

DIRECTORS' REPORT TO THE MEMBERS

Your Directors present their Fourth Report together with the audited accounts of the Company for the year ended March 31, 2012.

FINANCIAL HIGHLIGHTS

Particulars	(Amount in ₹)	
	For the year ended March 31, 2012	For the year ended March 31, 2011
Total Income.....	3,710	154,280
Profit / (Loss) Before Depreciation, Interest and Taxation.....	(131,245)	29,577
Less : Depreciation.....	—	—
Profit / (Loss) Before Interest and Taxation.....	(131,245)	29,577
Less : Interest.....	—	—
Profit / (Loss) Before Taxation.....	(131,245)	29,577
Less : Provision for Taxation	—	—
Profit / (Loss) for the year after Taxation.....	(131,245)	29,577
Add : Balance of Profit / (Loss) for earlier years.....	(1,070,479)	(1,100,056)
Balance carried forward to the Balance Sheet	(1,201,724)	(1,070,479)

Operations

During the year, your Company continued the process of acquisition of land in Maharashtra for the purpose of development of an Integrated Township with supporting infrastructure.

Dividend

In view of the carried forward losses, your Directors do not recommend a dividend for the year under review.

Capital

The Authorised Equity Share Capital of your Company is ₹10 crore and the paid-up equity capital of your Company is ₹5 crore.

Your Company is a wholly owned subsidiary of Mahindra Lifespace Developers Limited and consequently a subsidiary of the ultimate holding company, Mahindra & Mahindra Limited.

Directors

Mr. Rajan Narayan retires by rotation and being eligible offers himself for re-appointment.

Audit Committee

The Audit Committee of the Company comprises of Ms. Anita Arjundas, Mr. Rajan Narayan and Mr. Suhas Kulkarni. Ms. Anita Arjundas is the Chairperson of the Audit Committee.

Audit Committee met four times during the year under review.

Directors' Responsibility Statement

Pursuant to Section 217(2AA) of the Companies Act, 1956,

your Directors, based on the representations received from the Operating Management and after due enquiry, confirm that:

- i) in the preparation of the annual accounts, the applicable accounting standards have been followed;
- ii) they have, in the selection of the accounting policies, consulted the Statutory Auditors and these have been applied consistently and reasonable and prudent judgments and estimates have been made so as to give a true and fair view of the state of affairs of the Company as at March 31, 2012 and of the loss of the Company for the year ended on that date;
- iii) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) the annual accounts have been prepared on a going concern basis.

Code of Conduct

The Company had adopted Code of Conduct ("the Code/s") for its Directors and Senior Management and Employees. These Codes enunciate the underlying principles governing the conduct of the Company's business and seeks to reiterate the fundamental precept that good governance must and would always be an integral part of the Company's ethos.

The Company has for the year under review, received declarations under the Codes from the Board Members of the Company affirming compliance with the Code.

Auditors

M/s. A.F. Ferguson & Co., Chartered Accountants, Chennai, retire as Auditors at the forthcoming Annual General Meeting. The members are requested to appoint Auditors from the conclusion of the forthcoming Annual General Meeting until the conclusion of next Annual General Meeting and fix their remuneration.

As required under the provisions of Section 224 of the Companies Act, 1956, the Company has received written certificate from the above auditors proposed to be reappointed, to the effect that their re-appointment, if made, would be in conformity with the limits specified in the said Section.

Public Deposits and Loans / Advances

The Company has not accepted deposits from the public or employees during the year under review.

The Company has not made any loans/advances of the nature, which are required to be disclosed in the annual accounts pursuant to Clause 32 of the Listing Agreement of the parent companies, Mahindra Lifespace Developers Limited and Mahindra & Mahindra Limited with the Stock Exchanges.

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

The particulars relating to energy conservation, technology absorption, foreign exchange earnings and outgo, as required under Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 are given in the Annexure to this Report.

Particulars of Employees as required under Section 217(2A) of the Companies Act, 1956 and Rules made there under

The Company had no employee who was in receipt of remuneration of not less than ₹ 6,000,000/- p.a. during the year ended March 31, 2012 or not less than ₹ 500,000/- per month during any part of the said year.

Acknowledgment

The Directors are thankful to all consultants and associates of your Company for the support received from them during the year under review.

