



B L KASHYAP
WE BUILD YOUR WORLD



A SYMPHONY OF EXCELLENCE

It is the architect that defines form;
it is the builder that creates space.
Together they provide the occupant
with an opportunity to dream dreams,
grow roots and experience the joy of living.

CORPORATE INFORMATION

Board of Directors

Vinod Kashyap, *Chairman*
Vineet Kashyap, *Managing Director*
Vikram Kashyap, *Joint Managing Director*
Justice C. K. Mahajan (Retd.), *Director*
H. N. Nanani, *Director*
P. S. Shenoy, *Director*

Chief Executive Officer

K. Gopal

Vice President - Finance

Ashok Bansal

Company Secretary

Pushpak Kumar

Statutory Auditors

Sood Brij & Associates
Chartered Accountants
C-72, South Extension Part-II
New Delhi-110 049

Principal Bankers

State Bank of India
Canara Bank
IndusInd Bank Limited
Oriental Bank of Commerce
ICICI Bank Limited
Standard Chartered Bank
Yes Bank Limited

Registered Office

409, 4th Floor,
DLF Tower-A, Jasola,
New Delhi-110 025.

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NOTICE

Notice is hereby given that the 24th Annual General Meeting of B. L. Kashyap And Sons Ltd. will be held on Saturday the 21st day of September, 2013 at 10.00 a.m., at PHD House, 4/2, Siri Institutional Area, August Kranti Marg, New Delhi – 110 016, to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31 March, 2013 and the Profit & Loss Account for the year ended on that date together with the report of the Board of Directors and Auditors thereon.
2. To declare a dividend on Equity Shares for the financial year ended 31 March, 2013.
3. To appoint a Director in place of Mr. Vinod Kashyap, who retires by rotation and, being eligible, seeks re-appointment.
4. To appoint a Director in place of Mr. Vineet Kashyap, who retires by rotation and, being eligible, seeks re-appointment.
5. To appoint auditors to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration and to pass the following resolution :

“RESOLVED THAT M/s Sood Brij & Associates, Chartered Accountants, New Delhi (Firm Registration No. 00350N) be and are hereby re-appointed as the Statutory Auditors of the Company, to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting on such remuneration and out of pocket expenses as shall be fixed by the Board of Directors of the Company in consultation with the Auditors.”

SPECIAL BUSINESS

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

“RESOLVED THAT pursuant to provisions of Section 81(1A) and other applicable provisions, if any, of the Companies Act, 1956 (including any amendment thereto or re-enactment thereof), the Listing Agreements entered into by the Company with the Stock Exchanges where the Company’s shares are listed and the provisions of the Foreign Exchange Management Act, 1999 (FEMA), the Foreign Exchange Management (Borrowing or Lending in Rupees) Regulations 2000, the Foreign Exchange Management (Transfer or Issue of Security by a Person Resident outside India) Regulations, 2000, the Issue of Foreign Currency Convertible Bonds and Ordinary shares (through Depository Receipt Mechanism) Scheme, 1993, the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009, (“the ICDR Regulations”), as applicable and such other statutes, notifications, circulars, rules and regulations as may be applicable and relevant, the provisions of the Memorandum and Articles of Association of the Company, as amended and subject to such approvals, permissions, consents and sanctions, if any, of the Government of India (the “GOI”), the Reserve Bank of India (the “RBI”), the Ministry of Finance (Department of Economic Affairs) , Ministry of Industry (Foreign Investment Promotion Board / Secretariat for Industrial Assistance) and/or all other Ministries / Departments of the Government of India, the Securities and Exchange Board of India (the “SEBI”), the relevant Registrar of Companies and/ or any other authorities, institutions or bodies as may be relevant (hereinafter collectively referred to as “the appropriate authorities”), and in accordance with the regulations and guidelines issued by the “GOI”, “RBI”, “SEBI” and any competent authorities and clarifications issued thereon from time to time and subject to such conditions and modifications as may be prescribed by any of them while granting such approvals, permissions, consents and sanctions which may be agreed to by the Board of Directors of the Company (the “Board”, which term shall include any Committee thereof) consent of the Company be and is hereby accorded to the Board in its absolute discretion, to create, offer, issue and allot in one or more tranches whether rupee denominated or denominated in foreign currency , in the course of domestic/international offerings, including by way of Qualified Institutional placement under the ICDR Regulations (“QIP”) and/or by way of Preferential Allotment, such number of Equity Shares and /or any securities linked to, convertible into or exchangeable for Equity Shares including without limitation through Global Depository Receipts (GDRs) and/or American Depository Receipts (ADRs) and/or convertible Preference Shares and/or convertible Debentures (compulsorily and/or optionally, fully and/or partly) and/or non-convertible Debentures (or other securities) with warrants and/or warrant with a right exercisable by warrant holder to exchange or convert such warrants with Equity Shares of the Company at a later date simultaneously with the issue of non-convertible Debentures and/or Foreign Currency Convertible Bonds (“FCCBs”) and/or Foreign Currency Exchangeable Bonds (“FCEBs”) and/or any other permitted fully or partly paid securities/instruments/warrants, convertible into or exchangeable for Equity Shares at the option of the Company and/or the holder(s) of the security(ies), and/or security(ies) linked to Equity Shares, (hereinafter collectively referred to as the “securities”), to such persons including, but not limited to, Domestic/Foreign Institutions, Promoters, Employees of the Company, Non-Resident Indians, Indian Public Companies, Corporate Bodies, Mutual Funds, Banks, Insurance Companies, Pension Funds, individuals or otherwise, whether shareholders of the Company or not (collectively called the “Investors”), who are eligible to acquire such securities in accordance with all applicable laws, rules, regulations, guidelines and approvals, at a discount or premium to market price or prices in such manner and on such terms and conditions including as regards security, rate of interest, etc., as may be deemed appropriate by the Board in its absolute discretion , subject to compliance with all applicable laws, rules, regulations, guidelines and approvals, for an aggregate amount, in one or more offering(s) and/or in more tranches, not exceeding ₹ 450 Crores (Rupees Four Hundred and Fifty Crores), either by way of offer for sale or a sponsored

issue of Securities (by one or more existing shareholders of the Company) or through fresh issue of securities or any combination thereof, and the Board shall have the discretion to determine the category(ies) of eligible investors to whom the offer, issue of allotment shall be made to the exclusion of the all other category(ies) of the investors at the time of such offer, issue and allotment considering the prevailing market conditions and all other relevant factor and wherever necessary in consultation with advisor(s) and underwriter(s) appointed by the Company.

RESOLVED FURTHER THAT the relevant date for the purpose of Pricing of Securities :

- (i) by way of GDRs/ADRs/FCCBs/FCEBs or by way of any preferential issue(s), shall be the date as specified under the applicable law or regulation, or
- (ii) in the event of securities issued and allotted by way of QIP, shall be the date of the meeting in which the Board decides to open the issue.

RESOLVED FURTHER THAT the allotment of Securities under any Qualified Institutional Placement shall only be to qualified institutional buyers within the meaning of Regulation 2 (1)(zd) of ICDR Regulations, such Securities shall be fully paid-up and the allotment of such Securities shall be completed within 12 months from the date of this resolution or such other time as may be allowed by SEBI Regulations from time to time.

RESOLVED FURTHER THAT in case of issue and allotment of Securities by way of QIP, a minimum of 10% of the shares issued pursuant to the SEBI (ICDR) Regulation shall be allotted to the mutual funds and if no mutual funds is agreeable to takeup the minimum portion or part thereof, then such minimum portion or part thereof may be allotted to other Qualified Institutional Buyers.

