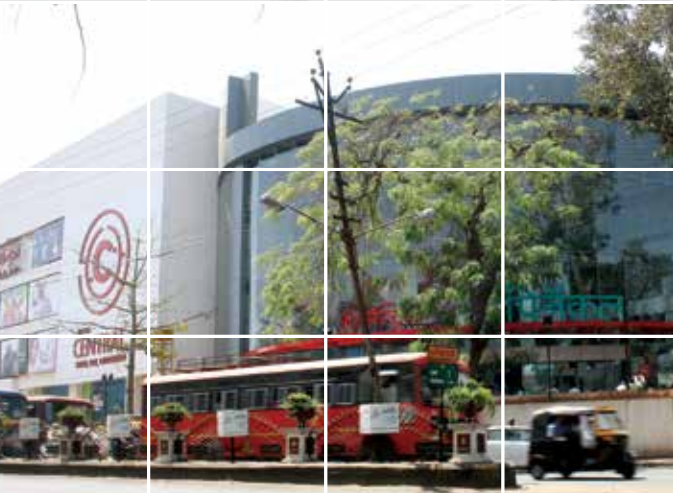




PRAKASH
Constrowell Limited



ANNUAL REPORT 2011-2012



"OUR PERFORMANCE IS
STEADY ON
ACCOUNT
OF DIVERSIFIED ORDER
BOOK, HEALTHY
DEBT SERVICE
COVERAGE AND GROWTH IN
TURNOVER"

Awarded the "Best Building of the year (2006-07)" for the construction of College of Engineering NDMVP Samaj-Nashik under the category of Institutional Building by 'Builders Association of India'.

The 16th Annual General Meeting shall be held on Saturday, September 29, 2012, at Green View Hotels Pvt. Ltd. Trimbak Road, Nashik. Tel.: 2580777 / 6520510 at 2.00 P.M.

As a promoter of Green Initiative, copies of Annual Report will not be provided at the Annual General Meeting. Members are requested to bring their copies to the meeting.

MESSAGE FROM CHAIRMAN



My Dear Fellow Stake Holders,

There is a strong sense of responsibility even as I pen this note, in the first year of Prakash Constrowell Limited as a listed entity. Firstly I would like to thank each of our shareholders who have reposed faith in our Company at the time of the Initial Public Offering (IPO) and thereafter.

Further it gives me great pleasure to extend a very warm welcome to you all at the 16th Annual General Meeting Prakash Constrowell Limited (PCL) and especially because this is the first AGM post listing. The Notice convening the meeting, the Directors' Report and the Annual Audited Accounts are enclosed herewith for your reference.

Performance Overview

The financial year 2012 witnessed highly competitive environment in the Infrastructure & construction space. The world is witnessing economic slowdown and India is no exception to this. Overall industry scenario has been depressing on account of rising financial cost, shortage of labour and delays in clearances from various clients and government departments. I am delighted to report to you that despite all these factors, PCL has shown steady performance in the year. PCL has faced lower operating margins compared to previous years, but performance could be collectively termed as steady on account of diversified order book, healthy debt service coverage and growth in turnover. This is company's sixth consecutive year of booking stronger financial and operational performance figures compared to previous year.

Financial Review

(₹ in Crores)

Particulars	Standalone		Consolidated	
	Current Yr	Previous Yr	Current Yr	Previous Yr
Turnover	160.95	128.13	189.42	129.05
Profit Before Interest, Depreciation and Tax	12.02	17.34	13.46	19.36
Profit After Tax	6.21	9.69	6.37	10.58

Event of the year

Uncertain economic conditions and changing financial costs have always put pressure on company's organic growth and acquisitive expansion. The Company believes that access to Capital markets will not only fetch maximum value for the company but also enhance the public profile of the company.

With above vision company opened subscription on 19 Sept, 2011, with intention to raise equity to the tune of ₹ 60 Crore. Thanks to you all, and company's offering was oversubscribed 2.35 times, resulting in expected fund raising, and you people becoming shareowners. The company allotted 4347826 no. of equity shares of ₹ 10 each at premium of ₹ 128 per share, and company's shares hit the bourses on 4 Oct, 2011. The proceeds of the above referred issues were utilized for the purpose for which it was raised as stated in various outcomes, financial results and prospectus.

The fund raised is going to create the required liquidity in the company, which provides leverage to make our business model more asset oriented. The Company is also expanding its participation in private construction segment with this liquidity and profile.

Internal re-orientation

With clients, geography and service delivery having largely diversified aspects, it becomes difficult for the company to have complete operational and management control. Diversification also brings about higher operating costs and critical day to day management. Such Execution environment also affects the capacity of an enterprise to undertake strategic planning decisions.

To ensure consistent growth path of the company, along with end to end visibility and optimum utilization of resources, arises a need to have integrated and real time system for reporting and information.

Company has already bought a "Enterprise Resources Planning" application, implementation of which is in process and we expect to deliver the results in a year or two. The company expects to streamline workflows and processes with improved efficiency and improved cost once the application is implemented totally.

Future Prospects

Civil construction remains as a backbone vertical for the company, but real future lies in development of infrastructure work with participation. Company currently has two projects under BOT segment for development of urban infrastructures, which are expected to be operational within the span of two years. PPP model is expected to come up with lot more projects in coming days considering the need for infrastructure and policy initiatives. And at PCL we are looking forward to bag every possible opportunity.

Another segment that company is currently in a process to unfold on large scale, is offering "affordable residential units". Housing shortage in India is no more a secret, but offering a right product considering all the aspects of the demand is a critical task. Company's objective is to deliver range of products, with suitable combination of customer mix.

Another significant development has been extension of our geographical boundaries beyond Maharashtra to the states of Karnataka, Uttar Pradesh, Andhra Pradesh and Tripura. Company intends to continue the widening of geographical boundaries.

In terms of figures, the majority of under execution projects of the company are to be executed in the current year, thus companies financial figures for the year 2012-13 are going to show all-round robust growth in top line and bottom line.

Vote of Thanks

Our years of experience and the professional team that has been with us for many years now, will help us continue to stay ahead of competition and enrich and add value for all our stake holders.

I'm also thankful to my colleagues on Board for their value addition and contribution in the governance of the Company. I'm grateful to you all for your support & trust shown in my team and seek your continued support in taking the Company through newer innovations to higher growth and success.

I assure, our journey to the mission has just begun and I request you to witness the future milestones.

PRAKASH LADDHA
Chairman



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VISION STATEMENT:

"To build & create a brand value, by providing various services in construction sector and to satisfy our customer base, be it private bodies, Government or semi government or local authorities."

MISSION STATEMENT:

"Customer Satisfaction is what we aspire for".

To be adaptive and responsive to the changes in the business environment and to be successful as a team.

QUALITY POLICY:

"We are committed to meet the expectations of our customers, through our well-designed and established service delivery system that is sensitive and accommodative to continuous technology up gradation and value analysis. We shall continuously strive to improve the effectiveness of our quality system."

PRAKASH CONSTROWELL LIMITED (PCL) – PROFILE

Prakash Constrowell Ltd is a construction company predominantly engaged in the business of civil construction. The company is a fast growing company that provides integrated engineering, procurement and construction services. The Company has undertaken projects for various Government / semi-government bodies and other private sector clients. It focuses on construction and maintenance of roads / highways, bridges, including projects on public private partnership model, industrial parks, workshops, hospitals, educational institutions and residential and commercial real estate construction.

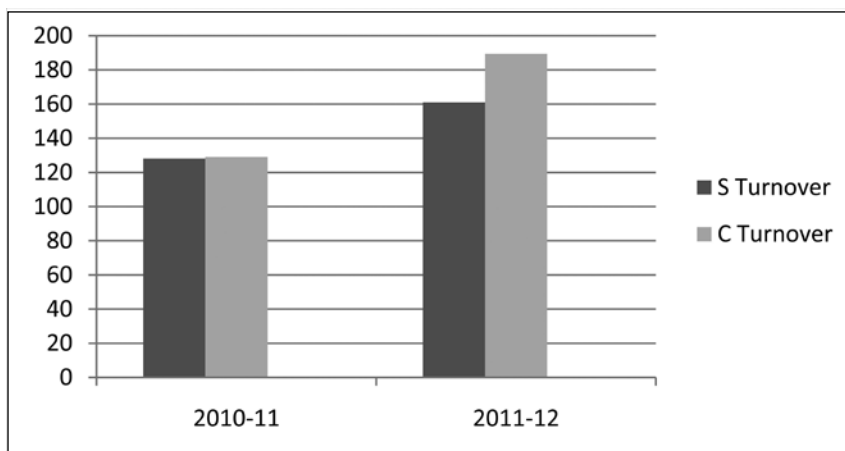
Prakash Constrowell Ltd was incorporated on January 04, 1996 as a private limited company with the name as Prakash Constrowell Pvt. Ltd. The company was established to acquire the construction contracts & maintenance business of Prakash Builders, a proprietorship concern established in 1978 by Prakash P. Laddha. Following are the highlights of growth:

- In the year 1996, company got registered as Class 1-A with Public Works Department, Government of Maharashtra.
- In 2002, the Company was awarded its first Infrastructure Construction work on Built Operate Transfer basis at Arni, Yavatmal, Maharashtra.
- In 2005, it laid the foundation of Global Pagoda at Gorai Village in north east suburb of Mumbai Maharashtra.
- In 2006, the Company was honored with Best Building of the year 2006-07 under the category of Institutional Building for college building at Nasik from 'Builders Association of India'.
- In the year 2007, the company initiated a major real estate work 'Acropolis' involving construction of 3 Towers.
- In 2008, the Company entered into Industrial Construction by taking up the work of 'Islampur Integrated Textile Park' at Sangli, Maharashtra.
- On January 05, 2011 converted into a public limited Company called Prakash Constrowell Limited.
- In the year 2011, the company was accredited with 'ISO 9001:2008' quality management system certificate for construction of Roads, Bridges, Buildings and Development of Land.
- Also, they received CIDC (Construction Industry Development Council) Vishwakarma Award for their project 'Police Training School' at Tasgoan, Sangli.
- On October 04, 2011, Company got listed on both the stock exchanges; BSE & NSE.
- The Company has got Best Building award from Builders Association of India, Nashik in Commercial Segment for Construction of "Pinnacle Mall" in the year 2011".

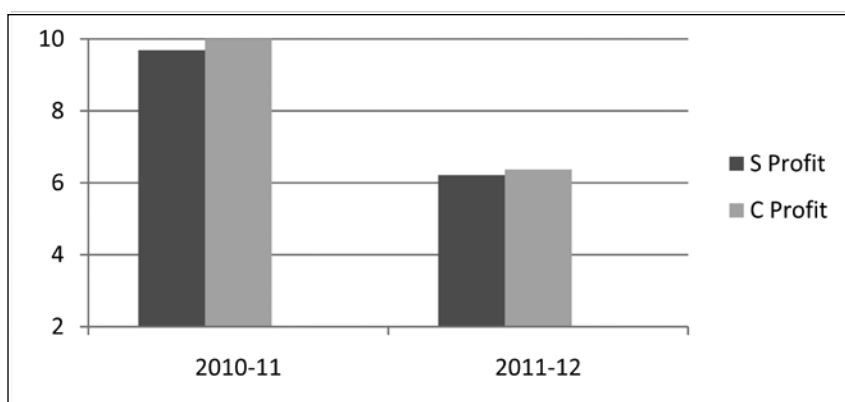


Board of Director		Registrar & Share Transfer Agent
<p>Mr. Trichur G Krishnan Mr. Prakash P Laddha Mr. Suresh G Sarda Mr. Hemant M Rathi Mr. Jayant V Phalke Mr. Nagesh W Mendhekar</p>	<p>Managing Director Chairman Executive Director Independent Director Independent Director Independent Director</p>	<p>Bigshare Services Private Limited E-2 & 3, Ansa Industrial Estate, Saki- Vihar Road, Saki Naka, Andheri(E), Mumbai- 400072. Maharashtra, India. Website: www.bigshareonline.com E-mail id: ipo@bigshareonline.com</p>
Chief Financial Officer & Compliance Officer		Statutory Auditor
<p>Mr. Vipul D Lathi</p>		<p>M/s G.P.Pimpalikar & Associates</p>
Company Secretary		Board Committees
<p>Ms. Swapna S Naphade compliance@prakashconstro.com investorgrievance@prakashconstro.com</p>		<ul style="list-style-type: none"> - Audit Committee - Shareholders'/ Investor Grievance Committee - Remuneration Committee
Registered Office		Bankers
<p>Prakash Constrowell Limited 6/7, Falcon Plaza, National Urdu High School Road, Near Sarda Circle, Nasik- 422001, Maharashtra, India. Website: www.prakashconstro.com E-mail id: info@prakashconstro.com</p>		<p>Axis Bank Limited Mazda Towers, Trimbak Naka, GPO Road, Nashik- 422001. Bank of Maharashtra Janmangal, Tilak Road, Nashik- 422001.</p>

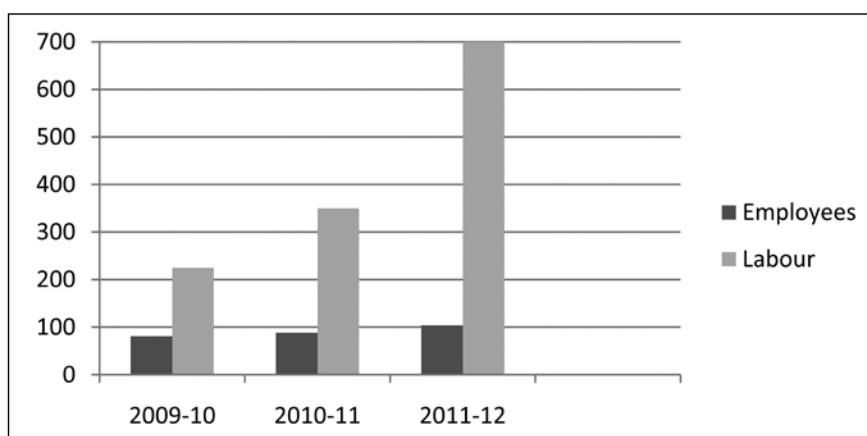
Standalone & Consolidated Results of PCL (Turnover)



Standalone & Consolidated Results of PCL (Profit)



Growth in Human Resource- Employees & Labours



To The Members of,

PRAKASH CONSTROWELL LIMITED

Your directors are pleased to present the 16th Annual Report together with the Auditor's Report and Audited Accounts of the Company for the year ended on March 31st, 2012.

Financial Results

The standalone financial results of the Company for the year ended March 31st, 2012 is summarized below:

(₹ in Crores)

Particulars	March 31st, 2012	March 31st, 2011
Net Sales	160.95	128.13
Profit Before Interest Depreciation & Tax	12.02	17.34
Less : Interest	2.18	1.68
Profit Before Depreciation & Tax	9.84	15.66
Less: Depreciation	0.43	2.47
Profit before Tax (PBT)	9.41	13.19
Less: Provision for Taxation including Deferred Tax Charge	3.20	3.50
Profit after Taxation (PAT)	6.21	9.69
Add: Profit Brought Forward from previous year	22.11	18.78
Surplus available for appropriation	28.32	28.47
Appropriations:		
Proposed dividend on equity shares	-	-
Dividend Tax	-	-
Transfer from/ to General Reserves	-	-
Transfer for Bonus Shares	-	6.36
Transfer to Debenture Redemption Reserve	-	-
Balance transferred to Balance Sheet	28.32	22.11

Financial Performance

During the year, your Company has made total turnover of ₹ 160.95 Crore & the total profit after tax (PAT) of your Company for the year under review is ₹6.21 Crore which is reasonable considering the current scenario. On consolidated basis, the total turnover of your Company and its subsidiaries stands at ₹189.42 Crore. The consolidated profit after tax (PAT) stood at ₹6.37 Crore. The earning per share (EPS), on an equity share having face value of ₹ 10/-, stands at ₹ 5.99/- considering the total equity capital of ₹ 12.57 Crore.

Dividend

This being the first year of listing, your company proposes to utilize the reserves and surplus of company for further expansion and upcoming projects instead of declaring dividend. We assure you that the company funds would be utilized in the best possible manner to give better returns.

Public Issue

Your Company had initiated an Initial Public Offer (IPO) of its Equity Shares through Book Building Process for an amount of ₹6, 000 Lakhs. The price band arrived for this purpose was ₹130/- to ₹138/- per equity share, face value being ₹ 10/- each and Securities Premium being ₹ 120/- to ₹ 128/- per equity share. The final price arrived was ₹138/- (face value ₹ 10/- and Securities Premium ₹ 128/- per share) for Public offer of 43,47,826 equity shares aggregating to ₹6000 Lakhs. The issue was oversubscribed. The shares were listed on National Stock Exchange of India Ltd (NSE) & Bombay Stock Exchange Ltd (BSE), both on October 04, 2011.

Management Discussion And Analysis Report

Management Discussion and Analysis Report is presented separately, which forms part of annual report.

Consolidated Financial Statements

In compliance with Accounting Standard 21 of the Companies (Accounting Standards) Rules, 2006 and pursuant to Listing Agreement with the Stock Exchanges, the Consolidated Financial Statements form part of this Annual Report.

The consolidated financial statements presented by your Company include the financial information about its aforesaid subsidiaries. The same shall also be made available on the company's website.

Expansion Plans

The Company's major expansion plans involve bidding for Central Government projects, real estate sector, Public Private Partnership Model, Geographical Diversity and so on. The Company also proposes to purchase some new machinery for construction works. It is therefore, that the Board of Directors does not recommend any dividend to its shareholders.

Directors

During the year, following were changes in directorship of the Company:

- ❖ Mr. Prashant Sarda resigned as a Chairman & Director of the Company on July 01, 2012 which was taken on record by Board of Directors in its meeting held on 13th August, 2012.
- ❖ Mr. Sharad R Karwa and Mr. Vijaygopal P Atal resigned from their directorship in the Company on July 01, 2012 which was taken on record by Board of Directors in its meeting held on August 13, 2012.

Following Directors of the Company retire from office by rotation and being eligible; offer themselves for reappointment at the ensuing Annual General Meeting:

- ❖ Mr. Nagesh W Mendhekar
- ❖ Mr. Suresh G Sarda

Resolutions seeking their appointment have been included in the notice of ensuing Annual General Meeting.

Directors' Responsibility statement

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956 with respect to Director's Responsibility Statement it is hereby declared that:

- ❖ In the preparation of the annual accounts for the financial year ended March 31st, 2012 the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ❖ The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the year under review;
- ❖ The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- ❖ The Directors had prepared the annual accounts on a going concern basis.

Auditors & Auditor's Report

M/s. G.P.Pimpalikar and Associates, Jalgaon, the existing Statutory Auditors of the Company will retire at the conclusion of the ensuing Annual General Meeting and seek re-appointment as Statutory Auditors of the Company at the ensuing Annual General Meeting

The Company has received certificate from the Statutory Auditors that their appointment, if made, would be within the limits as prescribed under Section 224 (1B) of the Companies Act, 1956.

The Board of Directors recommends the shareholders the appointment of M/s. G.P.Pimpalikar and Associates, Jalgaon, as Auditors of the Company

Cost Auditors

With reference to the MCA circular F.No. 52/1/CAB-2012, no cost audit is applicable for companies engaged in construction and/or development business except maintaining of cost accounting records and filing compliance report with Central Government,



which is compiled by the Company and said certificate is obtained from practicing cost accountant M/s. Shilpa Parkhi & Co.

Cash Flow Statement

In conformity with the provisions of clause 32 of the listing agreement, the cash flow statement for the year ended March 31, 2012 is prepared in compliance with Accounting Standard 3 of the Companies (Accounting Standards) Rules, 2006 and annexed hereto.

Particulars of employees

In accordance with the provisions of Sec. 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 as amended is not given in this Report as there was no employee drawing remuneration of ₹ 24 Lac per annum or ₹ 2 Lac per month during the year ended March 31st, 2012.

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

The particulars as required to be disclosed pursuant to Section 217(1)(e) of the Companies Act, 1956, read with the Companies (Disclosures of Particulars in the Report of Board of Directors) Rules, 1988, are given in the Annexure –I forming part of this Report.

Corporate Governance

Pursuant to clause 49 of the listing agreement, a report on corporate governance along with the certificate of Statutory Auditor is included as a part of the annual report.

Foreign Exchange Earnings & outgo

There were no foreign exchange earnings or outgo for the Company during the year.

Corporate Social Responsibility

The Company has participated in the “Green Initiative in the Corporate Governance” taken by the Ministry of Corporate Affairs by allowing paperless compliances by the companies. To support this green initiative of the Government in full measure, Company had issued letters to its members to register their e-mail ids either with the concerned Depository Participants or with the Registrar and Share Transfer Agent of the Company.