For and on behalf of the Board,

Anita Arjundas
Chairperson

Mumbai, April 19, 2012

ANNEXURE TO THE DIRECTORS' REPORT

PARTICULARS AS PER THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988 AND FORMING PART OF THE DIRECTORS' REPORT FOR THE YEAR ENDED MARCH 31, 2012

A. CONSERVATION OF ENERGY

- | | | |
|--|---|--|
| (a) Energy conservation measures taken | : | The operations of your Company are not energy-intensive. However, adequate measures have been initiated to reduce energy consumption |
| (b) Additional investments and proposals, if any, being implemented for reduction of consumption of energy | : | Nil |
| (c) Impact of the measures taken/to be taken at (a) & (b) above for reduction of energy consumption and consequent impact on the cost of production of goods | : | The above measures have resulted in reduction of energy consumption. |
| (d) Total energy consumption and energy consumption per unit of production as per Form-A of the Annexure to the Rules in respect of Industries specified in the Schedule | : | Not Applicable |

B. TECHNOLOGY ABSORPTION

Research & Development (R&D)

- | | | |
|--|---|--|
| 1. Areas in which R & D is carried out | : | The Company has not carried out any R&D activities during the year |
| 2. Benefits derived as a result of the above efforts | : | Not Applicable |
| 3. Future Plan of action | : | Further quality improvement |
| 4. Expenditure on R & D | : | Nil |
| 5. Technology absorption, adaptation and innovation | : | Nil |
| 6. Imported Technology for the last 5 years | : | Nil |

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

There was no inflow or outflow of foreign exchange involved during the year under review.

For and on behalf of the Board,

Anita Arjundas
Chairperson

Mumbai, April 19, 2012

AUDITORS' REPORT**TO THE MEMBERS OF
INDUSTRIAL TOWNSHIP (MAHARASHTRA) LIMITED**

1. We have audited the attached Balance Sheet of Industrial Township (Maharashtra) Limited as at March 31, 2012, the Statement of Profit and Loss and the Cash Flow Statement of the Company for the year ended on that date, both annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We 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 a test basis, evidence supporting the amounts and the disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by the Management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 (CARO) issued by the Central Government in terms of Section 227(4A) of the Companies Act, 1956, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred in paragraph 3 above, we report that:
 - (i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (ii) 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 and proper returns adequate for the purposes of our audit;
- (iii) the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
- (iv) in our opinion, the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in compliance with the Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956
- (v) in our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2012;
 - (b) in the case of the Statement of Profit and Loss, of the loss of the Company for the year ended on that date and
 - (c) in the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.
5. On the basis of the written representations received from the Directors as on March 31, 2012 taken on record by the Board of Directors, we report that none of the Directors is disqualified as on March 31, 2012 from being appointed as a director in terms of Section 274(1)(g) of the Companies Act, 1956.

For **A.F. Ferguson & Co**
Chartered Accountants
Registration No: 112066W

B. Ramaratnam
Partner
(Membership No.21209)

Place: Chennai,
Date: April 19, 2012

Annexure referred to in paragraph 3 of the Auditors' report to the members of Industrial Township (Maharashtra) Limited on the accounts for the year ended March 31, 2012

- i. Having regard to the nature of Company's business / activities / result, clauses (i), (v) to (vii), (x) to (xx) of CARO are not applicable to the Company in the current year.
- ii. In respect of its inventories:
 - a) As explained to us, the inventories representing land were physically verified during the year by the Management at reasonable intervals.
 - b) In our opinion and according to the information and explanation given to us, the procedures of physical verification of inventories followed by the Management were reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification.
- iii. The Company has neither granted nor taken any loans, secured or unsecured, to / from companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956.
- iv. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company

and the nature of its business with regard to purchase of inventories. During the course of audit, we have not observed any major weakness in such internal control system.

- v. According to the information and explanations given to us in respect of the statutory dues:
 - a) The Company has been regular in depositing undisputed dues in respect of Income Tax and other material statutory dues applicable to it with the appropriate authorities.
 - b) There were no undisputed amounts payable in respect of Income Tax and other material statutory dues in arrears as at March 31, 2012 for a period of more than six months from the date they became payable.
 - c) As on March 31, 2012, there are no dues of Income Tax which has not been deposited on account of disputes.
- vi. To the best of our knowledge and according to the information and explanations given to us by the management, we report that no fraud on or by the Company has been noticed / reported during the year.