RESOLVED FURTHER THAT the Board or a Committee thereof duly authorized in this regard by the Board be and is hereby authorized :

To finalize the pricing, terms and conditions relating to the issue of aforesaid Securities, determine the form, terms and timing of the Issue(s), including the class of investors to whom the Securities are to be allotted, number of Securities to be allotted in each tranche, issue price, face value, premium amount on issue/ conversion of Securities/ exercise of warrants / redemption of Securities, rate of interest, redemption period, listings on one or more stock exchanges in India and/ or abroad as the Board or Committee in their absolute discretion deems fit and to make and accept any modifications in the proposal as may be required by the authorities involved in such issues in India and/or abroad, to do all acts, deeds, matters and things and to settle any questions or difficulties that may arise in regard to the Issue(s).

To appoint Managers (including Lead Managers), Merchant Bankers, Underwriters, Guarantors, Financial and/or Legal Advisors, Depositories, Custodians, Principal Paying/ Transfer/ Conversion agents, Listing Agents, Registrars, Trustees and all other agencies as may be necessary, whether in India or abroad, and to finalize the terms and conditions (including the payment of fees, commission, out of pocket expenses and their charges subject to requisite approvals of Reserve Bank of India) of the aforesaid appointments and remunerate them by way of commission, brokerage, fees or the like and also to renew or terminate the appointments so made, as they may in their absolute discretion think fit and also to enter into and execute all such arrangements, agreements, memorandum, documents, etc., with such agencies.

To issue and allot such number of Equity Shares as may be required to be issued and allotted upon conversion, exchange, redemption or cancellation of any Securities or as may be necessary in accordance with the terms of the offering, all such Equity Shares ranking pari passu with the existing Equity Shares of the Company in all respects, except the right as to dividend which shall be as provided under the terms of the issue and in the offering documents.

To do such acts, deeds and things as may be necessary in connection with the said issue of Securities, including but not limited to the following:

- i. Such of the securities as are not subscribed may be disposed off by the Board in its absolute discretion in such manner, as the Board may deem fit and as permissible by law,
- ii. Authorising the maintenance of a Register of holders of Securities, if so required, in India or abroad as may be deemed fit,
- iii. To take all actions and to resolve and settle all questions and difficulties that may arise in the proposed issue/offer, allotment and conversion of any of the aforesaid Securities, utilization of the issue proceed and to do all such acts, deeds, matters and things as it may, in its absolute discretion, deem necessary, desirable or expedient, without being required to seek any further consent or approval of the members or otherwise to the end and intent that they shall be deemed to have given their approval thereto expressly by the authority of this resolution.

RESOLVED FURTHER THAT the preliminary as well as the final offer document for the aforesaid issue be finalized, approved and signed by any Director (s), duly authorized by the Board in this regard, for and on behalf of the Company with authority to amend, vary, modify the same as may be considered desirable or expedient and for the purpose aforesaid to give such declarations, affidavits, certificates, consents, authorities as may be required from time to time.

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RESOLVED FURTHER THAT the Company do open one or more Bank accounts in the name of the Company in Indian currency or foreign currency (ies) with such Bank or Banks in India and/ or such foreign countries as may be required in connection with the aforesaid issue, subject to requisite approvals from Reserve Bank of India and other overseas regulatory authorities, if any, in accordance with the approval of the Board or a Committee thereof duly authorized in this regard by the Board.

RESOLVED FURTHER THAT the Common Seal of the Company, if required, be affixed on any agreement, undertaking, deed or other document in accordance with the Articles of Association of the Company.

Registered Office

409, 4th Floor, DLF Tower-A
Jasola, New Delhi – 110025

Place : New Delhi

Date : 13.08.2013

By order of the Board of Directors
For B. L. Kashyap And Sons Ltd.

Pushpak Kumar
Company Secretary

NOTES:

- A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND THE MEETING AND VOTE ON POLL, IF ANY, INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.**
- The instrument appointing the proxy must be deposited at the registered office of the Company not less than 48 hours before the commencement of the meeting.
- Corporate Members intending to send their authorised representatives to attend the Meeting are requested to send a duly certified copy of the Board Resolution authorising their representative to attend and vote on their behalf at the Annual General Meeting.
- Members/Proxies are requested to kindly take note of the following:
 - Copies of Annual Report will not be distributed at the venue of the meeting;
 - Attendance Slip, as sent herewith, is required to be produced at the venue duly filled-in and signed, for attending the meeting;
 - Entry to the hall will be strictly on the basis of the entrance pass, which shall be provided at the counters at the venue, in exchange for duly completed and signed Attendance Slips; and
 - In all correspondence with the Company and/or the Registrar & Share Transfer Agent, Folio No./ DP & Client ID no. must be quoted.
- An Explanatory statement as required under Section 173 (2) of the Companies Act relating to Special Business to be transacted at the meeting (item no. 6) is annexed herewith.
- Pursuant to Section 154 of the Companies Act, 1956 the Register of Members and Share Transfer Books shall remain closed from Saturday, 14 September, 2013 to Saturday 21 September, 2013 (both days inclusive) for determining the names of Members eligible for dividend on Equity Shares.
 - Dividend, if approved at the Annual General Meeting, will be paid to those eligible Members whose names appear:
 - as Beneficial Owners as at the end of business hours on 13 September, 2013 as per the list to be furnished by NSDL/ CDSL in respect of the shares held in electronic form, and
 - as members in the Register of Members of the Company after giving effect to all valid share transfers in physical form lodged with the Company on or before 13 September, 2013.
- Members who hold shares in dematerialised form may kindly note that their Bank Account details, as furnished by their Depositories to the Company, will be printed on their dividend warrants as per the applicable regulations of the Depositories and the Company will not entertain any direct request from such Members for deletion of or change in such Bank Account details. Further, instructions, if any, already given by them in respect of shares held in physical form will not be automatically applicable to shares held in electronic form. Members who wish to change such Bank Account details are therefore requested to advise their Depository Participants about such change with complete details of Bank Account.
- Documents referred in the accompanying Notice are open for inspection at the registered office of the Company on all working days except Saturdays and holidays between 10.30 a.m. to 12.30 p.m. upto the date of Annual General Meeting.
- In terms of Clause 49 of the Listing Agreement, details about qualification, age, area of expertise & other directorships of Directors seeking appointment/reappointment is given and forms part of the Notice to the meeting.
- The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore requested to submit the PAN to their Depository Participant with whom they are maintaining their demat accounts. Members holding share in physical form can submit their PAN details to the Company/Registrar and Transfer Agents, M/s Linkintime India Pvt. Ltd.

11. The Annual Report of the Company for the year 2012-13 circulated to the members of Company will also be made available on the Company's website www.blkashyap.com.
12. In case of joint holders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.
13. Members may please note that briefcase, bag and eatables shall not be allowed to be taken inside the hall for security reasons.
14. Section 205C of the Companies Act, 1956 mandates that Companies must transfer dividend that has been unclaimed for a period of seven years from the unpaid dividend account to the Investor Education and Protection Fund (IEPF) established by the Central Government. Members are hereby informed that once such amounts are transferred to IEPF, no claim of the shareholders shall lie against the Company or IEPF. In accordance with the following schedule, the dividend for the years mentioned below, if unclaimed within a period of seven years will be transferred to IEPF.

Financial year	Dividend per share	Date of declaration	Due date for transfer	Unpaid/ unclaimed amount as on 31.03.2013 (₹)
2005-06	3.00	11 August, 2006	15 September, 2013	17,031
2006-07	3.50	21 September, 2007	26 October, 2014	16,810
2007-08	4.00	19 September, 2008	24 October, 2015	24,284
2008-09	1.00	19 September, 2009	24 October, 2016	28,510
2009-10	1.00	21 September, 2010	26 October, 2017	20,862
2010-11	0.10	21 September, 2011	26 October, 2018	41,295
2011-12	0.05	21 September, 2012	26 October, 2019	30,971

Shareholders who have not yet encashed their dividend warrant are requested to send the warrants to the Company immediately for revalidation.