Also, the Company makes use of Fly ash bricks in construction, which are made out of waste from thermal power plants and are eco-friendly bricks. Your Company is associated with various NGO and Trusts such as Friends of Tribal Society, Shaajirao Patil Vikas Pratishthan; Maheshwari Education Trust, Mahesh Pratigati Trust and Vipassana International Academy and so on.

Acknowledgement

The Directors place on record their deep appreciation to the Employees, Bankers, Customers, etc. for their co-operation patronage and support during the year under review and look forward to continuous cordial relations in the years to come.

For and on behalf of the Board of Directors

Place: Nashik

Mr. Prakash P Laddha

Mr. Trichur G. Krishnan

Date: 28/08/2012

Chairman

Managing Director

ANNEXURE I TO THE DIRECTORS REPORT

Information as per Section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988 and forming part of the Directors Report.

A. CONSERVATION OF ENERGY

Particulars of Conservation of Energy are not given as the company is not covered by the Schedule of Industries which require furnishing of information in Form A of total consumption of energy & per unit of consumption.

(a) Measures Taken

However, in our real estate development projects, where electrical power is expected to be provided to the clients, care is taken to ensure that transformers with minimum losses are purchased, cables and wires of adequate sizes are provided, and instead of copper aluminum is used as far is possible. The power factor of the system is maintained near 0.95 by providing APFC panel as far as possible or providing capacitors of good & reputed make.

So far as our construction equipment is concerned, we try to ensure that diesel run equipment is avoided, and instead electrically run machines are used as a matter of eco-friendly step. The electrical motors and pump sets used are of high efficiency type.

(b) Additional Investment Proposal if any being implemented for reduction of consumption of energy:

We are taking the above measures as a matter of policy, and since the quantum involved is a very small fraction of our project cost, giving a break-up of additional funds required is not shown separately.

B. TECHNOLOGY ABSORPTION

1) Specific Areas:

Research & Development activities are being carried out for reduction in wastage in the construction activity stage.

2) Benefits derived:

The company has been able to reduce the wastage at the construction activity stage to its minimum.

3) The expenditure on above being insignificant when compared to turnover.

4) The company endeavors to continue its work in area set out in (1) above.

5) Technology absorption, Adoption & innovation:

Continuous efforts are being made for its improvement in performance in the construction activity stage, technology absorption, adoption & innovations. No technology has been imported & absorbed by the company during previous years from the beginning of the financial year under review & hence no relevant information is required to be given.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

There were no foreign exchange earnings/outgo during the year under review.



OPPORTUNITIES IN CIVIL CONSTRUCTION AND INFRASTRUCTURE



Mr. Trichur G Krishnan
Managing Director

The construction industry has been through a tough 2011-2012, because of ups and downs, material cost increases, bankruptcies, double dipping, and etc. The increase in interest rates has led to a deterioration of debt coverage ratios for construction companies. The higher interest rates may also lead to an increase in the cost of BOT/BOOT projects. Sub-contractors are facing challenges in managing their working capital, due to the contraction in bank funding.

Steady fall in India's GDP growth every quarter- for the period March, 2010 to December, 2011- is a result of not only uncertain investment climate, but also the dismal state of available infrastructure.

India is the fourth largest economy in the world, with a GDP of US\$1,242.8 billion in 2008. Between 2000 and 2008, India's GDP growth rate jumped from 5.7% in 2000 to 9.3% in 2007 before tapering to a robust 7.9% in 2008. Infrastructure remains a key sector for India's growth story, which was pursued by country's fiscal plans. Construction, on an average, accounts for majority of the investment required for setting up any infrastructure facilities.

The Planning Commission's XIth Five-Year Plan (2007-2012) had already identified that inadequate infrastructure was a major constraint on the country's overall growth. Calls for larger investments in infrastructure and the limitations of public resources have led to greater reliance on private investment through various forms of PPP.

Estimated Construction Opportunity during XIIth Plan Period

SECTORS	Investment		Share		Construction Intensity	Construction Opportunity	
	[₹ in Cr.]		[%]		[% of Total Cost]	[₹ in Cr.]	
	XI Plan	XII Plan	XI Plan	XII Plan		XI Plan	XII Plan
Electricity	658630	1314320	32	32	40	263452	525728
Roads & Bridges	278658	556072	14	14	65	181128	361447
Railways (incl. MRTS)	200802	400708	10	10	75	150602	300531
Irrigation	246234	491369	12	12	75	184676	368527
Water Supply	111689	222879	5	5	60	67013	133728
Ports	40647	81113	2	2	70	28453	56779
Airports	36138	72115	2	2	30	10841	21634
Total	1572798	3138576	77	77		886165	1768374

Source: Planning Commission, GOI

It is expected that Construction projects in various areas like road, low-cost housing, ports and airports, bridges and special economic zones (SEZ) will propel the growth and order book of construction companies. Growth of the Construction sector will also give a boost to many other economic activities that are allied with and incidental to construction industry. It will stimulate substantial growth in the construction equipment industry as well as a host of other down-stream industries.

Shelter is one of the three primary needs of mankind, after food and clothing. Considering the growth of population in India the demand for Real Estate is increasing. But increase in demand has to be analyzed carefully. Demand has many aspects connected to it including affordability, market sentiment, availability of regulatory policies, funds liquidity etc.

Owing to the impact of the challenging macro-economic factors, FY 2011-2012 was quite challenging for the sector, it faced labour shortages, liquidity crunch, fall in demand on account of uncertain economic environment and regulatory issues. The tremors of the global liquidity crisis led to price corrections in the domestic real estate industry, leaving developers with land parcels acquired at peak prices, resulting in considerable stress on their balance sheets.

Non availability of developed land and ineffective and unfavorable land management is another pain for the developers. The Government's vision of "Affordable Housing for All" will require acquisition / supply of large land parcels on a regular basis.

Opportunities and Threats for Executors and developers.

INFRASTRUCTURE

Industry Segments include:

- ❖ Roads
- ❖ Railways
- ❖ Urban infrastructure
- ❖ Ports
- ❖ Airports
- ❖ Power

India has fast emerged as a land of opportunities in Infrastructure sector. The potential is enormous as many sectors are opening up for participation and private investment.

The Planning Commission has projected that investment in infrastructure would almost double at US\$ 1,025 billion in the Twelfth Five Year Plan (2012-17), compared to US\$ 514 billion in the Eleventh Plan. Of the US\$ 1,025 billion, 50 per cent is expected to come from private sector, whose investment has been 36 per cent in the Eleventh Plan. All this will definitely result in all- round growth in the existing order book of all EPC firms.

As for challenges, India today is facing a unique situation of dealing with high inflation, while continuing high growth. A construction project awarded by government, semi government and local bodies involves bunch clearances and permissions from various departments. With increase in opportunities in the segment, it has also witnessed tremendous competition.

REAL ESTATE

The total housing shortage at the end of tenth plan has officially been assessed as 24.71 million dwelling units for 67.4 million Households, Low Income and Economically Weaker Sections segment account for almost 98%. The situation even at the end of 11th Plan, despite best efforts envisaged to be implemented, is also not projected to improve, but rather this shortage is expected to escalate to 26.53 million houses for 75.01 million households.

Rising income levels leading to a sizeable middle class segment is resulting in India's urban population increasing at a faster rate than its total population. This situation has resulted in pressure on existing urban infrastructure and drives the overall demand of Urban Infrastructures.

Industry Segment Includes:

- ❖ Residential (Housing & Development)
- ❖ Industrial (Industrial Parks, Factories, Plants, etc.)
- ❖ Corporate (Office, Research Centres)
- ❖ Commercial (Retail: Malls, Shops, Showrooms; Hotels; etc.)

Economic growth, no doubt leads to rising incomes, but the faster rise in property prices, continues to make houses unaffordable for majority of population even today. Affordable housing is expected to have a positive effect, by improving basic quality of life. While the concept of affordable housing seems to be a simple solution to current housing woes, its execution remains complicated due to the unclear policy framework and various factors.

Performance Overview

Company has successfully implemented and executed projects across various segments and in the field of civil constructions, infrastructure space and urban infrastructures. The Company has a diversified portfolio of projects that are spread across verticals, giving the Company a much higher degree of flexibility and lower risks. The Company is also expanding its footprint and taken exposure in the BOT space.



PCL measures are initiated to tackle the threat prone to the Construction Industry.

A Civil Construction

In spite of slow market conditions, company has been successful to execute works worth ₹ 129.46 Crore in this segment. Company has also been able to bag repetitive work orders from various clients, which is a result of our timely and efficient delivery of services. With order book of ₹ 181.86 Crore and more than 30 project locations in this segment, company expects to continue to perform outstandingly in this segment, which has remained as backbone of the company for years.

B Industrial & Infrastructure Works

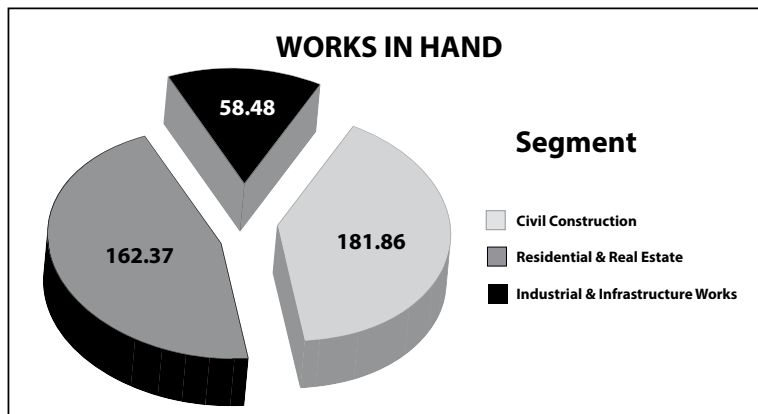
Successful completion of the prestigious industrial development work at Sangli, Islampur for Textile Park, worth about ₹ 72 Crore, is already a landmark achievement for the company. Industrial works is an upcoming and interesting execution segment and company is already executing some specialized jobs for construction of Warehouses and cold storage facilities.

Under infrastructure segment the Company has been undertaking various Road projects in the state of Maharashtra and bagging of other two prestigious projects for development of Urban infra in Pune on BOT basis provides us a platform to make real breakthrough in this segment with assets expected to become operational within two years from.

C Real Estate

The need for housing is well recognized by most in industry, but need of "Affordable housing" is well recognized by the company. Company has already launched a township project named "Parksyde" in Nashik offering 528 dwellings and commercial spaces with ultra modern facilities. Company's vision was proved correct by client with over 65% bookings in a span of less than a year.

Company is in process of building healthy land bank in urban areas to exploit the opportunities in the sector, with strategic objective to target middle class and lower middle class housing groups, that collectively stands as biggest housing buyer in Indian economy.



Company understands it's order as de-risked on account of two major factors

- ❖ Ratio of Order book to that of civil construction stands at 45.16 %, the core segment of the company. This segment assures timely execution with surety of cash flows. This segment also insulates the company from probable economic upsets. On the other hand company also has 54.84 % of the order book from infra, industrial and real estate segment that offers company potential fuel to enlarge bottom lines of the company and develop better asset based model in future.
- ❖ Company has been able to retain the clients with repetitive work orders. The experience of the company to execute the work orders with same clients offers extra edge as compared to other competitors.

In Real estate segment company has successfully provided accommodation and commercial space for more than 700 satisfied customers. Company's satisfied customer's are our promoters for future ventures.

Internal Control System & Reorientation

Establishment of internal control system for an enterprise working in geographically diversified location is a real challenge. The balanced combination of human and artificial intelligence substantially satisfies the financial, strategic and managerial motives of the company. Implementation of automated application for ERP is a step to bring absolute transparency, integrity, data retention and presentation, internal and external to the organization.

The company's current system for internal control consists mainly of Personnel management, authorization procedure, Records retention and monitoring of operations.

The Company's accounting and financial control system comprises of internal audit and compliance by in-house Internal Audit Division. The internal auditors independently evaluate the adequacy of internal controls and concurrently audit the majority of the transactions in value terms. Independence of the audit and compliance is ensured by the direct reporting of Internal Audit Division to the audit committee and Board Of directors.

Awards & Recognitions

YEAR	PROJECT NAME	AWARD NAME	AWARD GRANTED BY
2006	Construction of NDMVP Engineering College (Block1), Nashik	Best building of the year 2006-07 under the category of Institutional Building	Builders Association of India, Nashik.
2010	Police Training School for Maharashtra State Police Housing & Welfare Corporation at Sangli	Accredited as First Green Campus Project in country and was awarded Four Star Rating	Association for Development and Research of Sustainable Habitats.
2011	Police Training School at Tasgaon, Sangli	Vishwakarma Award	Planning Commission and CIDC (Construction Industry Development Council)
2011	Construction of Pinnacle Mall	Best Building- Commercial Segment	Builders Association of India, Nashik

Cautionary Statement

The Management Discussion & Analysis Report may contain certain statement that might be considered forward looking within the meaning of applicable, laws and regulations. These statements are subject to certain risks and uncertainties. Actual results may differ materially from those expressed in the statements as important factors could influence the Company's operations such as Government policies, tax laws, political and economic development.

For and on behalf of the Board

Place: Nashik

Mr. Trichur G. Krishnan

Date: 28/08/2012

Managing Director



REPORT ON CORPORATE GOVERNANCE

Your company has been listed with effect from October 04, 2011 on BSE Ltd. (BSE) and National Stock Exchange of India (NSE). The report on Corporate Governance in compliance with clause 49 of the listing agreement is as follows:

Company's Philosophy on Corporate Governance Code

The Company's philosophy on corporate governance revolves around fair and transparent governance and disclosure practices in line with the principles of good corporate governance. This philosophy is backed by principles of concern, commitment, ethics, excellence and learning in all its acts and relationships with stakeholders, clients, associates and community at large.

The information provided in the Report on Corporate Governance for the purpose of unanimity is as on March 31st, 2012. The Report is updated as on the date of the report wherever applicable.

Board of Directors

The Board of the Company as on March 31st, 2012, comprises of 9 (nine) Directors, including 2 (two) Executive and 7 (seven) Non-Executive Directors, of which 3 (three) are Independent Directors having vast experience in civil engineering and construction works. Other than receiving sitting fees, none of the independent directors has any pecuniary or business relationship with the Company.

Sr. No.	Category	Name of Directors	Designation	Date of Appointment
1	Promoter & Executive	Mr. Prakash Laddha	Chairman	January 04, 1996
2	Executive	Mr. Trichur Krishnan Mr. Suresh Sarda	Managing Director Director	September 01, 2005 January 04, 1996
3	Non- Executive	*Mr. Prashant Sarda *Mr. Vijaygopal Atal *Mr. Sharad Karwa	*Chairman Director Director	January 04, 1996 January 04, 1996 January 04, 1996
4	Independent & Non- Executive	Mr. Hemant Rathie Mr. Jayant Phalke Mr. Nagesh Mendhekar	Director Director Director	November 27, 2010 March 01, 2011 November 27, 2010

Note: *Directors have resigned on July 01, 2012 which was taken on record by Board in their meeting held on August 13, 2012.

Attendance Records of Directors at Board Meetings, Last Annual General Meeting (AGM) and number of other Directorships/ Committee Memberships / Chairmanships is given below:

Name of Directors	Attendance		No. of other directorships and committee memberships/ chairmanships as of March 31st, 2012*		
	Board Meeting F.Y. 11-12	Last AGM 30.08.11	Other Directorship	Committee Memberships**	Committee Chairman Ships**
Mr. Prakash P Laddha	10 of 10	Yes	3	-	-
Mr. Trichur G Krishnan	9 of 10	Yes	-	-	-
Mr. Suresh G Sarda	10 of 10	No	2	-	-
Mr. Prashant P Sarda	9 of 10	Yes	1	-	-
Mr. Vijaygopal P Atal	10 of 10	Yes	2	-	-
Mr. Sharad R Karwa	10 of 10	Yes	2	-	-
Mr. Hemant M Rathie	10 of 10	No	1	-	-
Mr. Jayant V Phalke	8 of 10	Yes	-	-	-
Mr. Nagesh W Mendhekar	8 of 10	Yes	-	-	-

*The above list does not include Directorships, Committee Membership and Committee Chairmanships in Private, Foreign and Section 25 Companies and also excludes directorship/ membership in PCL.

** The Committee Memberships and Chairmanships in other Companies include Memberships and Chairmanship of Audit and

Shareholders'/Investors Greivance Committee only.

7 Directors have resigned from directorship in PCL.

Board Meetings held in 4 Quarters in the Financial Year 2011-2012:

April-June	July-September	October-December	January-March
May 19, 2011	August 12, 2011	December 30, 2011	February 12, 2012
	September 05, 2011		
	September 13, 2011		
	September 22, 2011		
	September 26, 2011		
	September 27, 2011		
	September 29, 2011		

Audit Committee

The role and power of audit committee inter alia, includes review of annual / quarterly financial results, review adequacy of accounting records, hold discussions with internal auditors, statutory auditors and amongst members of audit committee with regards to financial statements, review adequacy of internal control systems, review performance of statutory auditors, to investigate any activity within its terms of reference and recommend their appointment and remuneration to the board and so on.

The Committee had met two times during the period under review on 28.12.2011 and 12.02.2012. The Committee is headed by Mr. Hemant M Rath, Independent & Non- Executive Director. The names of the Members are as below.

Composition, Meetings & Attendance as on March 31, 2012:

Name of Members	Category	Attendance
Mr. Hemant M Rath	Independent & Non- Executive	2 of 2
Mr. Nagesh W Mendhekar	Independent & Non- Executive	2 of 2
Mr. Prakash P Laddha	Promoter & Executive	2 of 2

Ms. Swapna S Naphade, Company Secretary of the Company acts as the Secretary to the committee.

Shareholders'/ Investors' Grievance Committee

Shareholders'/ Investors' Grievance Committee was formed on March 01, 2011 as per clause 49 of Listing agreement to look into the redressal of shareholders and investors complaints on matters relating to transfer of shares, non-receipt of annual report, declared dividend, etc.

Mr. Hemant M Rath, Independent & Non- Executive Director heads the Committee.

Composition:

Name of Members*	Category
Mr. Hemant M Rath	Independent & Non- Executive
Mr. Suresh G Sarda	Executive

*Mr. Sharad Karwa & Mr. Vijaygopal Atal have resigned on July 01, 2012.

The Company Secretary acts as a compliance officer to the meeting.

The Company has specifically designated an email id for the purpose of registering complaints of investors electronically; **investorgrievance@prakashconstro.com**

During the financial year 2011-2012, no complaints were received from the shareholders.

Remuneration Committee

The Company has a Remuneration / Selection Committee which comprises of three non-executive independent directors. The broad terms of reference of the Remuneration / Selection Committee are to decide, consider, review and recommend the remuneration of all the executive / whole time directors and other payments that are required to be paid by the Company to the Directors. The Remuneration / Selection Committee also approves the selection and remuneration of relative(s) of director for holding place of profit or office in the Company.

The Chairman of the Committee is Mr. Nagesh W Mendhekar, Independent and Non Executive Director.

Composition:

Name of Member*	Category
Mr. Nagesh W Mendhekar	Independent & Non- Executive
Mr. Hemant M Rathi	Independent & Non- Executive
Mr. Suresh G Sarda	Executive

* Mr. Prashant P Sarda has resigned on July 01, 2012.

The remuneration committee did not meet during given period.

Remuneration Policy:

The remuneration committee is fully empowered to determine, approve and revise, subject to necessary approvals, the remuneration of managerial personnel including Managing Director and Whole-time Director considering the financial position of the Company, trend in the industry, experience, performance, qualification and past remuneration, etc.

1. Executive Directors

The Company pays salary, perquisites and allowances to the Executive Directors which includes Managing Director and Whole-time Director, the details of which are provided in the table below.

2. Non-Executive Directors

The Company pays sitting fees to Non-Executive Directors for attending each Board Meeting, the details of which are provided in the table below.

Remuneration of Directors during F.Y. 2011-12

Name of Directors	Salary	Perquisites	Sitting Fees	Total
Mr. Trichur G Krishnan	480000	-	-	480000
Mr. Prakash P Laddha	1200000	785702	-	1985702
Mr. Prashant P Sarda	-	-	36000	36000
Mr. Suresh G Sarda	-	-	40000	40000
Mr. Vijaygopal P Atal	-	-	40000	40000
Mr. Sharad R Karwa	-	-	40000	40000
Mr. Hemant M Rathi	-	-	40000	40000
Mr. Jayant V Phalke	-	-	32000	32000
Mr. Nagesh W Mendhekar	-	-	32000	32000

Subsidiary Companies

The Company has 6 subsidiary companies, which are enumerated below:

1. Atal Buildwell Private Limited (ABPL)
2. Mohini Buildcon Private Limited (MBPL)
3. Punamraj Construwel Private Limited (PNPL)
4. Ram Buildwel Private Limited (RBPL)
5. Jaikumar Real Estates Private Limited (JREPL)
6. Unique Vastu Nirman And Projects Private Limited (UVNPPL)

General Body Meeting

- a. No extra-ordinary general meeting of shareholders was held during the period from October 04, 2011 to March 31, 2012.
- b. Annual General Meeting:

For last 3 years the AGM of the Company was held at its registered office at 6/7 Falcon Plaza, Near Sarda Circle, National Urdu High School Road, Nashik- 422001.