For **A.F. Ferguson & Co**
Chartered Accountants
Registration No: 112066W

B. Ramaratnam
Partner
(Membership No.21209)

Place: Chennai,
Date: April 19, 2012

BALANCE SHEET AS AT MARCH 31, 2012

	Note Ref	As at March 31, 2012 ₹	As at March 31, 2011 ₹
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share capital	3	50,000,000	50,000,000
Reserves and Surplus	4	<u>(1,201,724)</u>	<u>(1,070,479)</u>
		<u>48,798,276</u>	<u>48,929,521</u>
Current Liabilities			
Short term Borrowings.....	5	86,500,000	30,000,000
Other Current liabilities.....	6	<u>9,327,738</u>	<u>1,395,998</u>
		<u>95,827,738</u>	<u>31,395,998</u>
Total		<u><u>144,626,014</u></u>	<u><u>80,325,519</u></u>
ASSETS			
Current Assets			
Current Investments	7	—	2,338,125
Inventories	8	78,182,939	2,794,373
Cash and cash equivalents	9	716,095	193,020
Short term loans and advances.....	10	<u>65,726,980</u>	<u>75,000,000</u>
		<u>144,626,014</u>	<u>80,325,519</u>
Total		<u><u>144,626,014</u></u>	<u><u>80,325,519</u></u>

See accompanying notes forming part of Financial Statements

In terms of our report attached

For **A.F.Ferguson & Co**
Chartered Accountants

B. Ramaratnam
Partner

Place : Chennai
Date : April 19, 2012

For and on behalf of the Board of Directors

Anita Arjundas Chairperson

Rajan Narayan
Suhas Kulkarni } Directors

Place : Mumbai
Date : April 18, 2012

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

	Note Ref	Year ended March 31, 2012 ₹	Year ended March 31, 2011 ₹
INCOME			
Other Income	11	<u>3,710</u>	<u>154,280</u>
		<u>3,710</u>	<u>154,280</u>
 EXPENDITURE			
Project Expenses	12	66,485,110	1,456,290
Changes in Inventories	13	(75,388,566)	(2,794,373)
Finance charges.....	14	8,903,456	1,338,083
Other expenses.....	15	<u>134,955</u>	<u>124,703</u>
		<u>134,955</u>	<u>124,703</u>
Loss before tax.....		(131,245)	29,577
Tax expense:.....		<u>—</u>	<u>—</u>
Loss for the year		<u>(131,245)</u>	<u>29,577</u>
Earning per equity share:			
Basic and Diluted		(0.03)	0.01

See accompanying notes forming part of Financial Statements

In terms of our report attached

For **A.F.Ferguson & Co**
Chartered Accountants

B. Ramaratnam
Partner

Place : Chennai
Date : April 19, 2012

For and on behalf of the Board of Directors

Anita Arjundas Chairperson

Rajan Narayan
Suhas Kulkarni } Directors

Place : Mumbai
Date : April 18, 2012

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2012

	Year ended March 31, 2012 ₹	Year ended March 31, 2011 ₹
A. Cash flow from operating activities		
Loss before tax	(131,245)	29,577
<i>Adjustments for:</i>		
Dividend and Gain on Redemption.....	(3,710)	(154,280)
Finance Charges	<u>8,903,456</u>	<u>1,338,083</u>
Operating loss before working capital changes	8,768,501	1,213,380
<i>Changes in Working capital:</i>		
<i>Adjustments for (increase)/ decrease in operating assets</i>		
(Increase) / decrease in short term loans and advances.....	9,273,020	(30,000,000)
(Increase) / decrease in inventories	(75,388,566)	(2,794,373)
<i>Adjustments for (increase)/ decrease in operating liabilities</i>		
Increase / (decrease) other in current liabilities.....	<u>(971,715)</u>	<u>(52,438)</u>
	(67,087,261)	(32,846,811)
Cash used in operations.....	(58,318,760)	(31,633,431)
Taxes paid	<u>—</u>	<u>—</u>
Net cash used in operating activities	<u>(58,318,760)</u>	<u>(31,633,431)</u>
B. Cash flow from investing activities:		
Proceeds from sale of investments	2,338,125	1,227,975
Dividend Received.....	<u>3,710</u>	<u>154,280</u>
Net cash flow from investing activities.....	<u>2,341,835</u>	<u>1,382,255</u>
C. Cash flow from financing activities:		
Proceeds from short term borrowings	56,500,000	30,000,000
Interest on Inter corporate Deposit payable	<u>—</u>	<u>—</u>
Net cash from financing activities	<u>56,500,000</u>	<u>30,000,000</u>
Net increase / (decrease) in cash and cash equivalents	<u>523,075</u>	<u>(251,176)</u>
Cash & cash equivalents		
Opening balance	193,020	444,196
Closing balance	<u>716,095</u>	<u>193,020</u>
Net increase / (decrease) in cash and cash equivalents.....	<u>523,075</u>	<u>(251,176)</u>