Explanatory Statement Pursuant to Section 173(2) of the Companies Act, 1956

Item No.6

The Shareholders of the Company at their 23rd Annual General Meeting held on 21 September, 2012, had approved Qualified Institutional Placement ("QIP") and/or Preferential allotment upto ₹ 450 Crores (Rupees Four Hundred and Fifty Crores only).

As per the guidelines of Chapter VIII of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009, the validity of such approval is 12 months from the date of passing of Shareholder's resolution.

The Company did not place/issue such Qualified Institutional Placement and/or Preferential allotment till date.

In view of above, the Board proposes to seek fresh approval from the shareholders of the company and Members of the Company are requested to accord their approval for Qualified Institutional Placement ("QIP") and/or Preferential allotment.

Detail of the Directors seeking appointment/re-appointment at the Annual General Meeting (pursuant to Clause 49 of the Listing Agreement)

Particulars		
Name of the Director	Mr. Vinod Kashyap	Mr. Vineet Kashyap
Date of Birth	14 November, 1951	22 June, 1954
Date of Appointment	8 May, 1989	8 May, 1989
Expertise in specific functional area	General Management & Business Development	General Management & Business Development
Directorship in other Companies	<ul style="list-style-type: none"> • B L K Lifestyle Limited • Security Information Systems (India) Limited • BLK Infrastructure Limited • Soul Space Projects Limited • B L K Securities Private Limited • Bezel Investment & Finance Private Limited • Soul Space Realty Limited • Soul Space Hospitality Limited • Aiyana Trading Private Limited • Ahuja Kashyap Malts Private Limited 	<ul style="list-style-type: none"> • B L K Lifestyle Limited • Security Information Systems (India) Limited • BLK Infrastructure Limited • Soul Space Projects Limited • B L K Securities Private Limited • B.L.K. Financial Services Limited • Bezel Investment & Finance Private Limited • Soul Space Realty Limited • Soul Space Hospitality Limited • Chrysalis Trading Private Limited • Fare India BPO Private Limited • Chrysalis Realty Projects Private Limited
Membership of Committees in other Public Limited Companies	NIL	NIL
No of Shares Held in the Company	48,566,600	48,932,330

Directors' Report

To the Members,

Your Directors take pleasure in presenting their 24th Annual Report on business and operations of the Company together with the Audited Statement of Accounts of the Company for the Financial Year ended 31 March, 2013.

FINANCIAL RESULTS

Your Company's stand-alone performance during the year as compared with the previous year is summarized below:

Year ended	Amount (₹ In crores)	
	31 March, 2013	31 March, 2012
Income from operations	1508.32	1921.20
Other Income	38.81	45.65
Total Income	1547.13	1966.85
Total Expenditure	1541.62	1963.07
Profit before Tax & Exceptional Items	5.51	3.78
Exceptional items	(2.24)	-
Provision for Tax	(0.66)	2.19
Profit after Tax	8.41	1.59
Profit brought forward from previous year	247.68	247.29
Profit available for Appropriation	256.09	248.87
Less: Appropriations		
Proposed Dividend	1.02	1.02
Dividend Tax	0.17	0.17
Profit Transferred to General Reserve	-	-
Balance carried forward to Balance Sheet	254.90	247.68
Earnings per share, on the face value of ₹ 1/- each (in ₹)	0.41	0.08
No. of shares	205440000	205440000

FINANCIAL REVIEW

During the year 2012-13 your Company's total turnover was ₹ 1508 Crores as against ₹ 1921 Crores during the previous year reflecting a decline of 21% on due to difficult macroeconomic environment which affected operations of your Company's clients & consequent impact on your Company.

Correspondingly total expenditure was lower by 21% from ₹ 1963 Crores in 2011-12 to ₹ 1541 Crores in 2012-13.

Profit before Tax & Exceptional Items increased from ₹ 3.78 Crores as in 2011-12 to ₹ 5.51 Crores in 2012-13 and Profit after tax (including exceptional items) increased from ₹ 1.59 Crores in 2011-12 to ₹ 8.41 Crores in 2012-13.

APPROPRIATIONS

a. DIVIDEND

The Directors are pleased to recommend for your kind approval a dividend of ₹ 0.05 per equity share (Face Value of ₹ 1 each) for the financial year ended 31 March, 2013 aggregating to ₹ 1.02 Crores (Previous year ₹ 0.05 per equity share of face value of ₹ 1 each aggregating to ₹ 1.02 Crores).

b. TRANSFER TO RESERVES

During the current year, no amount has been transferred to reserves.

FIXED DEPOSITS

The Company has not accepted any deposit under Section 58-A of the Companies Act, 1956.

AUDITORS' REPORT

The Notes on Accounts referred to in the Auditors' Report are self-explanatory.

SUBSIDIARIES

We have four subsidiaries and two step down subsidiaries as on 31 March, 2013:

Name	Status
B L K Lifestyle Limited	Subsidiary Company
Security Information Systems (India) Limited	Subsidiary Company
BLK Infrastructure Limited	Subsidiary Company
Soul Space Projects Limited	Subsidiary Company
Soul Space Realty Limited	Step down Subsidiary Company
Soul Space Hospitality Limited	Step down Subsidiary Company

As per Section 212 of the Companies Act, 1956, companies are required to attach the Directors' report, Balance sheet and Profit & loss account of its subsidiaries. The Ministry of Corporate Affairs vide its Circular no. 2/2001 dated 8 February, 2011 has provided an exception, to companies from complying with section 212 provided such companies publish the audited consolidated financial statements in the Annual Report. The Annual Report for 2012-13 does not contain the financial statement of our subsidiaries and step down subsidiaries. The Audited Annual Accounts and related information of our subsidiaries and step down subsidiaries, where applicable will be made available upon request.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956, the Directors confirm that:

- (i) in the preparation of the annual accounts, the applicable accounting standards had been followed and that there are no material departures from the same;
- (ii) the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable so as to give a true view of the state of affairs of the Company as at 31 March, 2013 and of the Profit of the Company for the year ended on that date;
- (iii) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) the Directors have prepared the annual accounts of the Company on a going concern basis.

LISTING

The Equity Shares of the Company are listed on Bombay Stock Exchange Limited and National Stock Exchange of India Limited. The requisite annual listing fees have been paid to these Exchanges.

CONSOLIDATED FINANCIAL STATEMENTS

In accordance with the Accounting Standard AS-21 on Consolidated Financial Statements read with Accounting Standard AS-23 on Accounting for Investment in Associates, the Consolidated Financial Statements are provided in the Annual Report.

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

As the Company does not carry on any manufacturing activity, the particulars relating to conservation of energy & technology absorption required by the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 is not applicable.

While there was no Foreign Currency earning during the year under review, the Foreign Currency outgo was ₹ 0.22 Crores.

ISO CERTIFICATES

Your company is among the few Construction companies to be awarded the globally recognized prestigious ISO 9001:2008, ISO 14001:2004 and OHSAS 18001:2007 Certification, for meeting international standards of Quality, Environmental, Occupational Health and Safety Management Systems.

HEALTH AND SAFETY

The Company places highest value on ensuring the safety of its employees, labour, third parties and visitors. At each of our project sites, it is ensured that safe work practices are followed. Every possible measure is taken to protect environment and ensure occupational health and safe working for its employees. Our constant and collective efforts for ensuring accident-free operations, fail proof risk management and a cleaner, safer environment have paid rich dividends over the decades, leading to better growth opportunities and enhanced trust. The Company has been accredited with OHSAS 18001:2007 certification, which reinforces & is benchmark for the quality of safety standard and practices which are regularly used at project sites.

PARTICULARS OF EMPLOYEES

The details of employees drawing remuneration as prescribed under Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975 as amended, during the Financial Year 2012-13 are set out in annexure to the Directors' Report.

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DIRECTORS

In accordance with the provisions of the Company's Act, 1956 and the Articles of Association of the Company, Mr. Vinod Kashyap and Mr. Vineet Kashyap, Directors of the Company will retire by rotation at the forthcoming Annual General Meeting and being eligible, offer themselves for re-appointment.