Financial Year	Date of Meeting	Time
2010-11	August 30, 2011	02.00 P.M
2009-10	September 30, 2010	10.30 A.M
2008-09	September 30, 2009	10.30 A.M

- c. None of the resolution was passed through postal ballot.

Disclosures

- a. Disclosures on materially significant related party transactions i.e. transactions of the Company of material nature, with its promoters, directors or the management, their subsidiaries or relative that may have potential conflict with the interest of Company at large are made by the Company in the financial statements for the year ended March 31, 2012.
- b. The Company has complied with the requirements of regulatory authorities and no instances with regards to non-compliance, penalty or otherwise occurred or was imposed on the Company by Stock Exchange or SEBI or any other statutory authority.
- c. In terms of Clause 49(V) of the listing agreement, the Managing Director and the Chief Financial Officer & Compliance Officer have furnished the required certificates to the Board of Directors.
- d. **Whistle Blower policy:** The Company has not implemented the Whistle Blower Policy which is non-mandatory requirement under the Code of Corporate Governance.
- e. **Code of Conduct:** The Code of Conduct has been adopted by our Board of Directors and Management Personnel's and summarizes the standards that must guide our actions. The concept of code of conduct is to strive a culture of honesty and accountability. All the directors must conduct themselves according to this Code. Also the code of conduct for Board of Directors and Senior Management Personnel has been provided on the company's website. Declaration pursuant to Clause 49 I (D) (ii) of the Listing Agreement regarding code of conduct is given by the Managing Director of the Company.

Means of Communication

- a. Quarterly results: The quarterly unaudited results of the Company were published in the Newspaper as under:

Newspapers	Date of Publication of results for quarter	
	31.12.2011	31.03.2012
Gawkari/ Deshdoot (Marathi)	14.02.2012	12.05.2012
Financial Express (English)	14.02.2012	12.05.2012

Also the results are available on the Company's website www.prakashconstro.com

- b. Annual results: The annual results of the Company along with the notes will be sent to the shareholders at their registered addresses and will also be available on the Company's website www.prakashconstro.com

General Shareholders' Information

- a. Annual General Meeting** : September 29, 2012
Day and Date : Saturday
Time : 02.00 P.M.
Venue : Green View Hotel Pvt Ltd. Trimbak Road, Nashik. Tel: (0253) 2580777/6520510
Financial Year : April 01, 2011- March 31, 2012
Date of Book Closure : September 22, 2012 to September 29, 2012. (both days inclusive)
- b. Dividend Payment** : NIL
- c. Listing of Shares** : Bombay Stock Exchange Limited (BSE)
National Stock Exchange of India Limited (NSE)
- d. Scrip Id/Code** : PCL/ 533605- BSE
PRAKASHCON- NSE
- e. Corporate Identity No.** : L45200MH1996PLC095941
- f. Registrar and Share Transfer Agents:**
Bigshare Services Private Limited
E-2 & 3, Ansa Industrial Estate,
Saki-Vihar Road, Sakinaka, Andheri(E),
Mumbai- 400072.
Tel. No: (022) 40430200
Fax. No: (022) 28475207
E-mal id: ipo@bigshareonline.com
Website: www.bigshareonline.com

g. Stock Market Price Data

Month	High Price	Low Price
November 16, 2011	311.70	-
March 02, 2012	-	81.50

h. Shareholding Pattern by Size As on March 31st, 2012.

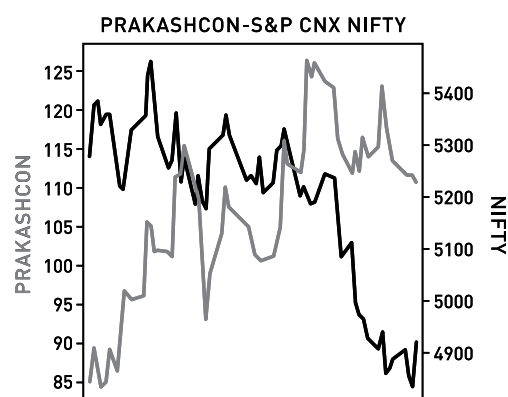
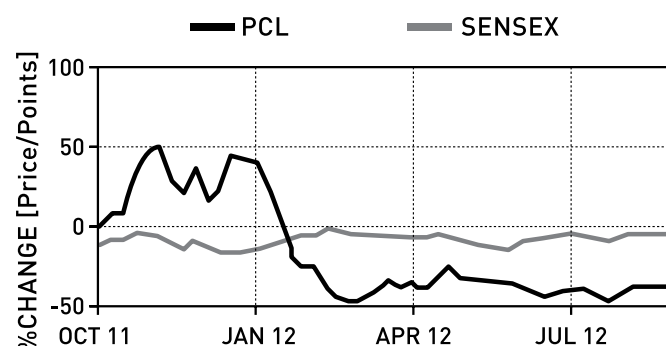
Sr. No.	Category	Holders	% Holders	Shares	% Shares
1	1-5000	1414	87.069	139060	1.106
2	5001-10000	89	5.480	69484	0.553
3	10001-20000	42	2.586	60073	0.478
4	20001-30000	11	0.677	27469	0.219
5	30001-40000	5	0.307	17911	0.143
6	40001-50000	7	0.431	33713	0.268
7	50001-100000	10	0.615	68653	0.546
8	100001 & above	46	2.832	12151463	96.687
	Total	1624		12567826	100.00

i. Shareholding Pattern as on March 31st, 2012 as per Clause 35 of the Listing Agreement

Category	Total Shareholders	Total Shares	% Shares
Promoter & Promoter Group	4	8060000	64.13
Bodies Corporate	226	2248832	17.89
Financial Institutions	1	360	0.00
Foreign Institutional Investors	1	545000	4.34
Non Resident Indians	2	500	0.01
Clearing Members	50	423733	3.37
Publicly held	1340	1289401	10.26
TOTAL	1624	12567826	100

j. Performance in comparison to Sensex and Nifty

Mon/Yr	Bombay Stock Exchange Limited				National Stock Exchange			
	High	Low	Close	Index	High	Low	Close	Index
	(in ₹)	(in ₹)	(in ₹)	(in ₹)	(in ₹)	(in ₹)	(in ₹)	
October 31, 2011	238.9	216.4	219.7	17705.01	239.45	216.1	218.55	5326.6
November 30, 2011	215	193	210	16123.46	217.4	193.5	211.05	4832.05
December 30, 2011	253.9	237.5	240.3	15454.92	253.9	240	240.5	4624.3
January 31, 2012	135	125	131.7	17193.55	135.9	126.1	132.25	5199.25
February 29, 2012	91	85.5	86.25	17752.68	92	85.3	86.55	5385.2
March 30, 2012	104.5	95.1	101.4	17404.2	101.85	94.05	98.8	5295.55

Index Comparison

k. Reconciliation of Share Capital Audit Report as on March 31, 2012

Pursuant to the provisions of the SEBI (Depositories & Participants) Regulations, 1996, quarterly audit is being undertaken by a Practicing Company Secretary for reconciliation of share capital of the Company. The audit report inter alia covers and certifies that the total shares held in NSDL, CDSL and those in physical tally with the issued and paid up capital of the Company, the Register of Members is duly updated, demat requests are confirmed within stipulated time etc.

l. Share Transfer System:

Company's shares in dematerialized form are transferrable through depositories. Shares in physical form are transferred by the Registrar & Transfer Agent and placed before the Share Transfer Committee for its approval. The Investor Grievance Committee meets at a regular interval to consider and approve the transfer, transmission, issuance of duplicate / consolidated / sub-divided share certificates and requests for dematerialization / rematerialisation of Company's shares. The power to issue share certificates on rematerialisation or transfer of physical share has been delegated to Mr. Prakash P Laddha & Mr. Trichur G Krishnan.

m. Dematerialisation of Shares:

The shares of the Company are compulsorily traded in electronic mode on both the depositories viz, National Securities Depository Limited (NSDL) and Central Depositories Services (India) Limited (CDSL).

12567824 Shares of the Company representing 99.99% of the total capital of the Company, including the shares held by the promoter and promoter group, were held in dematerialized mode.

n. The Company has not issued any GDR/ ADR Warrants or any other convertible instruments

o. Address for Correspondence:

Prakash Constrowell Limited	Registrar and Share Transfer Agents
<p>Registered Office: 6/7 Falcon Plaza, Near Sarda Circle, National Urdu High School Road, Nashik- 422001. Tel. No: (0253) 2590725 Fax. No: (0253) 2597720 Website: www.prakashconstro.com E-mail id: compliance@prakashconstro.com investorgrievance@prakashconstro.com</p>	<p>Bigshare Services Private Limited E-2 & 3, Ansa Industrial Estate, Saki-Vihar Road, Sakinaka, Andheri(E), Mumbai- 400072. Tel. No: (022) 40430200 Fax. No: (022) 28475207 E-mal id: ipo@bigshareonline.com</p>

Details of Compliances with non-mandatory requirements:

The Company has complied with all mandatory requirements of Listing Agreement with the Stock Exchange and compliances with non-mandatory requirements have been detailed below:

- The Company has a remuneration committee, the details of which have been provided in this Annual Report.
- The Company always endeavors to present unqualified financial statements.
- The Board members are given training wherever required on various matters. Directors are fully briefed on all business and policy matters, new initiatives proposed by the company such as ERP implementation and risk assessment.

CERTIFICATE ON CORPORATE GOVERNANCE



CORPORATE GOVERNANCE COMPLIANCE CERTIFICATE

To
The Members
Prakash Constrowell Limited

We have examined all relevant records of Prakash Constrowell Limited with regards to compliance of conditions of Corporate Governance under Clause 49 of Listing Agreement of the said Company with stock exchanges, for the financial year ended March 31st, 2012.

The compliance of the conditions of Corporate Governance is the responsibility of the management. Our examination was limited to the review of the procedure and implementation thereof, adopted by the Company ensuing compliance of the conditions of Corporate Governance. It is neither an audit nor an expression on the financial statements of the Company.

In our opinion and to the best of our information and records produced and explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of Listing Agreement.

We further state that this certificate is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For G.P.Pimpalikar & Associates
Chartered Accountants

CA Gopal Pimpalikar
Proprietor
(FRN: 119343W)

Place : Nashik
Date : 28/08/2012

Declaration Pursuant To Clause 49 I (D) (ii) of The Listing Agreement

In accordance with Clause 49 I(D)(ii) of the Listing Agreement with the Bombay Stock Exchanges, I hereby declare that the Directors and Senior Management of the Company have affirmed compliance with the Code of Conduct as applicable to them for the year ended March 31st, 2012.

For and on behalf of Board of Directors

Place : Nashik
Date : 28/08/2012

Mr. Trichur G Krishnan
Managing Director



CERTIFICATE PURSUANT TO CLAUSE 49 V OF THE LISTING AGREEMENT

We, Mr. Trichur G Krishnan, Managing Director and Mr. Vipul D Lathi, Chief Financial Officer & Compliance Officer have reviewed the financial statements and the cash flow statement of Prakash Constrowell Limited for the year ended March 31st, 2012 and to the best of our knowledge and belief we state that:

- a.
 - i) These financial statements do not contain any material untrue statements or omit any material facts or contain statements that may be misleading.
 - ii) These financial statements together present a true and fair view of the Company Affairs and are in compliance with the current accounting standards, applicable laws and regulations.
- b. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation to the Company's Code of Conduct as applicable to the Board of Directors and Senior Management.
- c. We accept the responsibility for establishing and maintaining internal control system of the Company pertaining to the financial reporting and disclosed to the Auditors and in the Audit Committee deficiencies in the internal controls, if any of which we are aware of and steps have been taken for rectifying the same.
- d. We have indicated to the Auditors and Audit Committee:
 - i) Significant changes in internal control over financial reporting during the year.
 - ii) Significant changes in the accounting policies during the year.
 - iii) Instances of significant fraud(s) of which we are aware of and which involve management or other employees having a significant role in the Company's internal control system over financial reporting.

However during the year there were no such changes and instances.

For And On behalf of the Board

Place : Nashik

Date : 28/08/2012

Mr. Trichur G Krishnan
Managing Director

Mr. Vipul D Lathi
Chief Financial Officer &
Compliance Officer

AUDITORS REPORT ON STANDALONE FINANCIAL STATEMENT



To

The Members of Prakash Constrowell Limited

We have audited the attached Balance Sheet of Prakash Constrowell Limited ('the Company') as at 31st March 2012, the statement of Profit and Loss and the Cash Flow Statement for the year ended on that date annexed thereto (together referred to as 'financial statements'). 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 the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

In accordance with the provisions of Section 227 of Companies Act, 1956 we report that:

1. As required by the Companies (Auditor's Report) Order, 2003 ('Order') issued by the Central Government of India under sub-section (4A) of section 227 of the Companies Act, 1956, and on the basis of verification of books and record of the Company as we considered appropriate and according to the information and explanation given to us, 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 :
 - a) 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;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) The Balance Sheet, Profit and Loss Account and the Cash Flow statement dealt with, by this report are in agreement with the books of account;
 - d) In our opinion, the Balance Sheet, statement of Profit and Loss and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956, to the extent applicable;
 - e) On the basis of written representation received from the directors and taken on record by the Board of Directors of the Company, we report that none of the directors are disqualified as on 31.03.2012 from being appointed as director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
 - f) In our opinion and to the best of our information and according to the explanations given to us, said accounts read together with significant accounting policies & notes appearing thereon, gives the information required by the Companies Act, 1956, in the manner so required and gives a true and fair view in conformity with the accounting principles generally accepted in India :-
 - i) In the case of the Balance Sheet, of the state of affairs of the Company as at **March 31st, 2012**;
 - ii) In the case of the statement of Profit and Loss, of the profit of the company for the year ended on **March 31st, 2012**; and
 - iii) In the case of Cash Flow Statement, of the cash flows for the year ended on **March 31st, 2012**.

For M/s G. P. Pimpalikar and Associates
Chartered Accountants
(FRN: 119343W)

G. P. Pimpalikar
Proprietor

Place: Nashik

Date: 28/08/2012

Membership No: 107120



ANNEXURE TO THE AUDITOR'S REPORT

(Referred to in paragraph (1) of our report of even date)

- 1) (a) The Company is maintaining proper record to show full particulars including, quantitative details and situation of all fixed assets.
(b) We are informed that the company has formulated a programme of physical verification of all the fixed assets during the year which, in our opinion, is reasonable having regards to the size of the company and the nature of its assets. Accordingly, the physical verification of the fixed assets has been carried out by management during the year and no material discrepancies were noticed on such verification.
(c) The company has not disposed off any substantial part of its fixed assets so as to affect its going concern status.
- 2) (a) As explained to us, inventories i.e. WIP of construction activity have been physically verified by the management at reasonable intervals during the year. In our opinion, the frequency of such verification is reasonable.
(b) As per the information given to us, the procedures of physical verification of inventory followed by the management are, in our opinion, reasonable and adequate in relation to the size of the company and the nature of its business.
(c) The company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- 3) (a) According to the information and explanation given to us, the company has not granted any loans, secured or unsecured, to companies, firms and other parties covered in the register maintained under Section 301 of Companies Act, 1956. Accordingly, paragraph 4(iii) (b), (c) and (d) of the order are not applicable.
(b) According to the information and explanation given to us, the company has not taken any loans, secured or unsecured, to companies, firms and other parties covered in the register maintained under Section 301 of Companies Act, 1956. Accordingly, paragraph 4(iii) (f) and (g) of the order are not applicable.
- 4) (a) In our opinion and according to the information and explanation given to us, there are adequate internal control systems commensurate with the size of the company and the nature of its business for the purchase of inventory, fixed assets and sales. Further, on the basis of our examination of the books and record of the company, and according to the information and explanation given to us, we have neither come across nor have been informed of any continuing failure to correct major weaknesses in the aforesaid internal control systems.
- 5) (a) According to the information and explanations given to us, we are of the opinion that the particulars of the contracts or arrangements that need to be entered in the register maintained under section 301 of the Companies Act, 1956 have been entered.
(b) In our opinion and according to the information and explanation given to us, the transactions made in pursuance of the such contracts or arrangements entered in the register maintained under Section 301 of the Companies Act, 1956 and exceeding the value of rupees five lakhs in respect of any party during the year have been made at price which are reasonable having regards to prevailing market prices at the relevant time.
- 6) The Company has not accepted any deposits from the public as stipulated under the provisions of Section 58A and 58AA of the Companies, 1956 and rules framed there under.
- 7) In our opinion, the company has internal audit system commensurate with its size and nature of its business.
- 8) We have broadly reviewed the books of account and record maintained by the Company pursuant to the rules prescribed by the Central Government for the maintenance of the cost records under section 209(1)(d) of the Companies Act, 1956 and are of the opinion that prima facie the prescribed accounts and records have been made and maintained. The contents of these accounts and records have not been examined by us.
- 9) (a) According to the information and explanations given to us and the records of the company examined by us, the company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, employee's state insurance, income tax, service tax, sales tax, tax deducted at source, cess and other material statutory dues applicable to it.

- (b) According to the information and explanations given to us and the records of the company examined by us, there were no disputed amounts payable in respect of income tax, service tax, sales tax and other statutory dues which were arrears, as at March 31st, 2012 for a period of more than six months from the date they becomes payable.
- (c) According to the information and explanations given to us and the record of the company examined by us, there were no statutory dues which have not been deposited on account of any dispute pending.
- 10) The company has no accumulated losses as at March 31st. 2012 and it has not incurred cash losses in the financial year ended on that date or in the immediately preceding financial year.
 - 11) According to the records of the company examined by us and information and explanations given to us, the company has not defaulted in repayment of dues to any financial institutions or bank as at the balance sheet date.
 - 12) According to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
 - 13) In our opinion and according to the information and explanations given to us, the nature of activities of the Company does not attract any special statute applicable to chit fund and nidhi / mutual benefit fund / societies.
 - 14) The Company does not deal with or trade in shares, securities, debentures and other investments.
 - 15) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions.
 - 16) According to the information and explanations given to us and the records of the company examined by us, the company has applied the term loans on the overall basis for the purpose for which they were raised.
 - 17) According to the information and explanations given to us and on overall examination of balance sheet of the company, we report that no funds raised on short term basis have been used for long term investment and vice versa.
 - 18) During the financial year, the company has not made any preferential allotment of shares to the parties and companies covered in register maintained under Section 301 of the Companies Act, 1956.
 - 19) The company has not issued debentures during the year.
 - 20) The company has raised money through a public issue during the year. We have verified that the end use of money raised by public issue is as disclosed in the notes to the financial statements.
 - 21) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per information and explanations given by the management, we have neither come across any instances of fraud on or by the company, noticed or reported during the year, nor have we been informed of such case by the management.

For M/s G. P. Pimpalikar and Associates
Chartered Accountants
(FRN: 119343W)

G. P. Pimpalikar
Proprietor

Place: Nashik

Date: 28/08/2012

Membership No: 107120

PRAKASH CONSTROWELL LIMITED
BALANCE SHEET AS AT MARCH 31ST, 2012

(₹ In Lacs)

Particulars	Note No	As at March 31st, 2012 ₹	As at March 31st, 2011 ₹
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	3	1,256.78	822.00
(b) Reserves and Surplus	4	8,397.50	2,211.49
(2) Non-Current Liabilities			
(a) Long-term borrowings	5	42.48	5.36
(b) Other Long term liabilities	6	294.60	297.83
(c) Long term provisions	7	77.23	48.69
(3) Current Liabilities			
(a) Short-term borrowings	8	1,468.05	1,033.85
(b) Trade payables		628.11	742.71
(c) Other current liabilities	9	2,460.77	1,527.97
(d) Short-term provisions	10	54.46	150.68
Total		14,679.98	6,840.58
II. ASSETS			
(1) Non-current assets			
(a) Fixed assets	11		
(i) Tangible assets		228.85	155.86
(ii) Intangible assets		8.57	16.58
(b) Non-current investments	12	342.37	7.60
(c) Deferred tax assets (net)		8.40	3.96
(d) Long term loans and advances	13	2,484.03	1,876.92
(e) Other non-current assets	14	484.74	6.75
(2) Current assets			
(a) Current investments	15	100.00	-
(b) WIP & Inventories	16	2,918.33	2,445.86
(c) Trade receivables	17	1,630.25	1,514.59
(d) Cash and cash equivalents	18	585.46	370.47
(e) Short-term loans and advances	19	5,888.87	441.42

(f) Other current assets	20	0.11	0.58
Total		14,679.98	6,840.58
Notes to Accounts	27		

In terms of our report attached.