In terms of our report attached

For **A.F.Ferguson & Co**
Chartered Accountants**B. Ramaratnam**
PartnerPlace : Chennai
Date : April 19, 2012

For and on behalf of the Board of Directors

Anita Arjundas Chairperson**Rajan Narayan**
Suhas Kulkarni } DirectorsPlace : Mumbai
Date : April 18, 2012

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2012**1 Corporate information**

The Company was incorporated on 2nd July, 2008 and is engaged in the business of development of Industrial Park in Maharashtra. The Company is currently acquiring lands and carrying out preliminary surveys.

2 Significant Accounting Policies**a. Basis of Accounts**

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

b. Use of estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known / materialize.

c. Inventories

Inventories are valued at lower of cost and net realizable value. Cost represents cost of land and all expenditure incurred in connection with, or attributable to the project, and, being a long-term project, includes interest.

d. Cash and cash equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

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. Earnings per share

Basic / Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) and after reducing the dividend obligation (including Dividend Distribution Tax) on Preference Shares by the weighted average number of equity shares outstanding during the year.

g. Taxes on Income

Current tax is determined as the amount of tax payable in respect of taxable income for the year. Deferred tax is recognized, subject to consideration of prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods

Deferred tax assets in respect of unabsorbed depreciation and carried forward losses are recognized if there is virtual certainty that there will be sufficient future taxable income available to realize such losses. Other deferred tax assets are recognized if there is reasonable certainty that there will be sufficient future taxable income available to realize such assets.

h. Impairment of assets

The carrying values of assets / cash generating units at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognized, if the carrying amount of these assets exceeds their

recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is indication that an impairment loss recognized for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognized in the Statement of Profit and Loss, except in case of revalued assets.

i. Provisions and contingencies

A provision is recognized when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes.

	As at March 31, 2012 ₹	As at March 31, 2011 ₹
3 Share Capital		
Authorised		
10,000,000 equity shares of ₹ 10 each	<u>100,000,000</u>	<u>100,000,000</u>
Issued, subscribed and fully paid up		
5,000,000 equity shares of ₹10 each.	<u>50,000,000</u>	<u>50,000,000</u>
	<u>50,000,000</u>	<u>50,000,000</u>
a The above shares are held by Mahindra Lifespace Developers Limited, the holding company and its nominees		
b Terms/ Rights attached to Equity Shares		
The company has only one class of Equity shares having a par value of ₹ 10/- per share. Each holder of Equity Shares is entitled to one vote per share. Payment of capital on liquidation will be in proportion to the number of equity shares held.		
Repayment of capital on liquidation will be in proportion to the number of equity shares held.		
	As at March 31, 2012 ₹	As at March 31, 2011 ₹
4 Reserves & Surplus		
Deficit from the statement of Profit and loss		
Opening balance.....	(1,070,479)	(1,100,056)
Add: Loss for the Current Year	(131,245)	29,577
Closing Balance of Profit and Loss Account...	<u>(1,201,724)</u>	<u>(1,070,479)</u>
5 Short Term Borrowings		
Intercorporate deposits from Holding Company repayable on demand.....	<u>86,500,000</u>	<u>30,000,000</u>
	<u>86,500,000</u>	<u>30,000,000</u>
6 Other Current Liabilities		
Interest Accrued but not due on		
Intercorporate deposits	9,217,385	1,204,275
Statutory remittances Withholding tax	11,030	92,400
Other.....	<u>99,323</u>	<u>99,323</u>
	<u>9,327,738</u>	<u>1,395,998</u>
7 Current Investments (Unquoted and Non - Trade)		
	Units	Units
Religare Ultra Short Term		
Regular	— 2,334.717	—
	<u>—</u>	<u>2,338,125</u>
	<u>—</u>	<u>2,338,125</u>