CORPORATE GOVERNANCE

The Company is committed to maintain the highest standard of Corporate Governance and adhere to the Corporate Governance requirements set out by SEBI.

The report on Corporate Governance as stipulated under Clause-49 of the Listing Agreement forms part of the Annual Report.

The requisite Certificate from the Auditors of the Company confirming compliance with the conditions of Corporate Governance as stipulated under aforesaid Clause-49 is attached to this Report.

MANAGEMENT DISCUSSION AND ANALYSIS

The Annual Report also contains a separate section on Management Discussion and Analysis.

AUDITORS

M/s Sood Brij & Associates, Chartered Accountants, Auditors of the Company hold office until the conclusion of the ensuing Annual General Meeting. The Company has received certificate from the Auditors to the effect that their re-appointment, if made, would be within prescribed limit under Section 224(1-B) of the Companies Act, 1956.

The Board recommends the re-appointment of M/s Sood Brij & Associates, Chartered Accountants as Statutory Auditors.

GREEN INITIATIVE IN THE CORPORATE GOVERNANCE

In view of the "Green Initiative in Corporate Governance" introduced by the Ministry of Corporate Affairs vide its circular no. 17/2011 dated 21 April, 2011 all members who are holding shares of the Company in physical mode, are requested to register their e-mail IDs with the Company or Registrar & Transfer Agent, so as to enable the Company to send all notices/ Reports /documents/ intimations and other correspondences etc. through e-mails, in the electronic mode instead of receiving physical copies of the same.

Members holding shares in demat mode, who have not registered their e-mail IDs with DPs, are also requested to register/ update their e-mail IDs with their DPs.

ELECTRONIC FILING

The Company is also periodically uploading Annual Reports, Financial Results, Shareholding Pattern, Corporate Governance Reports etc. on its website viz. www.blkashyap.com within the prescribed time limit.

TRANSFER OF UNCLAIMED SHARE APPLICATION MONEY TO IEPF

Pursuant to section 205A(5) of the Companies Act, 1956, the share application money received in financial year 2005-06 which remain unclaimed for a period of 7 years have been transferred by the Company to Investor Education and Protection Fund (IEPF) established by the Central Government pursuant to section 205C of the said Act.

UNPAID AND UNCLAIMED DIVIDEND TO IEPF

For the purpose of benefiting our shareholders who have not claimed dividend for the financial year 2005-06, which is due for transfer to IEPF on or after 15 September, 2013, we have sent separate letters requesting them once again to claim their unclaimed dividend amount for the said financial year. Such shareholders were requested to write to the Company Secretary/RTA for claiming their unpaid/ unclaimed dividend.

ACKNOWLEDGEMENTS

Your directors would like to express their gratitude for the assistance and cooperation received from the Financial Institutions, Bankers, and Government Authorities, Regulatory Authorities, Stock Exchanges, Joint Ventures Partners/ Associates.

The Board also wishes to place on record its appreciation of the continued support from Client, Vendors and Investors during the year. We place on record our appreciation of the contribution made by employees at all levels. Our efforts at consolidating our position would not have been possible but for their hard work, solidarity cooperation and support.

**For and on behalf of the Board of Directors of
B.L. KASHYAP AND SONS LIMITED**

Place : New Delhi
Dated : 13.08.2013

Vinod Kashyap
Chairman
DIN:00038854

Vineet Kashyap
Managing Director
DIN:00038897

Annexure to the Directors' Report

Statement Pursuant to Section-212 of Companies Act, 1956, Related to Subsidiary Companies

Name of the Subsidiary	B L K Lifestyle Ltd.	Soul Space Projects Limited	Security Information Systems (India) Limited	BLK Infrastructure Limited	*Soul Space Hospitality Limited	*Soul Space Realty Limited
1. Financial Year Ended	31 March, 2013	31 March, 2013	31 March, 2013	31 March, 2013	31 March, 2013	31 March, 2013
2. Holding Company's interest	100%	97.90%	100%	100%	97.90%	97.90%
3. Shares held by the Holding Company in Subsidiary Company	5,000,000 Equity Shares of ₹10 each	2,050,000 Equity Shares of ₹10 each	680,000 Equity Shares of ₹10 each	1,000,000 Equity Shares of ₹10 each	1,000,000 Equity Shares of ₹10 each	1,000,000 Equity Shares of ₹10 each
4. The net aggregate amount of Profits/Losses of the Subsidiary for the current year so far as it concerns the members of the holding Company	5,000,000 Preference Shares of ₹10 each	-	-	-	-	-
a. dealt with or provided for in the accounts of the holding Company	Nil	Nil	Nil	Nil	Nil	Nil
b. not dealt with or provided for in the accounts of the holding Company	Loss: ₹1.61 Crores	Profit: ₹ 1.95 Crores	Loss: ₹0.21 Crores	Loss: ₹0.007 Crores	Nil	Nil
5. The net aggregate amount of Profits/Losses of the Subsidiary for the previous financial years of the subsidiary so far as it concerns the members of the holding Company	Nil	Nil	Nil	Nil	Nil	Nil
a. dealt with or provided for in the accounts of the holding Company	Loss: ₹0.93 Crores	Loss: ₹2.90 Crores	Loss: ₹1.18 Crores	Loss: ₹0.41 Crores	Nil	Nil
b. not dealt with or provided for in the accounts of the holding Company						

* Soul Space Hospitality Limited and Soul Space Realty Limited are subsidiary companies of Soul Space Projects Limited

Place: New Delhi
Date : 13.08.2013

Vinod Kashyap
Chairman
Din:00038854

Vineet Kashyap
Managing Director
Din:00038897

B. L. KASHYAP AND SONS LIMITED

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Annexure to the Directors' Report

Information as per Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975, and forming part of the Directors' Report for the year ended 31 March, 2013

Sr. No.	Name	Designation	Qualification	Age (Years)	Date of Joining	Experience (Years)	Gross remuneration (₹) p.a.	Previous employment & designation
1	Mr. Prashant Tyagi	COO	B.E.	49	08.05.1989	25	9,524,215	–
2	Mr. Naveel Singla	Execution Head-South	B.E.	44	08.03.1993	20	6,305,669	–

Notes:

- 1 Remuneration includes Basic Salary, Allowances, Taxable value of Perquisites calculated in accordance with the Income Tax Act, 1961 and Rule there under- which includes valuation of Motor Car which was ₹ 39,600 each, in above cases and ₹604,385 Interest on Loan taken by Mr. Prashant Tyagi from the Company
- 2 None of the employees own more than 2% of the outstanding shares of the Company as on 31 March, 2013.
- 3 The nature of employment is contractual in all the above cases.
- 4 All the employees have adequate experience to discharge the responsibilities assigned to them.