For M/s G.P. Pimpalikar and Associates

Chartered Accountants

FRN. : 119343W

G.P. Pimpalikar

Proprietor

M.No. : 107120

Place : Nashik

Date : 28/08/2012

For and on behalf of the Board of Directors of

Prakash Constrowell Limited

Prakash Laddha

Chairman

Vipul Lathi

Chief Financial Officer

T G Krishnan

Managing Director

Swapna Naphade

Company Secretary

Place : Nashik

Date : 28/08/2012



PRAKASH CONSTROWELL LIMITED

PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED
MARCH 31ST, 2012

(₹ In Lacs)

Particulars	Note No	As at March 31st, 2012 ₹	As at March 31st, 2011 ₹
I. Revenue from operations	21	15,885.42	12,689.04
II. Other Income	22	209.18	123.87
III. Total Revenue		16,094.60	12,812.91
IV. Expenses:			
Cost of materials \ Construction Expenses	23	14,102.50	10,722.24
Employee benefit expense	24	188.37	96.48
Financial costs	25	218.02	167.75
Depreciation and amortization expense	11	43.03	246.91
Other expenses	26	542.40	392.24
V. Total Expenses		15,094.32	11,625.61
VI. Profit before exceptional and extraordinary items and tax (III-V)	(III-V)	1,000.27	1,187.30
VII. Exceptional Items		-	-
VIII. Profit before extraordinary items and tax		1,000.27	1,187.30
IX. Extraordinary Items (See Notes to Accounts No 27)		59.54	(131.93)
X . Profit before tax	(VIII-IX)	940.73	1,319.23
XI. Tax expense:			
(1) Current tax		307.00	355.00
(2) Previous Tax		17.38	-
(3) Deferred tax		(4.44)	(4.46)
XII. Profit(Loss) for the period from continuing operations		620.79	968.69
XIII. Profit / (Loss) for the period		620.79	968.69
XIV. Earning per equity share:			
Basic and diluted		5.99	11.78

In terms of our report attached.

For M/s G.P. Pimpalikar and Associates

Chartered Accountants

FRN. : 119343W

G.P. Pimpalikar

Proprietor

M.No. : 107120

Place : Nashik

Date : 28/08/ 2012

For and on behalf of the Board of Directors of

Prakash Constrowell Limited

Prakash Laddha

Chairman

Vipul Lathi

Chief Financial Officer

Place : Nashik

Date : 28/08/2012

T G Krishnan

Managing Director

Swapna Naphade

Company Secretary

CASH FLOW STATEMENT

PRAKASH CONSTROWELL LIMITED CASH FLOW STATEMENT FOR THE PERIOD ENDED MARCH 31ST, 2012

(₹ In Lacs)

Particulars	For the year ended March 31st, 2012		For the year ended March 31st, 2011	
	₹	₹	₹	₹
A. Cash flow from operating activities				
Net Profit / (Loss) before extraordinary items and tax		1,000.27		1,187.30
Adjustments for:				
Depreciation and amortisation	43.03		246.91	
Amortisation of share issue expenses and discount on shares	99.50			
Transfer From Revaluation reserve and prior period Adjustment	-		(108.27)	
Finance costs	218.02		167.75	
Interest income	(72.11)	288.45	12.52	318.90
Operating profit / (loss) before working capital changes		1,288.72		1,506.20
Changes in working capital:				
Adjustments for (increase) / decrease in operating assets:				
Inventories	(472.48)		(905.58)	
Trade receivables	(115.67)		(1,239.94)	
Short-term loans and advances	(5,447.45)		(788.39)	
Long-term loans and advances	(607.10)		864.28	
Other current assets	0.47		0.58	
Other non-current assets	(577.49)	(7,219.72)		(2,069.05)
Adjustments for increase / (decrease) in operating liabilities:				
Trade payables	(114.60)		1,267.87	
Other current liabilities	932.80		(345.00)	
Other long-term liabilities	(3.23)		(172.30)	
Short-term provisions	(96.22)		215.69	
Long-term provisions	28.54	747.29	39.98	1,006.25
Cash flow from extraordinary items		59.54		137.63
Net income tax (paid) / refunds		324.38		359.46
Net cash flow from / (used in) operating activities (A)		(5,567.63)	-	221.58

B. Cash flow from investing activities				
Capital expenditure on fixed assets, including capital advances	(108.02)		25.27	
Purchase of long-term investments	-		-	
- Subsidiaries	(234.57)		-	
- Others	(200.20)		6.57	
Interest received	-		-	
- Banks	72.11	(470.68)	12.52	(44.35)
Net cash flow from / (used in) investing activities (B)		(470.68)		(44.35)
C. Cash flow from financing activities				
Proceeds from issue of equity shares	6,000.00			
Proceeds from long-term borrowings	37.12		378.87	
Repayment of long-term borrowings	-		(340.30)	
Net (increase) / decrease in working capital borrowings	-		-	
Proceeds from other short-term borrowings	434.20		-	
Repayment of other short-term borrowings	-		-	
Finance cost	(218.02)	6,253.30	(167.75)	(129.17)
Net cash flow from / (used in) financing activities (C)		6,253.30		(129.17)
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		214.99		48.05
Cash and cash equivalents at the beginning of the year		370.47		322.42
Cash and cash equivalents at the end of the year*		585.46		370.47
* Comprises:				
(a) Cash on hand		53.19		16.96
(b) Balances with banks				
(i) In current accounts		366.92		212.57
(ii) In deposit accounts		165.35		140.94

In terms of our report attached.

For M/s G.P. Pimpalikar and Associates

Chartered Accountants

FRN. : 119343W

G.P. Pimpalikar

Proprietor

M.No. : 107120

Place : Nashik

Date : 28/08/2012

For and on behalf of the Board of Directors of

Prakash Constrowell Limited

Prakash Laddha

Chairman

Vipul Lathi

Chief Financial Officer

Place : Nashik

Date : 28/08/2012

T G Krishnan

Managing Director

Swapna Naphade

Company Secretary

NOTES TO ACCOUNTS

Note 1 : General Corporate Information

At Prakash Constrowell Limited, we are basically engaged in the business of construction for government and semi-government authorities such as buildings, quarters, roads, bridges, airports, godowns, hospitals, etc and works for private bodies for construction of industrial buildings, residential & commercial complex, townships, health care centres and institutional campus with all related utility services. Company also undertakes land development activities.

The Company operates its business mainly in the State of Maharashtra, Karnataka, Uttar Pradesh and Andhra Pradesh. The Company recently in the month of October, got listed on both the Stock Exchanges; viz BSE and NSE. The spectrum of work of Company has enhanced since then.

Note 2 : Significant Accounting Policies:

A. Basis of preparation of financial statements

The financial statements are prepared in accordance with Generally Accepted Accounting Principles (GAAP) applicable in India under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 and the provisions of the Companies Act, 1956.

Accounting policies have been consistently applied except where specifically stated in financial statement and notes to accounts of the non-conformity with the relevant Accounting Standard. The management evaluates all recently issued or revised accounting standards on an ongoing basis.

B. System of Accounting

- The Company follows the mercantile system of accounting and recognises income and expenditure on accrual basis.
- Financial statements are based on historical cost. These costs are not adjusted to reflect the impact of change in value in the purchasing power of money.

C. Use of estimates

The preparation of the financial statements in conformity with generally accepted accounting principles except where specifically stated in financial statement and notes to accounts of the non-conformity with the relevant

Accounting Standard, requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as at the date of financial statements and the reported amounts of revenue and expense for the year. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of financial statements. Actual results could differ from those estimates. Any revision to accounting estimates will be recognised prospectively in the current and future periods

D. Prior Period Items

Expenses relating to earlier period are debited to profit and loss expenses. As per information and explanation and records kept by the company, the amount of such expenses and incomes are not fully quantifiable.

E. Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

F. Fixed Assets

- Fixed assets except freehold land are stated at cost of acquisition or construction less depreciation. Cost includes the purchase price and all other costs incurred for bringing the assets to its working conditions for intended use.
- Intangible assets are recorded at the consideration paid for acquisition.
- All categories of assets costing less than ₹ 5,000/- each and items of soft furnishing are fully depreciated in the year of purchase.

G. Revenue Recognition

Revenue is recognized when it is realized or realizable or earned. Revenue is considered as realized or realizable or earned when it has persuasive evidence of an arrangement, delivery has occurred, the sales price is fixed or determinable and collect ability is reasonably assured.

- a) The revenue from construction contracting activity is recognized by following percentage completion method of accounting as prescribed in Accounting Standard 7 issued by The Institute of Chartered Accountants of India. The stage of completion of a project is determined by the proportion of the contract cost incurred for work performed up to the Balance Sheet date bears to the estimated total contract cost. In the case where the contract revenue or the stage of completion can not be determined reliably, the cost incurred on the contract is carried forward as Work In Progress. Provision for estimated losses, if any, on uncompleted contracts are recorded in the period in which such losses become probable based on current estimates.
- b) While recognizing profits on contracts / projects substantially completed, due provision for incomplete work / pending bill etc. and probable cost of defect liability is made. Provision for defect liability is made at the amount equal to the amount of retention money (Security deposit retained) plus the bank guarantee offered for defect liability.
- c) For the Land development activity (Buildership Activity) undertaken by the company, profits from the sale of constructed units is recognized on handing over of the possession to the buyers. Till then, all the expenses incurred on the development and constructions are accumulated and are shown as Work In Progress. Till such time the receipts from the buyers against the sale of units, under construction, are treated as advance, from the buyers and are shown as liability.
- d) Profit/loss from write-off of excess / short provision for defect liability is recognized in the year in which there is unconditional release of retained amount / bank guarantee by the contractee.
- e) Scrap is accounted for only on realisation.
- f) Incomes from interest are recognised on time proportion basis taking into account the amount outstanding and the rate applicable.

H. Depreciation and Amortization

- a) Freehold land is not depreciated.
- b) Depreciation has been provided in the accounts from

the date of its installations/use and on written down value method at the rates prescribed in schedule XIV to the Companies Act, 1956 except on "License to collect toll", which is being depreciated over the useful life of the asset on Straight Line Method. The depreciation in respect of fixed assets specifically used on a particular work is charged to the contract account of that particular work. The depreciation on other assets is charged to the Profit and Loss Account.

- c) Expenses on computer software are recognised as Intangible assets as per the criteria specified in Accounting Standard 26 "Intangible Assets". The estimated useful life of the asset is considered as four years and amortization is done on Straight line basis.
- d) Additions to fixed assets individually costing ₹ 5,000 or less are charged to revenue in the year of acquisition.

I. Investments

Long term investments are stated at cost.

J. Employee Benefits

- a) Post Employment Benefits:
 - i) Defined Contribution Plan: The Company contributes on a defined basis to Employee's Provident Fund and Employees State Insurance Schemes which are administered by the respective government authorities and has no further obligation beyond making is contribution which is expensed off in the year to which it pertains.
 - ii) Defined Benefit Plan: The Company has a defined benefit plan for gratuity covering all of its employees in India. The present Value of the obligation under such defined benefit plans is determined based on the independent actuarial valuation.
- b) Short Term Employment Benefits:

All the employee benefits payable within twelve months of rendering services are classified as short term benefits. Such benefit includes salaries, wages, bonus etc. and the same are recognised in the period in which the employee renders the relevant services.

K. Borrowing Cost

- a) Borrowing costs directly attributable to acquisition, construction or production of qualifying assets till



the month in which the asset is ready to use, are capitalized.

- b) Other borrowing costs are recognised as expenses in the period in which these are incurred.

L. Segment Reporting

- a) Identification of segment: The Company identified the business segments based upon engagement of providing an individual product or service or a group of related products or services.
- b) Allocation of common cost: Common costs are allocated to each segment according to the turnover of each segment to the total sales of the company.
- c) Unallocated items: corporate assets and liabilities, income and expenses which relate to the company as a whole and are not allocable to segment, have been included under unallocated items.

M. Leases

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals under operating leases are recognised in the Statement of Profit and Loss on a straight-line basis.

N. Earnings Per Share

Earnings per share is calculated by dividing the net profit or loss after tax and prior period adjustments attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

O. Taxes on Income

- a) Tax expense comprises both current and deferred tax. Provision for current tax is made on the basis of taxable profit computed for the current accounting period in accordance with Income Tax Act, 1961.
- b) Deferred tax resulting from timing difference between book profit and tax profit is accounted for on the concept of prudence, at prevailing or substantially enacted rate of tax to the extent timing differences are expected to crystallise in case of deferred tax liabilities with reasonable certainty and in case of deferred tax assets with reasonable certainty that there would be adequate future taxable income against which deferred tax assets can be realised.

P. Provisions and Contingent Liabilities

The company has recognized necessary provisions when there are present obligations that arise out of past events prior to the Balance Sheet date entailing future outflow of economic resources and a reliable estimate can be made of the amount of the obligation. Such provisions reflect best estimates based on available information.

However, a disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

PRAKASH CONSTROWELL LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31ST, 2012

Note 3 Share Capital

(₹ in lacs)

Share Capital	As at March 31st, 2012		As at March 31st, 2011	
	Number	₹	Number	₹
Authorised Equity Shares of ₹10 each	15,000,000	1,500.00	15,000,000	1,500.00
Issued, Subscribed & Paid up Equity Shares of ₹10 each	12,567,826	1,256.78	8,220,000	822.00
Subscribed but not fully Paid up Equity Shares of ₹ 10 each, not fully paid up	-	-	-	-
Total	12,567,826	1,256.78	8,220,000	822.00

Notes:

(a) The company has only one class of shares referred to as equity shares having a par value of ₹10 each. Each holder of equity shares is entitled to one vote per share

(b) The reconciliation of the numbers of shares outstanding and amount of share capital as at year end is set out below:

Particulars	As at March 31st, 2012		As at March 31st, 2011	
	Equity Shares			
	Number	₹ in lacs	Number	₹ in lacs
Shares outstanding at the beginning of the year	8,220,000	822.00	411,000	41.10
Shares Issued during the year	4,347,826	434.78	7,809,000	780.90
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	12,567,826	1,256.78	8,220,000	822.00

(c) Details of Shareholder(s) holding more than 5% shares are as follows:

Name of Shareholder	As at March 31st, 2012		As at March 31st, 2011	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Prakash Pusaram Laddha	42,00,000	33.42%	42,00,000	51.09%
Aruna Prakash Laddha	37,80,000	30.08%	37,80,000	45.99%

(d) Details of Shares allotted for consideration other than cash during last five years are as follows:

Particulars	Year (Aggregate No. of Shares)				
	2011-12	2010-11	2009-10	2008-09	2007-08
Equity Shares :					
Fully paid up pursuant to contract(s) without payment being received in cash	-	-	-	-	-
Fully paid up by way of bonus shares	-	78,09,000	-	-	-
Shares bought back	-	-	-	-	-

Note 4 Reserves & Surplus

(₹ in lacs)

	Reserves & Surplus	As at March 31st, 2012	As at March 31st, 2011
		₹	₹
(a) Securities Premium Account			
Opening Balance			144.90
Add : Securities premium credited on Share issue		5,565.22	-
Less : Premium Utilised for various reasons			
Premium on Redemption of Debentures		-	-
For Issuing Bonus Shares		-	144.90
Closing Balance		5,565.22	-
(b) General Reserves		2,211.49	1,242.80
(c) Profit & loss Account		620.79	968.69
Total		8,397.50	2,211.49

Note 5 Long Term Borrowings

	Long Term Borrowings	As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a) Secured			
Term loans			
from banks			
Axis Bank Car Loan		42.48	-
(Secured By hypothecatin of movable asset i.e. vehicle)			
Terms of Repayment - monthly			
for F.Y. 2012-13 - ₹ 17.37 lacs @ 10.39 p.a.			
for F.Y. 2013-14 - ₹ 17.37 lacs @ 10.39 p.a.			
for F.Y. 2014-15 - ₹ 14.48 lacs @ 10.39 p.a.			
		42.48	-
Unsecured			
(a) Other loans and advances			
Dishita Engineering Pvt Ltd		-	5.36
(of the above, ₹ Nil is guaranteed by Directors and / or others)			
Terms of Repayment - yearly			
		-	5.36
Total		42.48	5.36

Note 6 Other Long Term Liabilities

	Other Long Term Liabilities	As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a) Others			
(i) Trade Deposits			
(Includes Security Deposits, Royalty Deposits, Labour Cess Deposits, Labour Insurance Deposits & Retentions of Works Executors)		290.80	293.53
(ii) Shop Rent Deposits		3.80	4.30
Total		294.60	297.83

Note 7 Long Term Provisions

Long Term Provisions		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a)	Provision for employee benefits		
	Gratuity (unfunded)	29.08	11.71
(b)	Others		
	Provision for Defect Liabilities	48.15	36.98
	Total	77.23	48.69

Note 8 Short Term Borrowings

Short Term Borrowings		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a)	Secured		
	Loans repayable on demand from banks		
	Axis Bank Cash Credit Account (Secured By Stock , WIP , Book debts and immovable property)	1,468.05	1,033.85
	Total	1,468.05	1,033.85

Note 9 Other Current Liabilities

Other Current Liabilities		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a)	Other payables		
(i)	Statutory Remittances (Contribution to Provident Fund, Profession Tax, Employees State Insurance, Tax Deducted at Sources, Service Tax Etc.	211.37	92.77
(ii)	Advance From Customers	1,398.31	543.96
(iii)	Payable to Work Executors	851.09	891.24
	Total	2,460.77	1,527.97

Note 10 Short Term Provisions

Short Term Provisions		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a)	Provision for employee benefits		
	Salary & Reimbursements	13.68	4.74
	Contribution to PF	0.75	0.31
		14.42	5.05
(b)	Others		
(i)	Provision for Income Tax	307.00	355.00
	Less: Income Tax receivable	306.90	355.00
	Provision for Income Tax	0.10	-
(ii)	Provision for Other Expenses	39.93	145.63
	Total	54.46	150.68

Note 11 Fixed Assets

(₹ in lacs)

	Gross Block					Accumulated Depreciation					Net Block		
	Balance as at 1 April 2011	Additions/ (Disposals)	Acquired through business combinations	Revaluations/ (Impairments)	Balance as at March 31st, 2012	Balance as at 1 April 2011	Depreciation charge for the year	Adjustment due to revaluations	On disposals	Balance as at March 31st, 2012	Balance as at 1 April 2012	Balance as at March 31st, 2011	
a	Fixed Assets	₹ (In Lakhs)	₹ (In Lakhs)	₹ (In Lakhs)	₹ (In Lakhs)	₹ (In Lakhs)	₹ (In Lakhs)	₹ (In Lakhs)	₹ (In Lakhs)	₹ (In Lakhs)	₹ (In Lakhs)	₹ (In Lakhs)	
		Tangible Assets											
		Land (freehold)	3.87	-	-	-	3.87	-	-	-	-	3.87	3.87
		Shops	35.77	-	-	-	35.77	8.41	1.37	-	-	25.99	27.36
		Plant and Equipment	171.48	9.97	-	-	181.45	75.48	13.80	-	-	92.18	96.01
		Furniture and Fixtures	2.75	0.92	-	-	3.67	1.61	0.28	-	-	1.79	1.15
		Vehicles	81.84	85.45	-	-	167.28	56.55	9.56	-	-	101.17	25.28
		Computer	14.01	2.85	-	-	16.86	11.81	1.19	-	-	3.86	2.20
		Total	309.72	99.18	-	-	408.91	153.86	26.20	-	-	228.85	155.86
b	Intangible Assets												
		Computer software	-	8.84	-	-	8.84	-	0.26	-	-	8.57	-
		Licenses to collect toll	1,659.97	-	-	-	1,659.97	1,414.15	16.58	229.25	-	-	16.58
		Total	1,659.97	8.84	-	-	1,668.81	1,414.15	16.84	229.25	-	8.57	16.58

Note 12 Non Current Investment

(₹ in lacs)

Non Current Investments		As at March 31st, 2012	As at March 31st, 2011
		₹	₹
A	Investments (at Cost)		
	Trade		
(a)	Investment in Equity instruments		
(i)	Of Subsidiaries		
	Atal Buildwell Pvt Ltd (60,000 Equity Shares of Rs 10 Each (as at 31st March 2011: 30,600) Fully Paid up) (30,600 Shares purchase for Rs 10 each & 29,400 Shares for Rs 181 each)	56.27	3.06
	Mohini Buildcon Pvt Ltd (10,000 Equity Shares of Rs 10 Each (as at 31st March 2011: 5,100) Fully Paid up) (5,100 Shares purchase for Rs 10 each & 4,900 Shares for Rs 1743 each)	85.92	0.51
	Ram Buildwel Pvt Ltd (10,000 Equity Shares of Rs 10 Each (as at 31st March 2011: 5,100) Fully Paid up) (5,100 Shares purchase for Rs 10 each & 4,900 Shares for Rs 1603 each)	79.06	0.51
	Punamraj Consturowell Pvt Ltd (10,000 Equity Shares of Rs 10 Each (as at 31st March 2011: 5,100) Fully Paid up) (5,100 Shares purchase for Rs 10 each & 4,900 Shares for Rs 354 each)	17.86	0.51
	Jaikumar Real Estates Pvt Ltd (5,100 Equity Shares of Rs 10 Each (as at 31st March 2011: 0) Fully Paid up) (5,100 Shares purchase for Rs 10 each)	0.51	-
	Unique Vastu Nirman & Projects Pvt Ltd (25,500 Equity Shares of Rs 10 Each (as at 31st March 2011: 0) Fully Paid up) (25,500 Shares purchase for Rs 10 each)	2.55	-
(ii)	Of Other entities		
	Thakkar Housing Pvt Ltd (1,67,000 Equity Shares of Rs 10 Each (as at 31st March 2011: 0) Fully Paid up) (1,67,000 Shares purchase for Rs 60 each)	100.20	-
	Rajlaxmi Co-operative Bank Ltd (10 Equity Shares of Rs 100 Each (as at 31st March 2011: 10) Fully Paid up) (10 Shares purchase for Rs 100 each)	0.01	0.01