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

	As at March 31, 2012 ₹	As at March 31, 2011 ₹
8 Inventories (at lower of Cost and Net Realisable Value)		
Work In Progress.....	<u>78,182,939</u>	<u>2,794,373</u>
(represents Land and related expenses).....	<u>78,182,939</u>	<u>2,794,373</u>
9 Cash and Cash Equivalents		
Cash on hand	—	3,196
Balances with Bank		
In current accounts	<u>716,095</u>	<u>189,824</u>
	<u>716,095</u>	<u>193,020</u>
10 Short Term Loans and Advances (Unsecured, considered good)		
Advance towards purchase of land.....	<u>65,726,980</u>	<u>75,000,000</u>
	<u>65,726,980</u>	<u>75,000,000</u>
	Year ended March 31, 2012 ₹	Year ended March 31, 2011 ₹
11 Other Income		
Dividend from Mutual Funds.....	<u>3,301</u>	<u>154,280</u>
Profit on redemption of Mutual Funds.....	<u>409</u>	<u>—</u>
	<u>3,710</u>	<u>154,280</u>
12 Project Expenses		
Cost of land.....	<u>66,011,540</u>	<u>—</u>
Professional Fees.....	<u>374,883</u>	<u>1,456,290</u>
Other expenses	<u>98,687</u>	<u>—</u>
Closing Stock	<u>66,485,110</u>	<u>1,456,290</u>
13 Changes in Inventories		
Opening Work in Progress.....	<u>2,794,373</u>	<u>—</u>
Closing Work in Progress	<u>78,182,939</u>	<u>2,794,373</u>
	<u>(75,388,566)</u>	<u>(2,794,373)</u>
14 Finance Costs		
Interest on Inter Corporate Deposit	<u>8,903,456</u>	<u>1,338,083</u>
	<u>8,903,456</u>	<u>1,338,083</u>
15 Other Expenses		
Rates and taxes.....	<u>1,000</u>	<u>6,020</u>
Legal and Professional Charges	<u>19,303</u>	<u>7,721</u>
Auditors' remuneration		
Audit fees	<u>100,000</u>	<u>100,000</u>
Reimbursement of expenses / levies	<u>10,952</u>	<u>10,962</u>
Printing & Stationery.....	<u>3,700</u>	<u>—</u>
	<u>134,955</u>	<u>124,703</u>

16 The particulars regarding dues to micro enterprises and small enterprises have been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

17 Related Party Transaction**a List of Related Parties**

Description of relationship	Names of related parties
Ultimate Holding Company	Mahindra & Mahindra Limited
Holding Company	Mahindra Lifespace Developers Limited

b Related Party Transactions

Particulars	2011-12	2010-11
Mahindra Lifespace Developers Limited		
Inter-Corporate Deposit taken	56,500,000	30,000,000
Interest on Inter Corporate Deposit taken	8,903,456	1,338,083
Outstanding balance	95,717,385	31,204,275

18 Earnings per Share

Particulars	2011-12	2010-11
Net Profit / (Loss) after tax (₹)	(131,245)	29,577
Weighted average number of equity shares (Nos)	5,000,000	5,000,000
Par value per share (₹)	10	10
Earnings per share - Basic and diluted (₹)	(0.03)	0.01

19 In line with AS 22, Accounting for Taxes on Income, on principles of prudence, the company has not recognized the net deferred tax asset arising due to unabsorbed losses.

20 The Revised Schedule VI has become effective from April 1, 2011 for the preparation of financial statements. This has significantly impacted the disclosure and presentation made in the financial statements. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

For and on behalf of the Board of Directors

Anita Arjundas Chairperson

Rajan Narayan
Suhas Kulkarni } Directors

Place : Mumbai
Date : April 18, 2012