Place : New Delhi
Dated : 13.08. 2013

Vinod Kashyap
Chairman
DIN:00038854

Vineet Kashyap
Managing Director
DIN:00038897

Financial Information of Subsidiary Companies

Name of the Subsidiary Company	Issued Subscribed & Paid-up Share Capital	Reserves/ Profit & Loss Account	Total Assets	Total Liabilities	Investments	Turnover	Profit/ (Loss) before Taxation	Provision for Taxation	Profit/ (Loss) after Taxation	Proposed Dividend
B L K Lifestyle Ltd.	1000.00	(254.78)	5159.16	5159.16	-	2118.56	(193.91)	(32.77)	(161.14)	-
Soul Space Projects Ltd.	209.38	(94.84)	58910.40	58910.40	29862.91	4285.81	611.26	(416.04)	195.22	-
Security Information Systems (India) Ltd.	68.00	(139.38)	165.42	165.42	-	0.09	(20.33)	(0.56)	(20.89)	-
BLK Infrastructure Limited	100.00	(42.64)	57.69	57.69	-	-	(1.12)	0.35	(0.77)	-
*Soul Space Realty Ltd.	100.00	-	6636.44	6636.44	-	-	-	-	-	-
*Soul Space Hospitality Ltd.	100.00	-	765.71	765.71	-	-	-	-	-	-

*Step down Subsidiary Companies

Place : New Delhi
Date : 13.08.2013

Vinod Kashyap
Chairman
Din:00038854

Vineet Kashyap
Managing Director
Din:00038897

Management Discussion and Analysis

INDUSTRY OVERVIEW

Construction is basic input for socio-economic development of any country. In India it is an integral part of the economy and is progressing on account of urbanization, industrialization, economic development and people's increased expectations for improved quality of living. Although the sector has been growing, the order inflows for the last 2-3 years, have remained subdued due to issues related to delays in forest, environment and various other clearances from the government, relatively non-conducive monetary conditions, policy inertia and lacklustre infrastructure activity which created challenges in order execution and has resulted in stretched working capital. Land acquisition is one of the major bottlenecks hampering timely execution of projects. Hence, roll out of policies to expedite these procedures would lend a fillip to the sector.

Increase in interest rates coupled with lack of fund raising by the companies also deteriorated the balance sheet of companies. The liquidity and financial leverage has been "adversely affected" many construction companies that have ventured into Build-Operate-Transfer projects due to challenges in raising equity. Though, construction companies have 'strong' order books but they are finding increasingly difficult to raise equity and prefer to borrow from parental companies to fund equity requirements of BOT projects causing slow project execution. At the same time, this funding from parent companies is adversely impacting their credit profiles.

Since the Government is trying to speed up the process to remove bottlenecks that are delaying infrastructure projects in India, the outlook for the construction sector beyond FY14 seems to be looking up.

STRATEGY

The Company will pursue its growth by expanding its activities in constructing projects for clients in the industrial, commercial, and institutional market sectors. The Company will continue to utilize a range of contract formats.

The Company's long-standing record of providing a quality product to its clients on time and standing behind that product after completion of construction has provided the opportunity for the Company to work with many clients on a repeat basis. The Company will also continue to emphasize operational excellence as a means for generating new opportunities, and thereby creating value.

OPPORTUNITIES AND THREATS

Opportunities

The Indian real estate industry is likely to grow from € 7 billion or ₹ 490.03 billion in 2005 to € 58 billion or ₹ 4,060.24 billion in by 2015. Continuous private sector housing boom will create more construction opportunities.

Public sector projects will bring further opportunities.

Developing supply chain through involvement in large projects is likely to enhance the opportunities in construction.

Renewable energy projects will offer opportunities to develop skills and capacity in new markets.

Financial supports like availability of loan, insurance coverage and growth in income of people are additional drivers of construction industry.

Threats

1. Inadequacy of regulatory institutions for land reforms; land clearance issues, insufficient compensation, unclear regulations and erratic and changeable decisions stamp duties, conveyancing and standard specification for the construction; collectively all of them have caused delays in the concerted development and growth of the Construction Industry.
2. Lack of adequate skilled and quality manpower.
3. Liquidity, financing and demand concerns associated with the Real Estate Industry.
4. The Company has undertaken the projects with third parties, which entail certain business risk.
5. The Company is dependent on various sub-contractors and/or specialist agencies to construct and develop projects.
6. The sector is investment-led and therefore susceptible to economic downturns.
7. Global Economy conditions.
8. Infrastructure safety is a challenge in construction industry.

In addition to this, the high operation costs and management costs incurred in this sector have also hindered the growth of the sector. The cost of purchasing construction materials and machinery is quite high and as such the profit margins have been greatly reduced.

OUTLOOK

The demand for residential construction is expected to continue to grow. The Company is striving to secure high value contracts in terms of profitability, so as to increase the focus and improve on operating margins and is consciously making efforts to win new projects with in-built clause for price escalation to protect the margins and mitigate the impact of inflations.

Your Company, with its expertise, execution capabilities, and commitment to adopting quality, safety, and environmental policies has the capability to be a prominent player in the future.

RISK AND CONCERNS

Any Group needs to ensure that it has a proper continuous risk identification and management process. This process will generally involve the following steps:

- Identifying, ranking and sourcing risks inherent in the Group's strategy (including its over all goals and appetite for risk);
- Selecting the appropriate risk management approaches and transferring or avoiding;
- those risks that the business is not competent or willing to manage; Implementing controls to manage the remaining risks;
- Monitoring the effectiveness of risk management approaches and controls;
- Learning from experience and making improvements.

Since the Company's site locations are spread PAN India, the Company is following site-wise approach to risk management, laying emphasis on identifying and managing key operational/ strategic risks. There is a constant endeavour to embed the cross-worksite learning, so as to avoid repeat of troubleshoot requirement from one site to other site, through an integrated risk mitigating Committee meetings.

The risks associated with the business of the Company are reviewed periodically by the top management to take suitable measures for mitigating the risks relating to Operations, Regulatory Affairs, Finance, Information Technology and Human Resources.

Necessary resources have been deployed in terms of technology, experienced people and processes to monitor, evaluate and manage the principal risks including credit, liquidity, operational, legal and reputational risks. Some of the risks that are potentially significant in nature requiring careful monitoring are listed hereunder:

1. Our profitability and cost effectiveness may be affected due to change in the price of raw materials and other inputs.
2. Any downtrend in Government Spending could impact company's performance.
3. Longer delay than expected in the credit expansion by the banks.
4. Fluctuation in Interest rate could impact financial performance of the Company.

INTERNAL CONTROL SYSTEMS AND ADEQUACY

The Company has a proper and adequate system of internal control to ensure the timely and accurate recording of financial transaction and adhere to applicable accounting standard including safeguarding and protecting its assets against any loss from its unauthorized use or disposition. All transaction are properly documented, authorized and reported correctly. The systems are reviewed continuously and its improvement and effectiveness is enhanced based on the reports from various fields.

Internal Audit & Internal control systems are being reviewed, modified & strengthened to meet changing requirements.

FINANCIAL PERFORMANCE (CONSOLIDATED)

Income from Operations: During the year under consideration, the Company has recorded consolidated turnover of ₹ 1543.31 Crores, decrease by 21.25% compare to previous year. Profit before taxes was ₹ 11.56 Crores against Loss of ₹ 6.77 Crores in 2011-12 while Profit after taxes was ₹ 8.41 Crores against Loss of ₹ 5.53 Crores in 2011-12.

Fixed Assets: The Consolidated Gross Block of the Company's fixed assets as on 31 March, 2013 was ₹ 406.84 Crores. The Net Block as on 31 March, 2013 was ₹ 264.96 Crores.

Other Income: Other Income for the year was ₹ 20.65 Crores. Other Income comprises of Interest, Dividend Income, and other miscellaneous income.

Expenditures

Cost of Material Consumed: Expenditure towards Cost of Material Consumed was ₹ 779.94 Crores. This represents cost of various raw materials consumed during the year.

Employee's Benefit Expenses: The Employee's Benefit Expenses decreased from ₹ 384.19 Crores to ₹ 284.46 Crores.

Sub Contract Work Expenses: Expenses towards sub contract works decreased from ₹ 313.97 Crores to ₹ 261.39 Crores.

Finance Cost: During the Financial year 2012-2013, the Finance Cost increased from ₹ 74.60 Crores to ₹ 92.77 Crores.

Depreciation: During Financial Year 2012-2013, depreciation decreased from ₹ 27.26 Crores to ₹ 25.73 Crores.

Provision for Taxation: The Provision for taxes was ₹ 3.15 Crores.