(b) Other Investments	Share Application Money	-	3.00
	Total (A)	342.37	7.60
B	Less : Provision for dimution in the value of Investments	-	-
	Total	342.37	7.60

Notes

Particulars		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(i)	Aggregate amount of quoted investments	-	-
(ii)	Aggregate amount of unquoted investments	342.37	7.60

Note 13 Long Term Loans & Advances

Long Term Loans and Advances		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a) Unsecured, considered good Security Deposits (Includes Security Deposits, Royalty Deposits, Labour Cess Deposits, Water Deposits Labour Insurance Deposits, Retentions etc. by Clients)		1,231.51	856.46
		1,231.51	856.46
	Less: Provision for doubtful deposits	-	-
(b) Other loans and advances Unsecured, considered good Advance against lease of premises Less: Provision for doubtful deposits Total		1,231.51	856.46
		1,252.52	1,020.47
		1,252.52	1,020.47
		-	-
		1,252.52	1,020.47
		2,484.03	1,876.92

Includes above

Long Term Loans and Advances	As at March 31st, 2012	As at March 31st, 2011
	₹ (In Lakhs)	₹ (In Lakhs)
Directors *	14.00	-
Private Company in which director is a director	1,238.52	1,020.47
	1,252.52	1,020.47

*Either severally or jointly

Note 14 Other Non Current Assets

Other Non Current Assets		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a) Unamortised Expenses			
Share Issue Expenses		-	-
Opening Balance		-	-
Add: Issue Expenses for the year (See notes on accounts no. 27)		591.32	-
Less: Amortised during the year (1/5th for the year)		118.26	-
Closing Balance		473.06	-
(b) Accruals			
Interest accrued on deposits		11.68	6.75
Total		484.74	6.75

Note 15 Current Investment

Current Investments		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
A Investments (at Cost)			
Trade			
(a) Investment in Equity instruments		100.00	-
Total (A)		100.00	-
(b) Less : Provision for diminution in the value of Investments		-	-
Total		100.00	-

Note 16 Inventories

Inventories		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a) Work-in- Progress, Inventories & Stock		2,918.33	2,445.86
Total		2,918.33	2,445.86

Note 17 Trade Receivable

Trade Receivable		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a) Trade receivable outstanding for a period exceeding six months from the date they were due for payment			
Secured, Considered Good		1,622.75	1,514.59
Unsecured, Considered Good			
Doubtful			
Less: Provision for doubtful receivable		1,622.75	1,514.59
		1,622.75	1,514.59
(b) Other Trade receivables		7.50	-
Total		1,630.25	1,514.59

Note 18 Cash & Cash Equivalents

Cash & Cash Equivalents		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a) Cash on hand		53.19	16.96
(b) Balance With Banks			
(i) In Current Account		366.92	212.57
(ii) In Deposit Account		165.35	140.94
Total		585.46	370.47

Note 19 Short Term Loans & Advances

Short Term Loans & Advances		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a) Unsecured, considered good Loans & Advances to related parties			
Advances for expenses to directors		10.35	9.14
(b) Loans & Advances to employees			
Advance against salary to staff		2.31	0.94
(c) Prepaid expenses		0.46	0.04
(d) Balance with Government Authorities			
(i) Income Tax \ TDS Receivable		306.90	475.91
Less: Provision for Income Tax		306.90	355.00
		-	120.91
(ii) Vat Receivable		236.39	222.41
(iii) Income Tax Refund		3.93	3.93
(e) Other			
(i) Advances to Suppliers		396.51	28.99
(ii) Advances for Purchase of Land & TDR		4,218.19	51.83
(iii) Advances to Work Executors		1,017.62	-
(vi) Electricity, Telephone & Other Deposits		3.10	3.23
Total		5,888.87	441.42

Includes above

Short Term Loans & Advances		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
Directors *		100.00	-
Subsidiary Companies		9.92	-
		109.92	-

*Either severally or jointly

Note 20 Other Current Assets

Other Current Assets		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a) Other			
(i) Income Receivable		0.11	0.58
(ii) Other current assets			
Total		0.11	0.58

Note 21 Revenue from operations

(₹ in lacs)

Revenue from operations		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a) Income from Operations		15,885.42	12,689.04
Total		15,885.42	12,689.04

Note 22 Other Income

Other Incomes		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a) Rent Received		3.81	6.46
(b) Interest Received on Deposit with bank and others		72.11	12.52
(c) Misc. Receipts (net)		133.26	104.90
Total		209.18	123.87

Note 23 Construction Expenses

Cost of Materials		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a) Purchases of Materials & land		4,683.82	5,187.57
(b) Work Execution Expenses		6,022.35	3,111.21
(c) Labour Expenses		3,067.24	1,883.56
(d) Machinery Expenses		89.18	65.83
(e) Other Construction & Miscellaneous Expenses		239.89	474.07
Total		14,102.50	10,722.24

Note 24 Employee Benefit Expenses

Employees Benefit Expenses		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a) Staff Salary & Allowances		126.10	57.75
(b) Directors Remuneration & Allowances		24.66	26.60
(c) Staff Training Expenses		0.22	-
(d) Staff Welfare Expenses		6.29	3.59
(e) Staff Placement Expenses		0.76	-

(f)	Rent of Staff House	7.89	3.29
(g)	Contribution to Provident Fund & Admin Charges	5.09	2.25
(h)	Provision for Gratuity	17.37	3.00
	Total	188.37	96.48

Note 25 Finance Cost

Finance Cost		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a)	Interest on Loans	199.95	156.86
(b)	Bank Guarantee Charges	13.50	(0.73)
(c)	Bank Charges & Commission	4.57	11.62
	Total	218.02	167.75

Note 26 Other Expenses

Other Expenses		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a)	Audit Fees	2.71	3.11
(b)	Legal & Professional Fees	12.82	61.71
(c)	Printing & Stationery Expenses	2.49	1.92
(d)	Insurance Expenses	25.62	25.76
(e)	Telephone Expenses	4.76	2.07
(f)	Electricity Expenses	32.33	27.07
(g)	Travelling & Conveyance Expenses	19.07	8.55
(h)	Rent, Rates & Taxes	26.94	22.42
(i)	Advertisement Expenses	2.68	0.96
(j)	Postage & Courier Expenses	0.34	0.18
(k)	Transportation & Octroi Expenses	10.34	-
(l)	Vat Tax	245.79	166.70
(m)	Machinery & Vehicle Repairs & Maintenance Expenses	9.82	4.67
(n)	Office Furniture Repairs & Maintenance Expenses	2.44	5.34
(o)	Listing Expenses	99.50	8.90
(p)	Office Expenses	12.93	-
(q)	Tender Expenses	9.40	5.06
(r)	Other Expenses	21.45	47.77
(s)	Interest on Delayed payment of Statutory Dues	0.35	-
(t)	Penal Interest	0.62	0.07
	Total	542.40	392.24

Note 27: Notes to the Balance Sheet as at March 31st, 2012 and Profit and Loss Account for the year ended on that date.

A. Contingent Liabilities not provided for:

Sr.No.	Particulars	As at March 31st, 2012	As at March 31st, 2011
(i)	Performance Guarantees given by banks on behalf of the company	8,02,71,553.00	6,90,99,611.00
(ii)	Income Tax Proceedings	1,75,86,467.00	1,75,86,467.00
	Total	9,78,58,020.00	8,66,86,078.00

The company does not expect any future outflow in respect of above mentioned contingent liabilities. Provisions are made in the accounts in respect of those contingencies which are likely to be materializing into liabilities after the year end, till the finalisation of accounts and have material effect on the position stated in Financial Statement.

B. Payment to Auditor

Sr. No	Particulars	As at March 31st, 2012	As at March 31st, 2011
(i)	Statutory Auditor for - Audit Fees - Other Service	205,000.00 66,180.00	1,75,000.00 25,000.00
	Total	2,71,180.00	2,00,000.00

C. Managerial Remuneration:

i) Computation of Managerial Remuneration U/s 198, 349 and 350 of Companies Act, 1956

Sr. No.	Particulars	Amount ₹
(i)	Profit as per Profit and Loss Account for the year ended 31st March, 2012	92779372.00
(ii)	Add: (Debited to P & L A/c before arriving at the Profit Before Tax)	
(iii)	Managerial remuneration including perquisites	2465702.00
(iv)	Depreciation as provided in the Books	4303378.00
(v)	Sub-Total	99548452.00
(vi)	Less: (Credited to the P & L A/c for arriving at Profit Before Tax)	
	Depreciation as computed in terms of Section 350	4303378.00
	Sub-Total	95245074.00
(vii)	Add/Less: Extra-Ordinary items as per AS- 5	5954403.00
	Subsidies/bounties received from Government	
	Total	10,11,99,477.00
	Eligible remuneration to the Managerial Personnel in terms of Section 309 @ 11%	1,11,31,942.00
	Total amount of managerial remuneration proposed to be paid	2465702.00

	Designation	Total Remuneration (₹)			
		Salary	Perquisites	Commission	Total
(i)	Managing Director	480000.00	-	-	480000.00
(ii)	Whole-Time Director	1200000.00	785702.00	-	1985702.00
	Total	1680000.00	785702.00	-	2465702.00
	Managerial Remuneration paid is within 11% of the eligible profits of the Company				

D. Disclosure required under the Micro, Small and Medium Enterprises Development Act, 2006:

The company has not maintained the records and details of its suppliers regarding their status as Micro, Small and Medium Enterprises as defined under "Micro, Small and Medium Enterprises Development Act, 2006". Since the details are not available in this regards it is not possible for us to give necessary disclosures required.

E. Public Issue of equity shares

During the year, the company issued 43,47,826 equity shares having a face value of ₹ 10/- per share at a price of ₹ 138/- (including share premium of ₹ 128/-) through an initial public offering.

Out of total proceeds aggregating ₹ 59,99,99,988 sum of ₹ 4,34,78,260/- was credited to share capital account and the balance amount of ₹ 55,65,21,728/- was credited to Securities Premium Account. Total public issue expense amounts to ₹ 591.32 lacs. The company expects to derive the economic benefit from the public issue expense, and expenditure is deferred and balance is shown under the head Other non current assets.

The Utilisation of the issue proceeds is tabulated as follows :

(₹ In Lacs)			
Sr. No.	Particulars	Object as per Prospectus	Actual Utilization
(i)	Amount received from IPO	6,000.00	6,000.00
	Utilisation of funds upto December 31, 2011		
(ii)	Working Capital Requirement	3,500.00	4,415.00
(iii)	Investment in Construction Equipments	930.00	15.00
(iv)	Investment in Subsidiaries	234.52	234.52
(v)	General Corporate Purposes	744.16	744.16
(vi)	Public Issue Expenses	591.32	591.32
	*Surplus fund pending utilisation has been used temporarily in working capital		

F. Disclosure pursuant to Accounting Standard (AS) 7 Construction Contracts:

Sr. No	Particulars	As at March 31st, 2012	As at March 31st, 2011
(i)	Contract Revenue recognised and progress Billing	2210552510.00	1,71,83,26,256.00
(ii)	Contract Cost Incurred	2253296422.00	1,77,61,39,536.00
(iii)	Profit Recognised so far	221489559.00	16,00,22,303.00
(iv)	Advances Received	6,47,14,682.00	2,34,06,876.00
(v)	Retention Money and deposits	7,80,54,603.00	8,23,24,961.00
	Gross amount due from customers disclosed as asset	26,42,33,384.00	21,78,35,583.00

The stage of completion of contract is determined as the proportion that contract costs are incurred for execution of work to the estimated total contract costs as on reporting date. Revenue is recognised in percentage of stage of completion.

Expected variations in works contract, claims and incentive payments are included in contract revenue only when revenue is certain and capable of being measured reliably. Figures disclosed above are only relating to contracts in progress.

Calculation of construction cost is based on accounting estimate. There are deviations in some instances in accounting estimate from last year as compared to this year. Same are dealt with while recognising revenue as per Accounting Standard 7.

G. Disclosure pursuant to Accounting Standard (AS) 15 Employees Benefits:

i) Defined Contribution Plan:

Employer's contributions to defined Contribution Plan, recognised as expenses for the year are as under:

Sr. No.	Particulars	As at March 31st, 2012	As at March 31st, 2012
(i)	Provident Fund	4,69,169.00	2,10,686.00
(ii)	Administrative charges for Provident fund	38,995.00	33,523.00
	Total	5,08,164.00	2,44,209.00

The above mentioned figures are as complied and reported by the management.

ii) Defined Benefit Plan:

The present value of obligation for Defined benefit plan is based on the independent actuarial valuation for the year, it was provided on ad hoc basis for last year. The disclosures as required as per the Revised AS-15 are as under:

a) Actuarial Assumptions:

Sr. No.	Particulars	As at March 31st, 2012
(i)	Discount Rate p.a.	8.50%
(ii)	Rate of increase in Compensation levels p.a.	6.50%
(iii)	Rate of Return on Plan Assets p.a.	Nil

The estimates of future salary increases, considered in the actuarial valuation take account of inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employee market.

The expected rate of return on the plan assets is determined considering several applicable factors, mainly the composition of plan assets held, assessed risk, and historical results of returns on plan assets etc.

b) Changes in the present value of obligation

Sr.No.	Particulars	As at March 31st, 2012
(i)	Present value of obligation as at beginning of the year	Nil
(ii)	Current Service Cost	465993.00
(iii)	Interest Cost	168443.00
(iv)	Benefits Paid	Nil
(v)	Actuarial (Gain)/Loss	291689.00
(vi)	Present Value of Obligation as at the end of year	2907802.00

c) Changes in the fair value of Plan Assets

Sr.No.	Particulars	As at March 31st, 2012
(i)	Fair value of Plan Assets as at beginning of the year	Nil
(ii)	Expected Return on Plan Assets	Nil
(iii)	Actuarial (Gain)/Loss	Nil
(iv)	Contribution by employer	Nil
(v)	Benefits paid	Nil
	Fair Value of Plan Assets as at the end of year	Nil

d) Broad categories of plan assets as a percentage of total Assets :

Sr.No.	Particulars	As at March 31st, 2012
(i)	Government of India Securities	Nil
(ii)	Corporate Bonds	Nil
(iii)	Special Deposit Scheme	Nil
(iv)	Insured Managed Funds	Nil
(v)	Other	Nil
	Total	Nil

e) Expenses recognised in the Profit and Loss Account

Sr.No.	Particulars	As at March 31st, 2012
(i)	Current Service Cost	4,65,993.00
(ii)	Interest Cost	1,68,443.00
(iii)	Expected Return on Plan Assets	-
(iv)	Net Actuarial (Gain)/Loss	2,91,689.00
(v)	Total Expenses recognised in the Profit and Loss Account (Included in Employee Cost- "Gratuity" Schedule)	9,26,125.00

H. Disclosure pursuant to Accounting Standard (AS) 17 Segment Reporting :
i) Primary Segment:

The company's operations predominantly relate to Engineering, Contracting and procurement segment which have been identified as primary reporting segments. There are no other primary reporting segments. Geographical segments are secondary segments. Company does not have any reportable segment for the year as per Accounting Standard, segment information for previous year is provided herewith.

Sr. No.	Primary - Business Segment				F.Y. 2010-11
	Particulars	BOT Segment	Works Contracts Segment	Others	Total
(i)	Segment Revenue				
	Allocated & Unallocated income				
	Domestic	39,208,314.00	1,048,272,542.00	181,423,503.00	1,268,904,359.00
	Total	39,208,314.00	1,048,272,542.00	181,423,503.00	1,268,904,359.00

(ii)	Segment results				
	Operating Profit/Loss before tax	27,731,590.00	130,959,772.00	28,227,974.00	186,919,336.00
	Reallocated Head office Expenses	-	38,863,365.00		38,863,365.00
	Interest	-	15,687,270.00	-	15,687,270.00
	Profit Before Tax	27,731,590.00	76,409,137.00	28,227,974.00	132,368,701.00
	Provision for Taxation & Deferred Tax	-	-	-	35,500,000.00
	Profit After Tax	27,731,590.00	-	-	96,868,701.00
(iii)	Segment Assets				
	Fixed Assets	2,424,074.00	12,054,050.00	2,765,790.00	17,243,914.00
	Current Assets	450,094.00	626,914,203.00	72,413,685.00	699,777,982.00
	Unallocated Asset				760,000.00
	Total Currant Assets	2,874,168.00	638,968,253.00	75,179,475.00	717,781,896.00
(iv)	Segment Liability				
	Current Liability	2,412,158.00	276,501,356.00	31,597,913.00	310,511,427.00
	Unallocated Liability				103,921,286.00
	Total Liability	2,412,158.00	276,501,356.00	31,597,913.00	414,432,713.00
	Unallocated Assets includes investments.				
	Unallocated Liabilities includes secured loans , unsecured loans , deferred tax liability , provision for tax Etc.				

I. Disclosure pursuant to Accounting Standard (AS) 18 Related Party Disclosures :

Related parties have been identified on the basis of representation and information given by the Key Management Personnel.

Sr.No.	Name Of Party	Relationship with the party
(i)	Prakash Pusaram Laddha	Director
(ii)	Trichur Ganpat Krishnan	Director
(iii)	Vijaygopal Parashram Atal	Director
(iv)	Suresh Girdharilal Sarda	Director
(v)	Prashant Punamchand Sarda	Director
(vi)	Sharad Ramnarayan Karwa	Director
(vii)	Pankaj Jugalkishor Atal	Director in Subsidiary
(viii)	Gopal Ramnarayan Karwa	Director in Subsidiary
(ix)	Aruna Prakash Laddha	Relative Of director
(x)	Aniket Suresh Sarda	Relative Of director
(xi)	Mohini Buildcon Pvt Ltd	Wholly Owned Subsidiary Company
(xii)	Atal Buildwell Pvt Ltd	Wholly Owned Subsidiary Company
(xiii)	Ram Buildwell Pvt Ltd	Wholly Owned Subsidiary Company
(xiv)	Punamraj Construwel Pvt Ltd	Wholly Owned Subsidiary Company
(xv)	Jaikumar Real Estate Pvt Ltd	Subsidiary Company
(xvi)	Unique Vastu Nirman & Projects Pvt Ltd	Subsidiary Company
(xvii)	Atal Buildcon Pvt Ltd	Associate Company
(xviii)	Q Fab Cements Pvt Ltd	Associate Company
(xix)	Perfect Aggregates Pvt Ltd	Associate Company

- Transaction with Related Parties:

(₹ In lacs)

Sr. No.	Transaction	Name of the Party	Nature Of relationship	As at 31.03.2012	As at 31.03.2011
(i)	Payment of security deposit under leave & License arrangement	Atal Buildcon Pvt Ltd	Associate Company	1238.51	1020.46
(ii)		Prakash Pusaram Laddha	Director	14.00	-
(iii)	Purchase Goods	Q Fab cements Pvt. Ltd.	Associate Company	4.98	8.98
(iv)		Perfect Aggregates Pvt. Ltd.	Associate Company	4.99	14.6
(v)	Investment in equity shares	Mohini Buildcon Pvt Ltd	Wholly Owned Subsidiary Company	85.91	0.51
(vi)		Punamraj Construwell Pvt Ltd	Wholly Owned Subsidiary Company	17.86	0.51
(vii)		Ram Buildwell Pvt Ltd	Wholly Owned Subsidiary Company	79.05	0.51
(viii)		Atal Buildwell Pvt Ltd	Wholly Owned Subsidiary Company	56.27	3.06
(vix)	Work execution charges paid Rendered	Punamraj Construwell Pvt Ltd	Subsidiary Company	490.08	139.15
(x)	Paid for imperest account	Prakash Pusaram Laddha	Director	6.40	-
(xi)	Remuneration Paid	Prakash Pusaram Laddha	Director	12.00	12.00
(xii)		Trichur Ganpat Krishnan	Director	4.80	4.80
(xiii)	Paid for purchase of land	Unique Vastu Nirman & Projects Pvt Ltd	Subsidiary Company	150.01	-
(xiv)		Sharad Ramnarayan Karwa	Director	100.00	-
(xv)	Balances Payable paid during the year	Mohini Buildcon Pvt Ltd	Subsidiary Company	126.98	7.95
(xvi)		Punamraj Construwell Pvt Ltd	Subsidiary Company	16.63	-
(xvii)		Ram Buildwell Pvt Ltd	Subsidiary Company	88.93	-
(xviii)		Atal Buildwell Pvt Ltd	Subsidiary Company	3.89	-
(xix)		Jaikumar Real Estate Pvt Ltd	Subsidiary Company	400.00	-
(xx)	Sponsorship expenses for education	Aniket Suresh Sarda	Relative Of Director	14.85	-
(xi)	Purchase of Shares	Vijaygopal Parashram Atal	Director	44.16	-
(xx)		Suresh Girdharilal Sarda	Director	64.12	-
(xxiii)		Prashant Punamchand Sarda	Director	17.35	-
(xxiv)		Sharad Ramnarayan Karwa	Director	85.41	-
(xxv)		Pankaj Jugalkishor Atal	Director in subsidiary	9.05	-
(xxvi)		Gopal Ramnarayan Karwa	Director in subsidiary	14.43	-
(xxvii)	Application money received	Punamraj Construwell Pvt Ltd	Subsidiary Company	3.00	3.00
(xxviii)	Rent paid for premises on lease	Prakash Pusaram Laddha	Director	2.40	2.40
(xxix)		Atal Buildcon Pvt Ltd	Associate Company	9.00	-
(xxx)		Aruna Prakash Laddha	Relative Of Director	6.00	6.00

J. Disclosure pursuant to Accounting Standard (AS) 19 Leases:

The company has entered into cancellable operating leasing arrangements for Commercial premises, Residential accommodation and Office premises.

