act, 1956, are not applicable.

Signatures to Schedules 1 to 11

Per our report of even date

for **Y.Raghuram & Co**
Chartered Accountants

For and on behalf of the Board

Sd/-
(Y. Raghuram)
Partner

Sd/-
(P. Amresh Kumar)
Chairman & Managing Director

Sd/-
(M. Jaswanth Reddy)
Director

Place : Hyderabad

Date : 03.09.2011

PFL INFOTECH LIMITED

A. CASH FLOW FROM OPERATIONAL ACTIVITIES				
		31.03.2011		31.03.2010
Net Profit before Tax	(79,344,236)		304,268	
Depreciation	-		387,928	
Loss on Sale of Fixed Assets	82,038,234		-	
Preliminary Exp.written off	-		-	
Operating Profit before working capital charges		2,693,998		692,196
Adjustment in Capital Changes				
Increase/(Decrease) in Current Assets	(10,811,034)		(1,609,268)	
Decrease/(Increase) in Current Liabilities	274,340		2,165,069	
Increase / Decrease In Net Current Assets		(10,536,694)		555,801
Cash Generated From Operations		13,230,692		136,395
Less: Taxes Paid		-		21,245
Net Cash Used in Operating Activities (A)		13,230,692		115,150

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Sd/-
(P. AMRESH KUMAR)
Chairman & Managing Director

Sd/-
(M. JASWANTH REDDY)
Director

Place : Hyderabad
Date : 03.09.2011

PFL INFOTECH LIMITED

B. CASH FLOW FROM INVESTING ACTIVITIES				
		31.03.2011		31.03.2010
Receipts from Sale of Fixed Assets	425,000		-	
Investment in Shares	(13,500,000)		-	
Payments for Purchase of Fixed Assets	-		-	
Decrease Capital Work in Progress	-		-	
Net Cash Generated by Investing Activites (B)		(13,075,000)		-
C. CASH FLOW FROM FINANCING ACTIVITIES		-		-
Increase in Share Capital	-		-	
Decrease in Share Application	(14,000)		-	
Decrease in Secured Loans	-		(162,781)	
Decrease in Unsecured Loans	-		-	
-				
		(14,000)		(162,781)
Net Increase / Decrease in Cash/Bank at the beginning of the year		141,692		(47,631)
		54,681		102,312
Cash/Bank at the end of the year		196,373		54,681

FOR AND ON BEHALF OF THE BOARD OF DIRECTORES

Sd/-
(P. AMRESH KUMAR)
CHAIRMAN & MANAGING DIRECTOR

Place : Hyderabad Date : 03.09.2011

Sd/-
(M. JASWANTH REDDY)
DIRECTOR

PFL INFOTECH LIMITED

AUDITOR'S CERTIFICATE

To,

The Shareholders of
PFL Infotech Limited
Neemargomala Village,
Bibinagar Mandal,
Nalgonda Dist.

We have examined the above cash flow statement of PFL InfoTech Limited for the period ended 31-03-2011. The Statement has been prepared by the Company in accordance with the requirements of listing agreement clause 32 with the corresponding Profit and Loss Account and Balance Sheet of the Company covered by over report of even date to the members of the Company.

For **Y Raghuram & Co.**
Chartered Accountants

Sd/-
Y.Raghuram
Partner

Place : Hyderabad
Date : 03.09.2011

PFL INFOTECH LIMITED

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

1. REGISTRATION NO : 7005
Balance Sheet Date : **31.03.2011** State Code : 01

2. CAPITAL RAISED DURING THE YEAR (AMOUNT IN RS.)

Public Issue : Nil Rights Issue : Nil
Bonus Issue : Nil Private Placement : Nil

3. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS

Total Liabilities : 123,647,000 Total Assets : 123,647,000
Secured Loans : - Unsecured Loans: -

APPLICATION OF FUNDS

Net Fixed Assets : **13,794** Investments : Nil
Net Current Assets : **55,939,201** Misc. Exp. : -

4 PERFORMANCE OF Company :

Turnover : 4,319,998 Total Exp : 83,664,234
Profit/Loss before tax : (79,344,236) Profit & Loss : (80,176,680)
after tax
Earning per share in Rs. : (27.58) Dividend Rate : Nil

PFL INFOTECH LIMITED

5. GENERIC NAMES OF THREE PRINCIPAL PRODUCTS / SERVICES OF COMPANY

(AS PER MONETARY TERMS)

Item Code No. ITC : 1059100
Product Description : One day old chicks / Software

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Sd/-

(P. AMRESH KUMAR)

Chairman & Managing Director

Sd/-

(M. JASWANTH REDDY)

Director

Place : Hyderabad

Date : 03.09.2011

PFL INFOTECH LIMITED

PFL INFOTECH LIMITED

NEEMARGOMALA VILLAGE, BIBI NAGAR MANDAL, NALGONDA DISTRICT, (AP)

ATTENDANCE SLIP

(Please fill in the Attendance slip Before coming to the Meeting)

(To be handed over the Entrance of the Meeting Hall)

Folio Number	Name of the attending Member (In Block Letters)	No. of Shares held

Name of the Proxy (In Block Letters)

(If the Proxy attends instead of the Member)

I here by record my presence at the 24th Annual General Meeting of the Company on Thursday the 28th September, 2011 at Neemargomala Village, Bibinagar Mandal, Nalgonda District, at 10.30 A.M and at any adjournment thereof.

Signature of Member / Proxy.

Note : You are requested to bring your copy of Annual Report to the Meeting.

PFL INFOTECH LIMITED

PFL INFOTECH LIMITED
NEEMARGOMALA VILLAGE, BIBINAGAR MANDAL,
NALGONDA DISTRICT

PROXY

I/We _____ of _____
_____ being a Member(s) of PFL Infotech Limited
, here by appoint Mr./Mrs. _____ of
_____ or failing him/her,
attend and vote for me/us and on my/our behalf at the 24th Annual General
Meeting of the Company. to be held on 28th September, 2011 at Neemargomala
Village. Bibinagar Mandal, Nalgonda District, at 10.30 A.M and at any
adjournment thereof.

Signed this _____ day of _____ 2011

AFFIX Rs. 1.00
REVENUE STAMP

LEDGER FOLIO NO

SIGNATURE

24th Annual Report

PFL INFOTECH LIMITED

24th Annual Report