HUMAN RESOURCES

The significant role of the human capital, particularly in the current competitive scenario cannot be understated. We have created a favourable work environment. The Company has managed to keep attrition rate well in control by imbibing a sense of ownership and pride. The Company will continue its efforts to attract and retain a highly skilled professional work force to increase its capacity to deliver increasing revenues and earnings in the future. The Company prides itself in providing a working environment for its employees based on the principles of honesty, integrity, excellence and professionalism. Strong HR initiatives are also geared to nurture talent and to unlock the power of intellectual capital.

CAUTIONARY STATEMENT

Statements in Management Discussion and Analysis describing the Company's objectives, projections, estimates and expectations may be "forward looking" within the meaning of applicable laws and regulations. Actual results may differ materially from those expressed herein or implied.

Report on Corporate Governance

In compliance with Clause 49 of the Listing Agreement with Stock Exchanges, the Company submits the following report:

1. Company's Philosophy on Code of Corporate Governance

Corporate Governance calls for transparent decision making and accountability for safeguarding the interests of all stakeholders in the organisation and your company believe that good Corporate Governance is essential to achieve Long Term Corporate Goals and to enhance stakeholders' value. The Company is committed to pursue growth by adhering to the highest national standards of Corporate Governance and has complied in all material aspects with the requirements specified in the Listing Agreement with Stock Exchanges.

2. Board of Directors

(a) Composition of the Board

The Board of Directors has an optimal combination of Executive and Independent Directors. The Board consists of 6 Directors, out of which 3 are Independent Directors. The Board is headed by an executive Chairman. The composition of Board is in conformity with clause 49 of the Listing Agreement, which stipulates that at least 50 percent of Board should consists of Independent Directors, if the Chairman of Board is as Executive Director.

(b) Board Meetings

The Board of Directors met five times during the year 2012-13. The company has held at least one Board Meeting in every quarter. The agenda papers along with notes and other supporting were circulated in advance of the Board Meeting with sufficient information as required under Clause 49 of the Listing Agreement. The details of the Board Meetings are as under:

S. No.	Date	Board Strength	No. of Directors Present
1	30 May, 2012	6	6
2	14 August, 2012	6	5
3	12 November, 2012	6	6
4	12 February, 2013	6	6
5	19 March, 2013	6	5

The details of the composition of the Board, category, attendance of Directors at Board Meetings and General Meetings, number of the Directorships and other Committee memberships are as follows:

Name of Directors	Category	No. of Board Meetings Attended	Attendance at last AGM	*Directorship in other Public Companies	*Number of Committee positions in public companies	
					Member	Chairman
Vinod Kashyap DIN 00038854	Promoter (Executive)	6	Yes	6	Nil	Nil
Vineet Kashyap DIN 00038897	Promoter (Executive)	6	Yes	7	Nil	Nil
Vikram Kashyap DIN 00038937	Promoter (Executive)	6	Yes	7	Nil	Nil
Justice C.K. Mahajan (Retd.) DIN 00039060	Independent (Non Executive)	5	No	1	1	Nil
H. N. Nanani DIN 00051071	Independent (Non Executive)	5	Yes	3	1	1
P.S. Shenoy DIN 00108547	Independent (Non Executive)	6	No	6	3	1

* Excluding B. L. Kashyap And Sons Ltd. and Directorship in Private Limited Companies.

None of the Directors on the Board is member of more than 10 Committees and Chairman of more than 5 committees (as specified in clause 49 of the Listing Agreement), across all the Companies in which he is a Director.

(c) Details of shares held by Directors in the Company are as follows:

S. No.	Name of Directors	No. of shares held as on 31.03.2013
1	Mr. Vinod Kashyap	4,85,66,600
2	Mr. Vineet Kashyap	4,89,32,330
3	Mr. Vikram Kashyap	4,86,16,750
4	Mr. H.N. Nanani	3,04,650

No other Director holds any share in the company.

(d) Independent Directors on the Companies Board:

- a. Apart from receiving Sitting fees, does not have any material pecuniary relationships or transactions with the company, its promoters, its directors, its senior management or its subsidiaries and associates which may affect independence of the director.
- b. Are not related to promoters or persons occupying management positions at the board level or at one level below the board.
- c. Has not been an executive of the company in the immediately preceding three financial years.
- d. Are not a partner or an executive or was not partner or an executive during the preceding three years, of any of the following:
 - i. the statutory audit firm or the internal audit firm that is associated with the Company, and
 - ii. the legal firm(s) and consulting firm(s) that have a material association with the Company.
- e. are not material supplier, service provider or customer or a lessor or lessee of the Company, which may affect independence of the director.
- f. Are not a substantial shareholder of the company i.e. owning two percent or more of the block of voting shares.
- g. Are not less than 21 years of age.

(e) Directors retiring and seeking re-appointment

Mr. Vinod Kashyap and Mr. Vineet Kashyap, Directors of the Company, will be retiring by rotation on the forthcoming Annual General Meeting of the Company and they being eligible have sought themselves for the re-appointment.

The relevant information pertaining to Directors seeking appointment and re-appointment is given separately in the Notice for the ensuing Annual General Meeting.

(f) Relationship between Directors

Mr. Vinod Kashyap, Mr. Vineet Kashyap and Mr. Vikram Kashyap are brothers. None of the other directors are related to each other.

(g) Information available to the Board

All the relevant information within the Company is accessible to the Board all the times. Moreover the Board has been provided with various information on regular basis for the effective discussion and contribution of the Board. The information so provides includes the following:

- Quarterly results for the Company and its operating divisions.
- Minutes of meetings of Audit Committee and other Committees of the Board.
- Information on recruitment/remuneration of senior officers just below the Board level.
- Material show cause, demand, prosecution notices and penalty notices, if any;
- Fatal or serious accidents, dangerous occurrences.
- Any material default in financial obligations to and by the Company or substantial non-payment for services provided by the Company.
- Any issue, which involves possible public or product liability claims of substantial nature, if any.
- Significant labour problems and their proposed solutions.
- Sale of material nature of investments, subsidiaries, assets, which is not in normal course of business.
- Material non-compliance of any regulatory, statutory listing requirement and shareholders services such as non-payment of dividend, delay in share transfer etc.
- Details of investment of surplus funds available with the Company.

The above information is generally provided as part of the agenda papers of the Board meeting and /or is placed at the table during the course of the meeting.

The Company in consultation with the Chairman, prepares the agenda. All Board members are at liberty to suggest agenda items for inclusion. The detailed agenda is sent to the members at least a week before the Board meeting date.

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3. Audit Committee:

The Audit Committee has been constituted as per Section 292A of Companies Act, 1956, and the guidelines set out in the Listing Agreement with the Stock Exchanges. All the members of the Audit Committee are qualified and having insight to interpret and understand financial statements.

During the Financial Year 2012-2013, four meetings of the Committee were held on 30 May, 2012, 14 August, 2012, 12 November, 2012 and 12 February, 2013.

Details of composition of the Committee and attendance of the members at the meetings are given below:

Sl. No.	Name	Designation	Category	No. of Meetings attended
1	Mr. H.N. Nanani	Chairman	Independent (Non Executive)	3
2	Mr. Justice C.K. Mahajan (Retd.)	Member	Independent (Non Executive)	4
3	Mr. P.S. Shenoy	Member	Independent (Non Executive)	4

The terms of reference of the Audit Committee includes, review of following:

1. The annual and quarterly financial statements before submission to the Board
2. Accounting policies and practices.
3. Review of operations of subsidiaries.
4. Internal control process and procedures and its ever changing effectiveness.
5. Related party transactions
6. Internal audit reports and adequacy of internal audit functions.
7. Compliances with Statutory obligations.
8. Compliances with Accounting Standards.

The Audit Committee is also apprised on information with regard to related party transactions by being presented:

- A statement in summary form of transactions with related parties in the ordinary course of business
- Details of material individual transactions with related parties which are not in the normal course of business, if any.
- Details of material individual transactions with related parties or others, which are not on an arm's length basis along with management's justification for the same, if any.