Sr. No.	Particulars	As at March 31st, 2012	As at March 31st, 2012
(i)	Operating lease Expenses recognised in profit and loss account	17,40,000.00	8,40,000.00

The lease terms do not contain any exceptional / restrictive covenants nor are there any options given by the lessor to purchase the properties. The agreements provide for changes in the rentals along with taxes leviable.

K. Disclosure pursuant to Accounting Standard (AS) 20 Earnings Per Share :

Sr. No.	Particulars	As at March 31st, 2012	As at March 31st, 2012
(i)	Profit\ (loss) after tax attributable to Equity Shareholders (₹)	62079372.00	96868701.00
(ii)	Weighted average number of Equity shares outstanding during the year (Nos.)	10364133.00	8220000.00
(iii)	Nominal Value of Equity Share (₹)	10	10
(iv)	Earnings Per Share (₹)		
	- Basic	5.99	11.78
	- Diluted	5.99	11.78
	- Earning before extraordinary items	6.56	10.18

" Pursuant to the approval accorded at the General meeting of members held on 8th December , 2010 and upon completion of all other regulatory formalities , one equity share of the company is sub divided into ten equity shares fully paid . Accordingly, the basic and diluted Earning Per Share has been restated for the previous year to give effect of the sub division of shares in accordance with Accounting Standard 20 ' Earning Per Share ' ". Bonus shares are also issued by the company in the ratio of 19 shares fully paid up for every share held by the shareholder.

L. Disclosure pursuant to Accounting Standard (AS) 22 Taxes on Income :

The company has recognised Deferred Tax, which results from the timing difference between Book Profit and Tax Profits for the period aggregating ₹ 4,44,025/- in Profit and Loss Account, the details of which are as under:

Sr. No.	Particulars	As at March 31st, 2012	As at March 31st, 2012
(i)	Deferred Tax Liabilities		
	- Depreciation on fixed assets	1,32,984.00	2,66,267.00
	Total	1,32,984.00	2,66,267.00
(ii)	Deferred Tax Assets		
	- Provision for Gratuity	5,77,009	-
	- Amortization of Intangible asset	-	7,11,908
	Total	5,77,009.00	7,11,908.00
	Net Deferred Tax Asset	4,44,025.00	4,45,642.00

M. The company has charged to the profit and loss account ₹ 17,37,612/- being the short provision of Income Tax for the Previous Year. The company has charged to the profit and loss account ₹ 1875948 being expenses incurred for issue of equity shares to public last year. Amount being deferred expenses and written off wrongly now adjusted this year against miscellaneous expenses to the extent written off.

The Extraordinary item of ₹ 5954403/- in profit & Loss for Financial year 2011-12 reflects various donations made by the company and ₹13192633/- in profit & loss Account for Financial year 2010-11 reflects Revaluation reserve (₹ 13477971.38) written back & donations (₹ 285338).

N. The Previous year figures are regrouped and rearranged wherever necessary, to confirm with current year's presentation.

**As per our report of even date
For M/s. G.P. Pimpalikar & Associate
Chartered Accountants**

FRN: 119343W

**G.P. Pimpalikar
Proprietor
M.No. 107120**

**Place : Nashik
Date : 28/08/2012**

**Signature to Schedules A to V
For Prakash Constrowell Limited**

**Prakash Laddha
Chairman**

**T G Krishnan
Managing Director**

**Vipul Lathi
Chief Financial Officer**

**Swapna Naphade
Company Secretary**



AUDITORS REPORT ON CONSOLIDATED FINANCIAL STATEMENT

AUDITORS REPORT ON CONSOLIDATED FINANCIAL STATEMENT

To ,

The Members of **Prakash Constrowell Limited**

We have audited the attached Consolidated Balance Sheet of Prakash Constrowell Limited ('the Company') as at March 31st, 2012, the statement of Consolidated Profit and Loss and the Consolidated Cash Flow Statement for the year ended on that date annexed thereto (together referred to as 'Consolidated financial statements'). These Consolidated financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these Consolidated financial statements based on our audit.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

We did not audit the financial statements of the Subsidiaries whose financial statements reflect total assets of ₹ 53.14 Crore, total revenue of ₹ 33.37 Crore, total profit before tax of ₹ 0.74 Crore & net cash inflows of ₹ 0.85 Crore in these financial statements. These financial statements have been audited by other auditors whose report(s) have been furnished to us, and in our opinion, in so far as it relates to the amounts included in respect of the said audited Subsidiaries is based solely on the Reports of the other auditors.

We report that the Consolidated Financial Statements have been prepared by the Company in accordance with the requirements of Accounting Standard (AS) 21- Consolidated Financial Statements notified under subsection (3C) of Section 211 of the Companies Act, 1956.

We report that on the basis of information and according to the explanations given to us, in our opinion, the attached consolidated financial statement give, a true and fair view in conformity with the accounting principles generally accepted in India:

- i) In the case of the Consolidated Balance Sheet, of the state of affairs of the Group as at March 31st, 2012;
- ii) In the case of the Consolidated Profit and Loss Account, of the consolidated profit of the Group for the year ended on that date; and
- iii) In the case of the Consolidated Cash Flow Statement, of the consolidated cash flows of the Group for the year ended on that date.

For M/s G. P. Pimpalikar and Associates

Chartered Accountants
FRN: 119343W

G. P. Pimpalikar
Proprietor
Membership No: 107120

Place : Nashik
Date : 28/08/2012



CONSOLIDATED BALANCE SHEET

PRAKASH CONSTROWELL LIMITED CONSOLIDATED BALANCE SHEET (AS AT MARCH 31ST, 2012)

(₹ In Lacs)

Particulars	Note No	As at March 31st, 2012 ₹	As at March 31st, 2011 ₹
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	3	1,256.78	822.00
(b) Reserves and Surplus	4	8,750.28	2,426.53
(2) Minority Interest		84.59	211.50
(3) Non-Current Liabilities			
(a) Long-term Borrowings	5	942.09	38.33
(b) Other Long-term Liabilities	6	302.46	297.83
(c) Long-term Provisions	7	77.23	48.69
(4) Current Liabilities			
(a) Short-term Borrowings	8	1,468.05	1,033.85
(b) Trade Payables		734.89	742.71
(c) Other Current Liabilities	9	5,754.95	1,214.05
(d) Short-term Provisions	10	122.82	191.99
Total		19,494.14	7,027.49
II. ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets	11		
(i) Tangible Assets		391.16	252.58
(ii) Intangible Assets		8.57	16.58
Goodwill		179.84	-
(b) Non-Current Investments	12	100.23	0.01
(c) Deferred Tax Assets (Net)		9.99	4.05
(d) Long-term Loans and Advances	13	2,484.28	1,876.92
(e) Other Non-Current Assets	14	484.91	6.75
(2) Current Assets			
(a) Current Investments	15	306.13	-
(b) WIP & Inventories	16	6,317.39	2,445.86
(c) Trade Receivables	17	1,725.43	1,443.09

(d) Cash and Cash Equivalents	18	687.35	387.28
(e) Short-term Loans and Advances	19	6,798.74	593.69
(f) Other Current Assets	20	0.13	0.69
Total		19,494.14	7,027.49
Notes to Accounts	27		

In terms of our report attached.

For M/s G.P. Pimpalikar and Associates

Chartered Accountants

FRN. : 119343W

G.P. Pimpalikar

Proprietor

M.No. : 107120

Place : Nashik

Date : 28/08/ 2012

For and on behalf of the Board of Directors of

Prakash Constrowell Limited

Prakash Laddha

Chairman

Vipul Lathi

Chief Financial Officer

T G Krishnan

Managing Director

Swapna Naphade

Company Secretary

Place : Nashik

Date : 28/08/2012

CONSOLIDATED PROFIT AND LOSS STATEMENT



PRAKASH CONSTROWELL LIMITED

CONSOLIDATED PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED MARCH 31ST, 2012

(₹ In Lacs)

Particulars	Note No	As at March 31st, 2012 ₹	As at March 31st, 2011 ₹
I. Revenue from Operations	21	18,706.35	12,691.07
II. Other Income	22	235.38	214.13
III. Total Revenue		18,941.72	12,905.20
IV. Expenses:			
Cost of Materials Consumed\Construction Expenses	23	16,631.02	10,470.76
Employee Benefit Expense	24	205.87	159.49
Financial Costs	25	267.15	169.94
Depreciation and Amortization Expense	11	64.18	263.99
Other Expenses	26	698.68	469.62
V. Total Expenses		17,866.90	11,533.79
VI. Profit before Exceptional and Extraordinary Items and Tax (III-V)	(III-V)	1,074.83	1,371.40
VII. Exceptional Items		-	-
VIII. Profit before Extraordinary Items and Tax		1,074.83	1,371.40
IX. Extraordinary Items (See Notes to Accounts No 27)		60.24	(130.99)
X . Profit before Tax	(VIII-IX)	1,014.58	1,502.39
XI. Tax Expense:			
(1) Current Tax		366.16	412.73
(2) Previous Tax		17.38	36.42
(3) Deferred Tax		(5.94)	(4.83)
XII. Profit(Loss) from the Perid from Continuing Operations		636.99	1,058.07
XIII. Profit/(Loss) for the Period		636.99	1,058.07
XIV. Earning per Equity Share:			
Basic and Diluted		6.15	11.28

In terms of our report attached.

For M/s G.P. Pimpalikar and Associates

Chartered Accountants

FRN. : 119343W

G.P. Pimpalikar

Proprietor

M.No. : 107120

Place : Nashik

Date : 28/08/2012

For and on behalf of the Board of Directors of

Prakash Constrowell Limited

Prakash Laddha

Chairman

Vipul Lathi

Chief Financial Officer

Place : Nashik

Date : 28/08/2012

T G Krishnan

Managing Director

Swapna Naphade

Company Secretary



PRAKASH CONSTROWELL LIMITED

CONSOLIDATED CASHFLOW STATEMENT FOR THE YEAR
ENDED MARCH 31ST, 2012.

(₹ In Lacs)

Particulars	For the year ended March 31st, 2012		For the year ended March 31st, 2011	
	₹	₹	₹	₹
A. Cash Flow from Operating Activities				
Net Profit / (Loss) before Extraordinary Items and Tax		1,074.83		1,371.40
Adjustments for:				
Depreciation and Amortisation	64.13		263.99	
Amortisation of share issue expenses and discount on shares	99.50		0.00	
Transfer From Revaluation Reserve and Prior Period Adjustment	0.00		(108.27)	
Finance Costs	221.05		167.80	
Interest Income	(86.67)		12.52	
Preliminary Expenses W/O	0.09	298.11	0.07	336.09
Operating Profit / (Loss) before Working Capital Changes		1,372.93		1,707.50
Changes in Working Capital:				
Adjustments for (increase) / decrease in Operating Assets:				
Inventories	(3,802.07)		(696.15)	
Trade Receivables	232.41		(1,540.10)	
Short-term Loans and Advances	(5,501.67)		(788.39)	
Long-term Loans and Advances	(1,576.85)		864.28	
Other Current Assets	(115.92)		630.88	
Other Non-Current Assets	(577.66)			
Deferred Tax Asset	-	(11,341.77)	-	(1,529.48)
Adjustments for (increase) / decrease in Operating Liabilities:				
Trade Payables	539.45		1,267.87	
Other Current Liabilities	1,547.83		(995.54)	
Other long-term Liabilities	2,029.18		(172.30)	
Short-term Provisions	160.34		215.69	
Long-term Provisions	22.87	4,299.67	39.98	355.70
Cash Flow from Extraordinary Items		60.24		(136.69)
Net Income Tax (paid) / refunds		325.93		453.61
Net Cash Flow from / (used in) Operating Activities (A)		(6,055.34)		216.79

B. Cash Flow from Investing Activities				
Capital Expenditure on Fixed Assets, including Capital Advances	(194.30)		(64.57)	
Purchase of Long-term Investments				
- Subsidiaries	(234.57)			
- Others	(200.20)		(6.53)	
Interest Received				
- Banks	86.67		(12.52)	
Purchase of Short-term Investments	(206.13)	(748.53)		(83.61)
Net Cash Flow from / (used in) Investing Activities (B)		(748.53)		(83.61)
C. Cash Flow from Financing Activities				
Proceeds from Issue of Equity Shares	6,005.00			
Proceeds from long-term Borrowings	919.55		402.71	
Repayment of long-term Borrowings	(29.94)		(363.37)	
Net increase / (decrease) in Working Capital Borrowings	0.00		0.00	
Proceeds from Other Short-term Borrowings	434.20		0.00	
Repayment of Other Short-term Borrowings	(0.81)		0.00	
Finance Cost	(221.05)		(167.80)	
Refund of Application Money	(3.00)	7,103.95	(2.00)	(130.46)
Net Cash Flow from / (used in) Financing Activities (C)		7,103.95		(130.46)
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)		300.09		2.72
Cash and Cash Equivalents at the beginning of the year		387.26		384.56
Cash and Cash Equivalents at the end of the year*		687.35		387.28
* Comprises:				
(a) Cash on hand		84.05		25.68
(b) Balances with banks				
(i) In current accounts		437.95		220.66
(ii) In deposit accounts		165.35		140.94

In terms of our report attached.

For M/s G.P. Pimpalikar and Associates

Chartered Accountants

FRN. : 119343W

G.P. Pimpalikar

Proprietor

M.No. : 107120

Place : Nashik

Date : 28/08/ 2012

For and on behalf of the Board of Directors of

Prakash Constrowell Limited

Prakash Laddha

T G Krishnan

Chairman

Managing Director

Vipul Lathi

Swapna Naphade

Chief Financial Officer

Company Secretary

Place : Nashik

Date : 28/08/2012

NOTES TO ACCOUNTS

Note 1 : PRINCIPLES OF CONSOLIDATION:

The Consolidated Financial Statements comprise Prakash Constrowell Ltd. ("the Company") and its subsidiary companies as at March 31st, 2012 and for the year ended on that date.

List of subsidiary companies included in consolidation are as under:

Name of the Subsidiary	Nature of Holding	% holding	Nature of relationship
Ram Buildwell Pvt Ltd	Equity	100%	Subsidiary
Mohini Buildcon Pvt Ltd	Equity	100%	Subsidiary
Punamraj Construwell Pvt Ltd	Equity	100%	Subsidiary
Atal Buildwell Pvt Ltd	Equity	100%	Subsidiary
Jaikumar Real Estate Pvt Ltd	Equity	51%	Subsidiary
Unique Vastu Nirman & Projects Pvt Ltd	Equity	51%	Subsidiary

The Consolidated Financial Statements have been prepared on the following basis:

- (i) The financial statements of the Company and its subsidiaries are combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses after fully eliminating intra company balances in accordance with the Accounting Standard 21 on "Consolidated Financial Statements" of the Companies (Accounting Standards) Rules, 2006.
- (ii) The financial statements of the subsidiaries are drawn-up upto the same reporting date as that of the Company, i.e. March 31st, 2012.
- (iii) The Consolidated Financial Statements are prepared to the extent possible using uniform accounting policies for the like transactions and other events in similar circumstances and are presented in the manner as the Company's separate financial statements.

Note 2 : SIGNIFICANT ACCOUNTING POLICIES:**A. Basis of preparation of financial statements**

The financial statements of the Company & its subsidiaries are prepared in accordance with Generally Accepted Accounting Principles (GAAP) applicable in India under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards notified pursuant to the Companies (Accounting Standards) Rules,

2006 and the provisions of the Companies Act, 1956.

Accounting policies have been consistently applied except where specifically stated in financial statement and notes to accounts of the non-conformity with the relevant Accounting Standard. The management evaluates all recently issued or revised accounting standards on an ongoing basis.

B. System of Accounting

- a) The Company and its subsidiaries follows the mercantile system of accounting and recognises income and expenditure on accrual basis.
- b) Financial statements are based on historical cost. These costs are not adjusted to reflect the impact of change in value in the purchasing power of money.

C. Use of estimates

The preparation of the financial statements in conformity with generally accepted accounting principles except where specifically stated in financial statement and notes to accounts of the non-conformity with the relevant Accounting Standard, requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as at the date of financial statements and the reported amounts of revenue and expense for the year. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of financial statements. Actual results could differ from those estimates. Any revision to accounting estimates will be recognised prospectively in the current and future periods

D. Prior Period Items:

Expenses relating to earlier period are debited to profit and loss expenses. As per information and explanation and records kept by the company & its subsidiaries, the amount of such expenses and incomes are not fully quantifiable.

E. Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company & its subsidiaries are segregated based on the available information.

F. Fixed Assets

- a) Fixed assets except freehold land are stated at cost of acquisition or construction less depreciation. Cost includes the purchase price and all other costs incurred

for bringing the assets to its working conditions for intended use.

- b) Intangible assets are recorded at the consideration paid for acquisition.
- c) All categories of assets costing less than ₹ 5,000/- each and items of soft furnishing are fully depreciated in the year of purchase.

G. Revenue Recognition

Revenue is recognized when it is realized or realizable or earned. Revenue is considered as realized or realizable or earned when it has persuasive evidence of an arrangement, delivery has occurred, the sales price is fixed or determinable and collect ability is reasonably assured.

- a) The revenue from construction contracting activity is recognized by following percentage completion method of accounting as prescribed in Accounting Standard 7 issued by The Institute of Chartered Accountants of India. The stage of completion of a project is determined by the proportion of the contract cost incurred for work performed up to the Balance Sheet date bears to the estimated total contract cost. In the case where the contract revenue or the stage of completion can not be determined reliably, the cost incurred on the contract is carried forward as Work In Progress. Provision for estimated losses, if any, on uncompleted contracts are recorded in the period in which such losses become probable based on current estimates.
- b) While recognizing profits on contracts / projects substantially completed, due provision for incomplete work / pending bill etc. and probable cost of defect liability is made. Provision for defect liability is made at the amount equal to the amount of retention money (Security deposit retained) plus the bank guarantee offered for defect liability.
- c) For the Land development activity (Buildership Activity) undertaken by the company & its subsidiaries, profits from the sale of constructed units is recognized on handing over of the possession to the buyers. Till then, all the expenses incurred on the development and constructions are accumulated and are shown as Work In Progress. Till such time the receipts from the buyers against the sale of units, under construction, are treated as advance, from the buyers and are shown as liability.
- d) Profit/loss from write-off of excess / short provision for defect liability is recognized in the year in which there is unconditional release of retained amount / bank guarantee by the contractee.
- e) Scrap is accounted for only on realisation.

- f) Incomes from interest are recognised on time proportion basis taking into account the amount outstanding and the rate applicable.

H. Depreciation and Amortization

- a) Freehold land is not depreciated.
- b) Depreciation has been provided in the accounts from the date of its installations/use and on written down value method at the rates prescribed in schedule XIV to the Companies Act, 1956 except on "License to collect toll", which is being depreciated over the useful life of the asset on Straight Line Method. The depreciation in respect of fixed assets specifically used on a particular work is charged to the contract account of that particular work. The depreciation on other assets is charged to the Profit and Loss Account.
- c) Expenses on computer software are recognised as Intangible assets as per the criteria specified in Accounting Standard 26 "Intangible Assets". The estimated useful life of the asset is considered as four years and amortization is done on Straight line basis.
- d) Additions to fixed assets individually costing ₹ 5,000 or less are charged to revenue in the year of acquisition.

I. Investments

Long term investments are stated at cost.

J. Employee Benefits

- a) Post Employment Benefits:
 - i) Defined Contribution Plan: The Company contributes on a defined basis to Employee's Provident Fund and Employees State Insurance Schemes which are administered by the respective government authorities and has no further obligation beyond making is contribution which is expensed off in the year to which it pertains.
 - ii) Defined Benefit Plan: The Company has a defined benefit plan for gratuity covering all of its employees in India. The present Value of the obligation under such defined benefit plans is determined based on the independent actuarial valuation.
- b) Short Term Employment Benefits:

All the employee benefits payable within twelve months of rendering services are classified as short term benefits. Such benefit includes salaries, wages, bonus etc. and the same are recognised in the period in which the employee renders the relevant services.

K. Borrowing Cost

- a) Borrowing costs directly attributable to acquisition, construction or production of qualifying assets till

the month in which the asset is ready to use, are capitalized.

- b) Other borrowing costs are recognised as expenses in the period in which these are incurred.

L. Segment Reporting

- a) Identification of segment: The Company identified the business segments based upon engagement of providing an individual product or service or a group of related products or services.
- b) Allocation of common cost: Common costs are allocated to each segment according to the turnover of each segment to the total sales of the company.
- c) Unallocated items: corporate assets and liabilities, income and expenses which relate to the company as a whole and are not allocable to segment, have been included under unallocated items.

M. Leases

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals under operating leases are recognised in the Statement of Profit and Loss on a straight-line basis.

N. Earnings Per Share

Earnings per share is calculated by dividing the net profit or loss after tax and prior period adjustments attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

O. Taxes on Income

- a) Tax expense comprises both current and deferred tax. Provision for current tax is made on the basis of taxable profit computed for the current accounting period in accordance with Income Tax Act, 1961.
- b) Deferred tax resulting from timing difference between book profit and tax profit is accounted for on the concept of prudence, at prevailing or substantially enacted rate of tax to the extent timing differences are expected to crystallise in case of deferred tax liabilities with reasonable certainty and in case of deferred tax assets with reasonable certainty that there would be adequate future taxable income against which deferred tax assets can be realised.

P. Provisions and Contingent Liabilities

The company has recognized necessary provisions when there are present obligations that arise out of past events prior to the Balance Sheet date entailing future outflow of economic resources and a reliable estimate can be made of the amount of the obligation. Such provisions reflect best estimates based on available information.

However, a disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

PRAKASH CONSTROWELL LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31ST, 2012

Note 3 Share Capital

Share Capital	As at March 31st, 2012		As at March 31st, 2011	
	Number	₹ (In Lakhs)	Number	₹ (In Lakhs)
Authorised Equity Shares of ₹10 each	15,000,000	1,500.00	15,000,000	1,500.00
Issued, Subscribed & Paid up Equity Shares of ₹10 each Share Application Money Subscribed but not fully Paid up Equity Shares of ₹ 10 each, not fully paid up	12,567,826	1,256.78	8,220,000	822.00
Total	12,567,826	1,256.78	8,220,000	822.00

Note 4 Reserves & Surplus

Reserves & Surplus		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a) Securities Premium Account			
Opening Balance		-	-
Add : Securities premium credited on Share issue		5,565.22	-
Less : Premium Utilised for various reasons		-	-
Premium on Redemption of Debentures		-	-
For Issuing Bonus Shares		-	-
Closing Balance		5,565.22	-
(b) General Reserve		2,548.07	1,286.70
(c) Profit & Loss Account		636.99	1,058.07
(d) Capital Reserve		-	81.76
Total		8,750.28	2,426.53

Note 5 Long Term Borrowings

Long Term Borrowings		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a) Secured Term loans from banks Axis Bank Car Loan (Secured by hypothecation of movable asset i.e. Vehicle) Terms of Repayment - Monthly for F.Y. 2012-13 - ₹ 17.37 lacs @ 10.39 p.a. for F.Y. 2013-14 - ₹ 17.37 lacs @ 10.39 p.a.		42.48	

(a)	for F.Y. 2014-15 - ₹ 14.48 lacs @ 10.39 p.a. Bank of Maharashtra Car Loan Kotak Mahindra Finance (Secured by hypothecation of movable asset i.e. Vehicle) Terms of Repayment - Monthly for F.Y. 2012-13 - ₹ 3.97 lacs @ 8.5% p.a. Axis Bank JCB HP Loan (Secured by hypothecation of movable asset i.e. Vehicle) Terms of Repayment - Monthly for F.Y. 2012-13 - ₹ 6.39 lacs @ 11.50% p.a. for F.Y. 2013-14 - ₹ 6.39 lacs @ 11.50% p.a. for F.Y. 2014-15 - ₹ 6.39 lacs @ 11.50% p.a. State Bank of India (Secured by mortgage of land) Terms of Repayment - Quarterly for F.Y. 2012-13 - ₹ 8.03 Crore @ 11.35% p.a. for F.Y. 2013-14 - ₹ 3.28 Crore @ 11.35% p.a. SBI Car Loan (Secured by hypothecation of movable asset i.e. Vehicle) Terms of Repayment - Monthly for F.Y. 2012-13 - ₹ 1.05 Lacs @ 0.5% below State Bank Advance Rate for F.Y. 2013-14 - ₹ 1.05 Lacs @ 0.5% below State Bank Advance Rate for F.Y. 2014-15 - ₹ 0.44 Lacs @ 0.5% below State Bank Advance Rate		
		3.79	1.28 7.27
		11.37	16.15
		882.43	
		2.02	2.83
		942.09	27.53
	Unsecured		
	(a) Other loans and advances Dishita Engineering Pvt Ltd Pankaj Atal Loan (of the above, ₹ Nil is guaranteed by Directors and / or others)	-	5.36 5.44
		-	10.80
	Total	942.09	38.33

Note 6 Other Long Term Liabilities

Other Long Term Liabilities		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a)	Others		
(i)	Trade Deposits (Includes Security Deposits, Royalty Deposits, Labour Cess Deposits, Labour Insurance Deposits & Retentions of Works Executors)	298.66	293.53
(ii)	Shop Rent Deposits	3.80	4.30
	Total	302.46	297.83

Note 7 Long Term Provisions

Long Term Provisions		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a)	Provision for Employee Benefits		
	Gratuity (unfunded)	29.08	11.71
(b)	Others		
	Provision for Defect Liabilities	48.15	36.98
	Total	77.23	48.69

Note 8 Short Term Borrowings

Short Term Borrowings		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a)	Secured		
	Loans repayable on demand		
	from banks		
	Axis Bank Cash Credit	1,468.05	1,033.85
	Total	1,468.05	1,033.85

Note 9 Other Current Liabilities

Other Current Liabilities		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a)	Other payables	77.01	96.57
(b)	Statutory Remittances	230.93	93.53
	(Contribution to Provident Fund, Profession Tax, Employees State Insurance, Tax Deducted at Sources, Service Tax Etc.)		
(c)	Advance From Customers	4,983.92	132.71
(d)	Payable to Work Executors	451.09	891.24
(e)	Advance Against Land	12.00	-
	Total	5,754.95	1,214.05

Note 10 Short Term Provisions

Short Term Provisions		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a)	Provision for employee benefits		
	Salary & Reimbursements	13.68	6.20
	Contribution to PF	0.75	0.31
		14.42	6.51
(b)	Others		
(i)	Provision for Income Tax	366.16	403.92
	Less: Income Tax receivable	306.90	380.24
	Provision for Income Tax	59.26	23.68
(ii)	Provision for Other Expenses	39.93	148.12
(iii)	Provision for Audit fees	3.42	1.42
(iv)	Defect Liability Provision	2.49	2.49
(v)	Professional Fees Payable	0.05	0.03
(vi)	Salary & Wages Payable	3.25	9.76
	Total	122.82	191.99

Note 11 Fixed Assets

(₹ in lacs)

	Fixed Assets	Gross Block						Accumulated Depreciation				Net Block	
		Balance as at 1 April 2011	Additions/ (Disposals)	Acquired through business combinations	Revaluations/ (Impairments)	Balance as at March 31st, 2012	Balance as at 1 April 2011	Depreciation charge for the year	Adjustment due to revaluations	On disposals	Balance as at March 31st, 2012	Balance as at 1 April 2012	Balance as at March 31st, 2011
		₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
a	Tangible Assets												
	Land (freehold)	3.87	-	-	-	3.87	-	-	-	-	-	3.87	3.87
	Shops	35.77	-	-	-	35.77	8.41	1.37	-	-	9.78	25.99	27.36
	Plant and Equipment	260.21	82.48	-	-	342.69	96.41	26.39	-	-	122.80	219.90	163.80
	Furniture and Fixtures	3.11	10.99	-	-	14.10	1.72	0.67	-	-	2.39	11.70	1.39
	Vehicles	125.13	85.45	-	-	210.58	73.63	16.34	-	-	89.97	120.61	51.50
	Office Equipment	1.11	-	-	-	1.11	0.17	0.17	-	-	0.34	0.77	0.94
	Computer	18.23	6.54	-	-	24.78	14.09	2.36	-	-	16.45	8.32	4.14
	Total	447.43	185.46	-	-	632.89	194.43	47.30	-	-	241.73	391.16	253.00
b	Intangible Assets												
	Computer software	-	8.84	-	-	8.84	-	0.26	-	-	0.26	8.57	-
	Licenses to collect toll	1,659.97	-	-	-	1,659.97	1,414.15	16.58	229.25	-	1,659.97	-	16.58
	Total	1,659.97	8.84	-	-	1,668.81	1,414.15	16.84	229.25	-	1,660.24	8.57	16.58

Note 12 Non Current Investment

Non Current Investments		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
A	Investments (at Cost)		
	Non Trade		
	Thakkar Housing Pvt Ltd (1,67,000 Equity Shares of Rs 10 Each (as at 31st March 2011: 0) Fully Paid up (1,67,000 Shares purchase for Rs 60 each)	100.20	-
	Rajlaxmi Co-operative Bank Ltd (10 Equity Shares of Rs 100 Each (as at 31st March 2011: 10) Fully Paid up (10 Shares purchase for Rs 100 each)	0.01	0.01
	Vishwas Bank Shares	0.02	-
	Other Investments		
	Share Application Money	-	-
	Total (A)	100.23	0.01
B	Less : Provision for dimunition in the value of Investments	-	-
	Total	100.23	0.01

Note 13 Long Term Loans & Advances

Long Term Loans and Advances		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a)	Unsecured, considered good		
	Security Deposits (Includes Security Deposits, Royalty Deposits, Labour Cess Deposits, Water Deposits Labour Insurance Deposits, Retentions etc. by Client)	1,231.76	856.46
	Less: Provision for doubtful deposits	-	-
		1,231.76	856.46
(b)	Other loans and advances		
	Unsecured, considered good		
	Advance against lease of premises	1,252.52	1,020.47
	Less: Provision for doubtful deposits	-	-
		1,252.52	1,020.47
	Total	2,484.28	1,876.92

Note 14 Other Non Current Assets

Other Non Current Assets		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a)	Unamortised Expenses		
	Misc Expenses / Share Issue Expenses		
	Opening Balance	0.21	-
	Add: Issue Expenses for the year (See notes on accounts no. 27)	591.32	-
	Less: Amortised during the year (1/5th for the year)	118.31	-
	Closing Balance	473.22	-
(b)	Accruals		
	Interest accrued on deposits	11.68	6.75
	Total	484.91	6.75

Note 15 Current Investment

Current Investments		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
A	Investments (at Cost)		
	Investment in Equity instruments	306.13	
	Total (A)	306.13	-
B	Less : Provision for dimunition in the value of Investments	-	-
	Total (A-B)	306.13	-

Note 16 Inventories

Inventories		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a)	Work-in- Progress, Inventories And Stock	6,317.39	2,445.86
	Total	6,317.39	2,445.86

Note 17 Trade Receivable

Trade Receivable		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a)	Trade receivable outstanding for a period exceeding six months from the date they were due for payment		
	Secured, Considered Good	1,628.43	1,252.41
	Unsecured, Considered Good	89.50	88.93
	Doubtful	-	-
		1,717.93	1,341.34
	Less: Provision for doubtful receivable	-	-
		1,717.93	1,341.34
(b)	Other Trade receivables	7.50	101.75
	Total	1,725.43	1,443.09

Note 18 Cash & Cash Equivalents

Cash & Cash Equivalents		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a)	Cash on hand	84.05	25.68
(b)	Balance With Banks		
(i)	In Current Account	437.95	220.66
(ii)	In Deposit Account	165.35	140.94
	Total	687.35	387.28

Note 19 Short Term Loans & Advances

Short Term Loans & Advances		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
Unsecured, considered good			
(a) Loans & Advances to related parties			
Advances for expenses to directors		10.35	9.14
(b) Loans & Advances to employess			
Advance against salary to staff		3.06	0.94
(c) Prepaid expenses		30.52	0.30
(d) Balance with Government Authorities			
(i) TDS Deducted		332.44	514.22
Less: Provision For Income Tax		306.90	380.24
		25.54	133.98
(ii) Vat Receivable		339.44	326.89
(iii) Income Tax Refund		3.93	3.93
(e) Other			
(i) Advances to Suppliers		484.57	62.40
(ii) Advances for Purchase of Land & TDR		4,537.73	51.83
(iii) Advances to Work Executors		1,007.70	-
(iv) Electricity, Telephone & Other Deposits		7.19	6.03
(v) Other advances		348.70	(1.75)
Total		6,798.74	593.69

Note 20 Other Current Assets

Other Current Assets		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a) Other			
(i) Income Receivable		0.11	0.58
(ii) Preliminary Expenses		0.02	0.11
Total		0.13	0.69

Note 21 Revenue from Operations

Revenue from Operations		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a) Income from Operations		18,706.35	12,691.07
Total		18,706.35	12,691.07

Note 22 Other Income

Other Incomes		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a)	Rent Received	3.81	6.46
(b)	Interest Received on Deposit with bank and others	86.67	12.53
(c)	Misc. Receipts (net)	144.90	195.13
	Total	235.38	214.13

Note 23 Construction Expenses

Cost of Material		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a)	Purchases of Materials & land	6,832.77	6,129.55
(b)	Work Execution Expenses	5,855.66	1,129.16
(c)	Labour Expenses	3,586.81	2,527.28
(d)	Machinery Expenses	111.25	102.72
(e)	Other Construction & Miscellaneous Expenses	244.53	582.04
	Total	16,631.02	10,470.76

Note 24 Employee Benefit Expenses

Employees Benefit Expenses		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a)	Staff Salary & Allowances	135.30	93.14
(b)	Directors Remuneration & Allowances	32.16	52.75
(c)	Staff Training Expenses	0.22	-
(d)	Staff Welfare Expenses	6.85	5.06
(e)	Staff Placement Expenses	1.00	-
(f)	Rent Of Staff House	7.89	3.29
(g)	Contribution to Provident Fund & Admin Charges	5.09	2.25
(h)	Provision for Gratuity	17.37	3.00
	Total	205.87	159.49

Note 25 Finance Cost

Finance Cost		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a)	Interest on Loans	248.11	158.19
(b)	Bank Guarantee Charges	13.50	(0.73)
(c)	Bank Charges & Commission	5.54	12.48
	Total	267.15	169.94

Note 26 Other Expenses

Other Expenses		As at March 31st, 2012	As at March 31st, 2011
		₹ (In Lakhs)	₹ (In Lakhs)
(a)	Audit Fees	5.93	3.96
(b)	Legal & Professional Fees	14.28	64.18
(c)	Printing & Stationery Expenses	6.88	2.49
(d)	Insurance Expenses	29.77	28.47
(e)	Telephone Expenses	6.94	4.82
(f)	Electricity Expenses	32.37	32.72
(g)	Travelling & Conveyance Expenses	20.32	11.23
(h)	Rent, Rates & Taxes	32.18	33.27
(i)	Advertisement Expenses	72.53	1.01
(j)	Postage & Courier Expenses	0.37	0.18
(k)	Transportation & Octroi Expenses	10.34	6.42
(l)	Vat Tax	245.84	166.70
(m)	Machinery & Vehicle Repairs & Maintenance Expenses	10.56	12.49
(n)	Office Furniture Repairs & Maintenance Expenses	4.85	10.52
(o)	Listing Expenses / Preliminary Expenses	99.53	8.92
(p)	Office Expenses	24.15	13.67
(q)	Tender Expenses	9.43	5.06
(r)	Other Expenses	25.01	47.81
(s)	Interest on Delayed payment of Statutory Dues	0.38	0.10
(t)	Penal Interest	0.62	0.07
(u)	Vehicle Charges	3.00	3.60
(v)	Loss on sale of Investment	43.26	-
(w)	Fuel Expenses	0.14	11.94
Total		698.68	469.62

Note 27: Notes to the Balance Sheet as at March 31st, 2012 and Profit and Loss Account for the year ended on that date.

A. Contingent Liabilities not provided for:

Sr. No.	Particulars	As at March 31st, 2012	As at March 31st, 2011
(i)	Performance Guarantees given by banks on behalf of the company	80271553	69099611
(ii)	Income Tax Proceedings	17586467	17586467
	Total	97858020	86686078

The company does not expect any future outflow in respect of above mentioned contingent liabilities. Provisions are made in the accounts in respect of those contingencies which are likely to be materializing into liabilities after the year end, till the finalisation of accounts and have material effect on the position stated in Financial Statement.

B. Payment to Auditor

Sr. No.	Particulars	As at March 31st, 2012	As at March 31st, 2011
(i)	Statutory Auditor for - Audit Fees - Other Service	526855 66180	370600 25000
	Total	593035	395600

C. Managerial Remuneration:

Managerial Remuneration has been computed as per Sec. 198, 349 and 350 of Companies Act, 1956 wherever applicable. There is no violation by any of the companies regarding computation of managerial remuneration.

D. Disclosure required under the Micro, Small and Medium Enterprises Development Act, 2006:

The company & its subsidiaries have not maintained the records and details of its suppliers regarding their status as Micro, Small and Medium Enterprises as defined under "Micro, Small and Medium Enterprises Development Act, 2006". Since the details are not available in this regards it is not possible for us to give necessary disclosures required.

E. Public Issue of equity shares

During the year, the Holding company issued 43,47,826 equity shares having a face value of ₹ 10/- per share at a price of ₹ 138/- (including share premium of ₹ 128/-) through an initial public offering.

Out of total proceeds aggregating ₹ 59,99,99,988 sum of ₹ 4,34,78,260/- was credited to share capital account and the balance amount of ₹ 55,65,21,728/- was credited to Securities Premium Account. Total public issue expense amounts to ₹ 591.32 lacs. The company expects to derive the economic benefit from the public issue expense, and expenditure is deferred and balance is shown under the head other non current assets.

F. Disclosure pursuant to Accounting Standard (AS) 7 Construction Contracts:

The stage of completion of contract/development is determined as the proportion that contract costs are incurred for execution of work to the estimated total contract costs as on reporting date. Revenue is recognised in percentage of stage of completion.

Expected variations in works contract, claims and incentive payments are included in contract/development revenue only when revenue is certain and capable of being measured reliably. Figures disclosed above are only relating to contracts in progress.

Calculation of construction cost is based on accounting estimate. There are deviations in some instances in accounting estimate from last year as compared to this year. Same are dealt with while recognising revenue as per Accounting Standard 7.

G. Disclosure pursuant to Accounting Standard (AS) 15 Employees Benefits:

i) Defined Contribution Plan:

Employer's contributions to defined Contribution Plan, recognised as expenses for the year are as under:

Sr. No.	Particulars	As at March 31st, 2012	As at March 31st, 2011
(i)	Provident Fund	469169	210686
(ii)	Administrative charges for Provident fund	38995	33523
	Total	508164	244209

The above mentioned figures are as complied and reported by the management.

ii) Defined Benefit Plan:

The present value of obligation for Defined benefit plan is based on the independent actuarial valuation for the year, it was provided on ad hoc basis for last year. The disclosures as required as per the Revised AS-15 are as under:

a) Actuarial Assumptions:

Sr. No.	Particulars	As at March 31st, 2011
(i)	Discount Rate p.a.	8.50 %
(ii)	Rate of increase in Compensation levels p.a.	6.50 %
(iii)	Rate of Return on Plan Assets p.a.	Nil

The estimates of future salary increases, considered in the actuarial valuation take account of inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employee market.