The Audit Committee invites such of the executives as it considers appropriate and representative(s) of the Statutory Auditors to be present at its meeting. The Company Secretary acts as Secretary to the Audit Committee.

4. Remuneration Committee

i. Composition:

The Remuneration Committee constituted by the Company consists of following three Independent Non-Executive Directors, with Justice C. K. Mahajan (Retd.) acting as Chairman of the committee.

- Mr. Justice C. K. Mahajan (Retd.)
- Mr. H. N. Nanani
- Mr. P.S. Shenoy

ii. During the Financial Year 2012-2013 no meeting of the remuneration committee was conducted.

iii. Brief description of terms of reference:

- (a) To review, assess and recommend the appointment of Executive and Non-Executive Directors.
- (b) Recommend compensation payable to Executive Directors.
- (c) Review of Company's recruitment policy for senior level appointments.

iv. Details of Remuneration paid/payable to Directors for the year ended 31 March, 2013:

(a) Executive Directors:

(₹ in Lacs)

Name	Salary	Medical Reimbursements	Commission
Mr. Vinod Kashyap	24.00	1.09	Nil
Mr. Vineet Kashyap	24.00	0.13	Nil
Mr. Vikram Kashyap	24.00	-	Nil

The above figures do not include provisions for encashable leave and gratuity as separate actuarial valuation is not available for the Executive Directors.

(b) Non-Executive Directors:

(₹ in Lacs)		
Name	Sitting Fess	Commission
Mr. Justice C. K. Mahajan (Retd.)	0.60	Nil
Mr. H. N. Nanani	0.55	Nil
Mr. P.S. Shenoy	0.70	Nil

v. Remuneration Policy

The Remuneration Policy of the Company for managerial personnel is based on:

1. Knowledge & Potential, track record and performance of each individual.
2. Contribution of managerial personnel in achieving the strategic goals of the organisation is recognised.
3. Salaries and benefits remain competitive with other Companies in the same Industry.
4. Performance of the Company.

5. Shareholders' / Investors' Grievance Committee

During the year 4 meetings of the Shareholders' / Investors' Grievance Committee were held which were attended by Mr. Justice C. K. Mahajan (Retd.), Mr. H.N. Nanani, Mr. Vinod Kashyap, Mr. Vineet Kashyap and Mr. Vikram Kashyap.

Details of composition of the Committee and attendance of the members at the meetings are given below:

S. No.	Name	Category	No. of Meetings attended
1	Mr. Justice C.K. Mahajan (Retd.)	Independent Director	4
2	Mr. H.N. Nanani	Independent Director	3
3	Mr. Vinod Kashyap	Executive Director	4
4	Mr. Vineet Kashyap	Executive Director	4
5	Mr. Vikram Kashyap	Executive Director	4

Terms of Reference:

The functioning and terms of reference of the committee are to oversee various matters relating to redressal of shareholders grievances like:

- a. To monitor the matters of litigation related to shareholders and take decisions relating thereto.
- b. To look into redressal of shareholders complaint related to transfer / transmission of shares, non-receipt of share certificates, balance sheets, declared dividends.
- c. To oversee the performance of the Registrar and Transfer Agents.
- d. To recommend the measures for overall improvement in the quality of investor services.
- e. Such other activities resulting from statutory amendments / modifications from time to time.

Compliance Officer:

Mr. Pushpak Kumar, Company Secretary of the Company is the Compliance Officer of the Shareholders' / Investors' Grievance Committee.

Status of investor complaints / requests as on 31 March, 2013

Period: 01.04.2012 - 31.03.2013	No. of Complaints
Pending at the beginning of financial year 2012-13	Nil
Total complaints received during the year	1
Total complaints resolved during the year	1
Total complaints pending as on 31 March, 2013	Nil

6. Executive Committee

The Company has an executive committee of the Directors. The Executive Committee has been entrusted with all such powers other than those to be exercised by the Board of Directors at their meetings.

Nine meetings of the Executive Committee were held during the year on 9 May, 2012, 28 June, 2012, 23 August, 2012, 7 September, 2012, 18 October, 2012, 15 December, 2012, 5 January, 2013, 19 February, 2013, 8 March, 2013.

Details of composition of the Committee and attendance of the members at the meetings are given below:

Sl. No.	Name	Designation	Category	No. of Meetings attended
1.	Mr. Vinod Kashyap	Chairman	Non Independent (Executive)	9
2.	Mr. Vineet Kashyap	Member	Non Independent (Executive)	9
3.	Mr. Vikram Kashyap	Member	Non Independent (Executive)	9

7 General Body Meetings:

i. Details of Location, Date and Time of the Annual General Meeting held during the last three years are given below:

Financial Year	Location	Date & Time
2011-2012	PHD Chamber of Commerce & Industry , PHD House, 4/2 , Siri Institutional Area, August Kranti Marg , New Delhi-16	21 September, 2012 at 10.00 a.m.
2010-2011	PHD Chamber of Commerce & Industry , PHD House, 4/2 , Siri Institutional Area, August Kranti Marg , New Delhi-16	21 September, 2011 at 10.00 a.m.
2009-2010	PHD Chamber of Commerce & Industry , PHD House, 4/2 , Siri Institutional Area, August Kranti Marg , New Delhi-16	21 September, 2010 at 10.00 a.m.

(ii) Special Resolutions passed in the previous three Annual General Meetings

2011-12

- Preferential Allotment including Qualified Institutional Placement (QIP) etc. not exceeding ₹ 450 Crores.

2010-11

- Preferential Allotment including Qualified Institutional Placement (QIP) etc. not exceeding ₹ 450 Crores.
- Holding and continuing to hold an office of place of profit in the Company by Mr. Sahil Kashyap, relative of Mr. Vikram Kashyap, Joint Managing Director of the Company.
- Holding and continuing to hold an office of place of profit in the Company by Ms. Seema Sondhi, relative of Mr. Vinod Kashyap, Mr. Vineet Kashyap, Mr. Vikram Kashyap Executive Directors of the Company.
- Alteration of Articles of Association of the Company by inserting Clause 5A related to provision of Buy Back of Shares.

2009-10

- Preferential Allotment including Qualified Institutional Placement (QIP) etc. not exceeding ₹ 450 Crores.
- Holding and continuing to hold an office of place of profit in the Company by Ms. Shruti Choudhari, relative of Mr. Vineet Kashyap, Managing Director of the Company.
- Holding and continuing to hold an office of place of profit in the Company by Ms. Malini Kashyap, relative of Mr. Vinod Kashyap, the Chairman of the Company.
- Holding and continuing to hold an office of place of profit in the Company by Mr. Saurabh Kashyap, relative of Mr. Vineet Kashyap, Managing Director of the Company.

(iii) Postal Ballot:

During the Financial year 2012-13, no matters requiring postal ballot was placed for shareholders' approval.

8. Disclosures:

(i) Related party transactions

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

Related Party transactions are defined as transactions of the Company of material nature, with Promoters, the Directors or the Management, their subsidiaries or relatives etc. that may have potential conflict with the interest of the Company at large.

(ii) Compliances with Rules and Regulations

The Company has complied with all requirements of the Listing Agreements with Stock Exchanges as well as the regulations and guidelines of SEBI. Consequently no penalties or any strictures were imposed against your Company by SEBI, Stock Exchanges or any other Statutory Authority, on any matter related to capital markets during last three years.

(iii) Equity Share in Suspense Account

As per Clause 5A of the Listing Agreement, the Company reports the following detail in respect of the equity share lying in the suspense account which were issued pursuant to the public issue of the Company.

	Number of Shareholders	Numbers of Equity Shares
Aggregate number of shareholders and the outstanding shares in the suspense account lying as on 1 April, 2012	4	1720
Number of shareholders who approached issuer for transfer of shares from suspense account during the year	NIL	NIL
Number of shareholders to whom shares were transferred from suspense account during the year	N.A.	N.A.
Aggregate number of shareholders and the outstanding shares in the suspense account lying as on 31 March, 2013	4	1720

- The voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares.
- These shares have been transferred into one folio in the name of "B.L KASHYAP AND SONS LIMITED UNCLAIMED SHARE DEMAT SUSPENSE ACCOUNT".