The expected rate of return on the plan assets is determined considering several applicable factors, mainly the composition of plan assets held, assessed risk, and historical results of returns on plan assets etc.

b) Changes in the present value of obligation

Sr.No.	Particulars	As at March 31st, 2012
(i)	Present value of obligation as at beginning of the year	NIL
(ii)	Current Service Cost	465993
(iii)	Interest Cost	168443
(iv)	Benefits Paid	NIL
(v)	Actuarial (Gain)/Loss	291689
(vi)	Present Value of Obligation as at the end of year	2907802

c) Changes in the fair value of Plan Assets

Sr.No.	Particulars	As at March 31st, 2012
(i)	Fair value of Plan Assets as at beginning of the year	NIL
(ii)	Expected Return on Plan Assets	NIL
(iii)	Actuarial (Gain)/Loss	NIL
(iv)	Contribution by employer	NIL
(v)	Benefits paid	NIL
	Fair Value of Plan Assets as at the end of year	NIL

d) Broad categories of plan assets as a percentage of total Assets :

Sr.No.	Particulars	As at March 31st, 2012
(i)	Government of India Securities	NIL
(ii)	Corporate Bonds	NIL
(iii)	Special Deposit Scheme	NIL
(iv)	Insured Managed Funds	NIL
(v)	Other	NIL
	Total	NIL

e) Expenses recognised in the Profit and Loss Account

Sr.No.	Particulars	As at March 31st, 2012
(i)	Current Service Cost	465993
(ii)	Interest Cost	168443
(iii)	Expected Return on Plan Assets	-
(iv)	Net Actuarial (Gain)/Loss	291689
(v)	Total Expenses recognised in the Profit and Loss Account (Included in Employee Cost- "Gratuity" Schedule)	926185

H. Disclosure pursuant to Accounting Standard (AS) 17 Segment Reporting :

i) Primary Segment:

The company & its subsidiaries operations predominantly relate to Engineering, Contracting and procurement segment which have been identified as primary reporting segments. Geographical segments are secondary segments.

Particulars	2012		
	Works Contracts	Others	Total
Segment revenue			
Allocated income			
Domestic	1,619,828,706	251,186,651	1,871,015,357
Unallocated income			
Domestic			23,157,005
Total	1,619,828,706	251,186,651	1,894,172,362
Segment results			
Operating Profit/Loss before tax	179,625,073	51,445,051	231,070,125
Indirect Expenses	50,946,881	14,586,373	65,533,254
Interest	22,080,098	4,635,115	26,715,213
Unallocated expenses			38,506,813
Profit Before Tax	106,598,094	32,223,563	100,314,844
Provision for Taxation & Deferred Tax	25,911,399	10,704,668	36,616,067
Profit After Tax	80,686,695	21,518,896	63,698,778
Segment Assets			
Fixed Assets	33,537,324	10,717,112	44,254,436
Current Assets	630,884,145	911,043,675	1,541,927,820
Non Current Assets	170,831,785	127,094,657	297,926,442
Unallocated Asset			65,848,480
Total Assets	835,253,254	1,048,855,444	1,949,957,178

Segment Liability			
Current Liability	472,847,781	304,140,198	776,987,979
Non Current Liability	43,501,343	89,028,952	132,530,295
Unallocated Liability			31,274,365
Total Liability	516,349,124	393,169,150	940,792,639

I. Disclosure pursuant to Accounting Standard (AS) 18 Related Party Disclosures :

Related parties have been identified on the basis of representation and information given by the Key Management Personnel.

Sr.No.	Name of the related party	Relationship with the party
(i)	Prakash Pusaram Laddha	Director
(ii)	Trichur Ganpat Krishnan	Director
(iii)	Vijaygopal Parashram Atal	Director
(iv)	Suresh Girdharilal Sarda	Director
(v)	Prashant Punamchand Sarda	Director
(vi)	Sharad Ramnarayan Karwa	Director
(vii)	Pankaj Jugalkishor Atal	Director in Subsidiary
(viii)	Gopal Ramnarayan Karwa	Director in Subsidiary
(ix)	Aruna Prakash Laddha	Relative Of director
(x)	Aniket Suresh Sarda	Relative Of director
(xi)	Sujata V Atal	Relative Of director
(xii)	Mohini Buildcon Pvt Ltd	Wholly Owned Subsidiary Company
(xiii)	Atal Buildwell Pvt Ltd	Wholly Owned Subsidiary Company
(xiv)	Ram Buildwell Pvt Ltd	Wholly Owned Subsidiary Company
(xv)	Punamraj Construwel Pvt Ltd	Wholly Owned Subsidiary Company
(xvi)	Jaikumar Real Estate Pvt Ltd	Subsidiary Company
(xvii)	Unique Vastu Nirman & Projects Pvt Ltd	Subsidiary Company
(xviii)	Atal Buildcon Pvt Ltd	Associate Company
(xix)	Q Fab Cements Pvt Ltd	Associate Company
(xx)	Perfect Aggregates Pvt Ltd	Associate Company
(xxi)	Kanak Agro Pipes Pvt Ltd	Associate Company of Subsidiary

Transaction with Related Parties

(₹ In Lacs)

Sr. No.	Nature of the Transaction	Name of Party	Nature of Relationship	As at March 31st, 2012
(i)	Payment of Security Deposit under leave & license arrangement	Atal Buildcon Pvt. Ltd.	Associate Company	1,238.51
(ii)		Prakash Pusaram Laddha	Director	14.00
(iii)	Purchase Goods	Q Fab cements Pvt. Ltd.	Associate Company	4.98
(iv)		Perfect Aggregates Pvt. Ltd.	Associate Company	4.99

(v)	Investment in equity shares	Mohini Buildcon Pvt Ltd	Wholly Owned Subsidiary Company	85.91
(vi)		Punamraj Construwell Pvt Ltd	Wholly Owned Subsidiary Company	17.86
(vii)		Ram Buildwell Pvt Ltd	Wholly Owned Subsidiary Company	79.05
(viii)		Atal Buildwell Pvt Ltd	Wholly Owned Subsidiary Company	56.27
(ix)	Work execution charges paid Rendered	Punamraj Construwell Pvt Ltd	Subsidiary Company	490.08
(x)	Paid for imperest account	Prakash Pusaram Laddha	Director	6.4
(xi)	Remuneration Paid	Prakash Pusaram Laddha	Director	12
(xii)		Trichur Ganpat Krishnan	Director	4.8
(xiii)		Vijaygopal Atal	Director in subsidiary	7.5
(xiv)	Paid for purchase of land	Unique Vastu Nirman & Projects Pvt Ltd	Director	150.01
(xv)		Sharad Ramnarayan Karwa		100
(xvi)	Balances Payable paid during the year	Mohini Buildcon Pvt Ltd	Subsidiary Company	126.98
(xvii)		Punamraj Construwell Pvt Ltd	Subsidiary Company	16.63
(xviii)		Ram Buildwell Pvt Ltd	Subsidiary Company	88.93
(xix)		Atal Buildwell Pvt Ltd	Subsidiary Company	3.89
(xx)		Jaikumar Real Estate Pvt Ltd	Subsidiary Company	400
(xxi)	Sponsorship expenses for education	Aniket Suresh Sarda	Relative Of Director	14.86
(xxii)	Purchase of Shares	Vijaygopal Parashram Atal	Director	44.16
(xxiii)		Suresh Girdharilal Sarda	Director	64.12
(xxiv)		Prashant Punamchand Sarda	Director	17.35
(xxv)		Sharad Ramnarayan Karwa	Director	85.41
(xxvi)		Pankaj Jugalkishor Atal	Director in subsidiary	9.05
(xxvii)		Gopal Ramnarayan Karwa	Director in subsidiary	14.43
(xxviii)	Application money received	Punamraj Construwell Pvt Ltd	Subsidiary Company	3
(xxix)	Rent paid for premises on lease	Prakash Pusaram Laddha	Director	2.4
(xxx)		Atal Buildcon Pvt Ltd	Associate Company	9
(xxxi)		Aruna Prakash Laddha	Relative Of Director	6
(xxxii)	Advance Given (Subsidiary)	Vijaygopal Atal	Key management personal	1.16
(xxxiii)	Advance Received (Subsidiary)	Prashant Sarda		16.95
(xxxiv)		Suresh Sarda		17
(xxxv)		Sharad Karwa	Key management personal	31.85
(xxxvi)	Office Rent Paid (Subsidiary)	Sujata Atal	Relative Of key management Personal	2.7
(xxxvii)	Purchases (Subsidiary)	Atal Buildcon Ltd	Associate Company	109.86
(xxxviii)	Advance Given (Subsidiary)	Kanak Agro Pipes Pvt Ltd	Associate Company	30
(xxxix)	Office Rent Paid (Subsidiary)	Suresh Sarda	Key Management Personal	1.62
(xxxx)	Vehicle Hire Charges			2.7

J. Disclosure pursuant to Accounting Standard (AS) 19 Leases:

The Holding company has entered into cancellable operating leasing arrangements for Commercial premises, Residential accommodation and Office premises.

Sr. No.	Particulars	As at March 31st, 2012	As at March 31st, 2011
(i)	Operating lease Expenses recognised in profit and loss account	1740000	840000

The lease terms do not contain any exceptional / restrictive covenants nor are there any options given by the lessor to purchase the properties. The agreements provide for changes in the rentals along with taxes leviable.

K. Disclosure pursuant to Accounting Standard (AS) 20 Earnings Per Share :

Sr. No.	Particulars	As at March 31st, 2012	As at March 31st, 2011
(i)	Profit\loss after tax attributable to Equity Shareholders (₹)	63698777	105806964
(ii)	Weighted average number of Equity shares outstanding during the year (Nos.)	10364133	8220000
(iii)	Nominal Value of Equity Share (₹)	10	10
(iv)	Earnings Per Share (₹)		
	- Basic	6.15	12.87
	- Diluted	6.15	12.87
	- Earning before extraordinary items	6.73	11.28

" Pursuant to the approval accorded at the General meeting of members held on 8th December , 2010 and upon completion of all other regulatory formalities , one equity share of the company is sub divided into ten equity shares fully paid . Accordingly, the basic and diluted Earning Per Share has been restated for the previous year to give effect of the sub division of shares in accordance with Accounting Standard 20 ' Earning Per Share ' ". Bonus shares are also issued by the company in the ratio of 19 shares fully paid up for every share held by the shareholder.

L. Disclosure pursuant to Accounting Standard (AS) 22 Taxes on Income :

The company & its subsidiaries have recognised Deferred Tax, which results from the timing difference between Book Profit and Tax Profits for the period aggregating ₹ 620591/- in Profit and Loss Account, the details of which are as under:

Sr. No.	Particulars	As at March 31st, 2012	As at March 31st, 2011
(i)	Deferred Tax Liabilities		
	- Depreciation on fixed assets	-	262647
	Total	-	262647
(ii)	Deferred Tax Assets		
	- Depreciation on fixed assets	43582	0
	- Provision for Gratuity	577009	
	- Amortization of Intangible asset		711908
	Total	620591	711908
	Net Deferred Tax Asset / (Liability)	620591	[449261]

M. The company and its subsidiaries have charged to the profit and loss account ₹1737612 /- being the short provision of come Tax for the Previous Year. The Holding Company has charged to the profit and loss account ₹ 1875948/- being expenses incurred for issue of equity shares to public last year. Amount being deferred expenses and written off wrongly now adjusted this year against miscellaneous expenses to the extent written off.

The Extraordinary item of ₹ 6024403/- in Profit & Loss Account for Financial Year 2011-12 reflects various donations made by the company and ₹13098633/- in Profit & Loss Account for Financial Year 2010-11 reflects revaluation reserve (₹ 13477971.38/-) written back & donations (₹ 379338/-)

N. The Previous year figures are regrouped and rearranged wherever necessary, to confirm with current year's presentation.

0. The Company has availed the exemption granted by the Ministry of Corporate Affairs vide its circular dated 23rd February 2011 regarding attachment of the Financial Statements and the individual annual report of each subsidiary. Consequently the details of each subsidiary as required by the said letter are disclosed here under:

(₹ In Lacs)

Sr. No.	Particulars	Atal Buildwell Pvt Ltd	Ram Buildwel Pvt Ltd	Mohini Buildcon Pvt Ltd	Punamraj Construwel Pvt Ltd	Jaikumar Real Estate Pvt Ltd	Unique Vastu Nirman& Projects Pvt Ltd
a	Capital	6.00	1.00	1.00	1.00	1.00	5.00
b	Reserve & Surplus	20.79	112.02	166.61	18.63	163.92	2.71
c	Total Assets	464.97	383.79	762.78	288.76	3,377.12	37.03
d	Total Liabilities	464.97	383.79	762.78	288.76	3,377.12	37.03
e	Investments	-	-	-	206.13	0.02	-
f	Turnover	333.75	83.19	291.33	491.01	1,985.93	152.00
g	Profit before Taxation	(72.26)	(14.02)	(4.77)	(13.46)	174.44	3.93
h	Provision for Taxation	(0.12)	(0.11)	(0.25)	0.03	56.89	1.21
i	Profit after Taxation	(72.15)	(13.91)	(4.52)	(13.49)	117.55	2.71
j	Proposed Dividend	0	0	0	0	0	0

As per our report of even date
For M/s. G.P. Pimpalikar & Associate
Chartered Accountants
FRN: 119343W

Signature to Schedules A to V
For Prakash Constrowell Limited

G.P. Pimpalikar
Proprietor
M.No. 107120

Prakash Laddha
Chairman

Trichur Ganpat Krishnan
Managing Director

Place:Nashik
Date:28/08/2012

Vipul Lathi
Chief Financial Officer

Swapna Naphade
Company Secretary

NOTICE OF ANNUAL GENERAL MEETING



NOTICE OF ANNUAL GENERAL MEETING

NOTICE is hereby given that the Sixteenth Annual General Meeting of the Company will be held on Saturday, September 29, 2012 at 2.00 P.M at Green View Hotels Pvt. Ltd., Trimbak Road, Nashik to transact the following business:

Ordinary Business:

1. To consider and adopt the Audited Balance Sheet as at 31st March, 2012, Audited Profit & Loss Account and the Audited Cash Flow Statement for the year ended on that date together with the Directors' and Auditors' Reports thereon.
2. To appoint a Director in place of Mr. Nagesh W. Mendhekar, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Mr. Suresh G Sarda, who retires by rotation and being eligible, offers himself for re-appointment.
4. To reappoint M/s. G.P. Pimpalikar And Associates, Chartered Accountants, Jalgaon, having ICAI Firm Registration No. FRN.119343W as Auditors of the Company and to authorize the Board of Directors to fix their remuneration.

By order of Board of Directors

For PRAKASH CONSTROWELL LIMITED

Place : Nashik
Date : 28/08/2012

Swapna S Naphade
Company Secretary

Notes:

1. A member entitled to attend and vote at the general meeting is entitled to appoint a proxy to attend and vote on a poll in the meeting and the proxy need not be a member of the company. Proxy to be effective must reach the Registered Office of the Company not less than 48 hours before the time fixed for the meeting. A proxy form is enclosed herewith.
2. Members/ proxies are requested to bring their copies of Annual Report along with the duly-filled Attendance Slips sent herewith to attend the meeting.
3. The Register of Members and Share Transfer Book will remain closed from September 22, 2012 to September 29, 2012 (both days inclusive).
4. Members are requested to intimate to the Company their queries, if any, regarding the accounts/ report at least ten days before the date of ensuing Annual General Meeting to enable the management to keep the information readily available.
5. Corporate members are requested to send a duly certified copy of the board of directors' resolution/power of attorney authorizing their representative to attend and vote at the annual general meeting.
6. Information regarding particulars of the directors seeking re-appointment requiring disclosure in terms of the listing agreement are annexed hereto. The directorships held by the directors considered for the purpose of disclosure do not include the directorships held in foreign companies, private limited companies and companies under Section 25 of the Companies Act, 1956 but include private limited companies which are considered as public limited companies in terms of Section 3(1)(iv)(c) of the Companies Act, 1956. The committee chairmanships/memberships considered for the purposes of



disclosure are those prescribed under clause 49(I)(C) of the listing agreement(s) viz. Audit Committee and Shareholders/ Investor Grievance Committee of Indian public limited companies.

7. Statutory registers and documents referred to in the notice and explanatory statement are open for inspection at the Registered Office of the Company on all working days (Monday to Saturday) between 11.00 a.m. and 1.00 p.m. upto the date of annual general meeting and will also be available for inspection at the meeting.
8. Shareholders who are holding shares in physical form are requested to address all correspondence concerning registration of transfers, transmissions, sub-division, consolidation of shares or any other share related matters and/or change in address or updation thereof to the Company's RTA. Shareholders, whose shareholding is in electronic format are requested to direct change of address notifications, registration of e-mail address and updation of bank account details to their respective depository participants.
9. The Register of Directors' shareholding, maintained under Section 307 of the Companies Act, 1956 will be available for inspection by the members at the AGM.

By order of Board of Directors

For PRAKASH CONSTROWELL LIMITED

Place : Nashik
Date : 28/08/2012

Swapna S Naphade
Company Secretary

Information on directors seeking appointment/re-appointment at the forthcoming annual general meeting (pursuant to clause 49 of the listing agreement) as on the date of notice.

Names of Directors	Mr. Nagesh Mendhekar	Mr. Suresh G Sarda
Date of Birth	17/11/1948	17/12/1958
Date of Appointment	27/11/2010	04/01/1996
Qualification	Civil Engineer	BE- Mechanical
Expertise in specific functional area.	Has vast experience in construction & infrastructure development. Has worked with PWD, Govt. of Maharashtra for a period of 36 years.	Has over 25 years of experience in varied industries and is associated with Company since incorporation.
Shareholding Pattern in the Company	Nil	40000 shares i.e 0.32%
Directorships held in other Public Limited Companies in India	Nil	Nil
Membership / Chairmanship of Committees in other Public Limited Companies in India	Nil	Nil

By order of Board of Directors

For PRAKASH CONSTROWELL LIMITED

Place: Nashik
Date : 28/08/2012

Swapna S Naphade
Company Secretary



PRAKASH CONSTROWELL LIMITED

Regd Off: 6/7, Falcon Plaza, National Urdu High School Rd, Near Sarda Circle, Nashik- 422001.

ANNUAL GENERAL MEETING

ATTENDANCE SLIP

Name and Address of the Registered Member/ Proxy	No. of Shares :
	Folio No/ Client Id. :
	D. P. Id. :

I certify that I am the registered member/ proxy of the registered member.

I hereby record my presence at the **16th ANNUAL GENERAL MEETING** of the Company held on Saturday, September 29, 2012 at 2.00 P.M. at Green View Hotels Pvt.Ltd. Trimbak Road Nashik.

Signature

***Note:** Please fill up this attendance slip and hand it over at the entrance of the meeting hall.



PRAKASH CONSTROWELL LIMITED

Regd Off: 6/7, Falcon Plaza, National Urdu High School Rd, Near Sarda Circle, Nashik- 422001.

ANNUAL GENERAL MEETING

PROXY FORM

I/We resident of, being a member(s) of Prakash Constrowell Limited, hereby appoint of or failing him/her of as my/our proxy to attend and vote for me/us in my/ our absence at **16th Annual General Meeting** of the Company to be held on Saturday, September 29, 2012 at Green View Hotels Pvt.Ltd. Trimbak Road Nashik at 2.00 P.M.

Signed this day of 2011.

Signature

No. of Shares :
Folio No/ Client Id. :
D.P. Id. :

Affix Re.1
Revenue
stamp

- *Notes:**
1. The proxy in order to be effective should be duly stamped, completed and signed and must be deposited at the registered office of the Company not less than 48 hours before the time for holding the aforesaid meeting. The Proxy need not be a member of the Company.
 2. The Company shall provide additional forms on request where shares held by more 1 member.

[illegible]

Regd. Office: 6/7, Falcon Plaza,
National Urdu High School Road,
Near Sarda Circle, Nashik- 422001.
Maharashtra, India.
www.prakashconstro.com



POLICE TRAINING SCHOOL

The Company was awarded CIDC (Construction Industry Development Council) Vishwakarma Award for its project "Police Training School" at Tasgoan, Sangli



POLICE TRAINING SCHOOL

Our Project "Police Training School" constructed for Maharashtra State Police Housing & Welfare Corporation at Sangli was accredited first green campus project in the country and awarded with Four Star Rating by the Association for Development and Research of Sustainable Habitats.



**Hostel Building , Project
for Maharashtra State
Police Housing and welfare
Corporation.**

**Staff Quarter , Project
for Maharashtra State
Police Housing and
welfare Corporation.**



**Parksyde ,
Residential project at Nashik.**

**Cancer Hospital , World Bank
Project Division.**



WE WILL CONTINUE TO
STAY AHEAD
OF COMPETITION AND
ENRICH AND
ADD VALUE
FOR ALL OUR STAKE
HOLDERS





PRAKASH
Constrowell Limited

PRAKASH CONSTROWELL LIMITED.

Corporate Office

6/7, Falcon Plaza, National High School Road,
Near Sarda Circle, Nashik - 422001. Maharashtra (India)

Tel.: 0253 - 259 07 25 / 259 77 24

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E-mail: info@prakashconstro.com

Web: www.prakashconstro.com