(iv) Auditor's Certificate on Corporate Governance

As required under the clause 49 of the Listing Agreement, the auditor's certificate is given as annexure to the Directors' Report.

(v) CEO / CFO Certification

As required under the clause 49 of the Listing Agreement, the CEO/CFO certification is provided elsewhere in the Annual Report.

(vi) Risk Management

The Board is apprised of the matters with regard to Risk Management & Assessment. The Risk minimization procedures have been put in place and are being reviewed from time to time, to ensure that the executive management, controls risk, through means of a properly defined framework.

(vii) Code For Prevention of Insider-Trading Practice

In compliance with SEBI regulation on prevention on insider trading, the Company has instituted a code of conduct for its management and staff. The code lays down guidelines, which advises them on procedure to be followed and disclosures to be made, while dealing with shares of Company, and cautioning them of the consequences of violations.

(viii) Compliance with non-mandatory requirements of Clause-49 of the Listing Agreement

The Clause - 49 states that the non-mandatory requirements may be implemented as per the Company's discretion. However, the disclosures of compliance with mandatory requirements and adoption (and compliance) / non-adoption of the non-mandatory requirements shall be made in the section on Corporate governance in the Annual Report.

We comply with the following non-mandatory requirements:

The Board

None of the Independent Directors on our Board have served for a tenure exceeding nine years.

Remuneration Committee

We have instituted a Remuneration Committee. A detailed note on Remuneration Committee is provided elsewhere in the report.

Whistle Blower Policy

The Board of Directors of the Company has adopted a Whistle Blower Policy for its employees. The employees are encouraged to report to the Audit Committee of the Board of Directors any fraudulent financial or any other information, any conduct that results in the instances of unethical behaviour, actual or suspected violation of the Company's Code of Conduct and ethics, which may come to their knowledge.

It is the Company's policy to ensure that whistle blowers are not victimized or denied direct access to the Chairman of the Audit Committee. The existence of a whistle blower policy mechanism has been communicated to all employees.

Audit Qualification

The Company from inception has ensured to remain in the regime of unqualified financial statement.

9. (i) Communication to Shareholders

The Quarterly / Annual results and official news releases are generally published in Financial Express and Jansatta (a Regional daily published from Delhi). The results are also displayed on the Company's website (www.blkashyap.com).

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(ii) Managements' Discussion & Analysis

Managements' Discussion & Analysis forms part of the Annual Report, which is mailed to the shareholders of the Company.

(iii) Pledge of Equity Shares

8,84,81,000 Equity Shares of the Company representing 60.45% of the Total Holding of the Promoters and/or Promoters Group has been Pledged by the Promoters of the Company as a security for the Loan taken by the Company.

10. General Shareholders' Information:

A.	i.	Date, Time and Venue of 24th AGM	: 21 September, 2013, at 10.00 a.m. PHD House, 4/2, Siri Institutional Area, August Kranti Marg, New Delhi-110 016
	ii.	Date of Book Closure	: 14 September, 2013 to 21 September, 2013
	iii.	Dividend Payment	: between 26 September, 2013 and 20 October, 2013 subject to shareholders' approval.
	iv.	Financial Calendar (tentative)	: Financial Reporting for the quarter ending 30 June, 2013 : on or before 14 August, 2013 30 September, 2013 : on or before 15 November, 2013 31 December, 2013 : on or before 15 February, 2014 31 March, 2014 : on or before 30 May, 2014
	v.	Listing on Stock Exchanges	: a. Bombay Stock Exchange Limited (BSE) b. National Stock Exchange of India Limited (NSE)
	vi.	Listing Code/Symbol	: BSE : 532719 NSE : BLKASHYAP ISIN Code : INE350H01032
	vii.	Listing fees for 2013-14	: Paid to above Stock Exchanges
	viii.	Custodial fees to Depositories	: Paid to National Security Depository Limited (NSDL) & Central Depository Securities Limited (CDSL) for 2013-14.
	ix.	Registered Office	: 409, 4th Floor, DLF Tower-A Jasola, New Delhi - 110 025 Tel : +91 11 40500300, Fax: +91 11 40500333 Website: www.blkashyap.com

B. Market Price Data

Monthly high and low price of Company's Equity Share at National Stock Exchange of India Limited (NSE) and Bombay Stock Exchange Limited (BSE) for the period from 1 April, 2012 to 31 March, 2013 are stated hereunder.

Month	Face Value of the Share ₹	NSE		BSE	
		Share Price (₹)	Share Price (₹)	Share Price (₹)	Share Price (₹)
		High	Low	High	Low
April 2012	1	12.55	10.20	12.45	10.10
May 2012	1	11.25	7.95	11.51	8.00
June 2012	1	9.35	7.10	9.40	8.00
July 2012	1	10.85	8.50	10.90	8.25
August 2012	1	10.10	8.05	10.75	8.20
September 2012	1	10.45	7.90	10.50	7.86
October 2012	1	12.60	8.95	12.48	9.05
November 2012	1	10.35	8.95	10.49	8.55
December 2012	1	14.15	9.60	14.15	9.70
January 2013	1	12.40	9.40	12.34	9.46
February 2013	1	10.30	8.45	10.10	8.35
March 2013	1	9.45	6.15	9.10	6.14

Performance in Comparison to BSE Sensex.

The Performance of the Company's scrip on the BSE as compared to Sensex is as under:

Month	BSE Sensex		B. L. Kashyap And Sons Limited	
	High	Low	High	Low
April 2012	17664.10	17010.16	12.45	10.10
May 2012	17432.33	15809.71	11.51	8.00
June 2012	17448.48	15748.98	9.40	8.00
July 2012	17631.19	16598.48	10.90	8.25
August 2012	17972.54	17026.97	10.75	8.20
September 2012	18869.94	17250.80	10.50	7.86
October 2012	19137.29	18393.42	12.48	9.05
November 2012	19372.70	18255.69	10.49	8.55
December 2012	19612.18	19149.03	14.15	9.70
January 2013	20203.66	19508.93	12.34	9.46
February 2013	19966.69	18793.97	10.10	8.35
March 2013	19754.66	18568.43	9.10	6.14

C. Shareholding Pattern by Ownership as on 31 March, 2013:

Category	No. of Shares held	% of Shareholdings
A. Promoter's holding		
Promoters		
Indian Promoters	146374296	71.25
Sub-Total		
B Non-Promoters Holding		
Institutional Investors		
a. Mutual Funds & UTI	8912735	4.34
b. Foreign Institution Investors	15304227	7.45
c. Banks, Financial Institutions	6007	0.00
C Others		
a. Private Corporate Bodies	10161767	4.95
b. Indian Public	23027587	11.21
c. NRIs	327887	0.16
d. OBCs	20	0.00
e. Clearing Member	134750	0.06
f. HUF	1189004	0.58
h. Any other : Represents the balance shares pending for credit to respective allottees demat a/c	1,720	0.00
GRAND TOTAL	205440000	100.00

D. Shareholding Pattern by Size :

No. of Equity Shares	No. of Shareholders*	% of Shareholders	Amount in ₹	% of Equity Shares
Up to 2500	22160	93.799	8576952	4.175
2,501 - 5,000	794	3.361	3033070	1.476
5,001 - 10,000	315	1.333	2415882	1.176
10,001 - 20,000	180	0.762	2650452	1.290
20,001 - 30,000	60	0.254	1488871	0.725
30,001 - 40,000	29	0.123	1048010	0.510
40,001 - 50,000	21	0.089	937052	0.456
50,001 -1,00,000	26	0.110	2028911	0.988
1,00,001 & Above	40	0.169	183260800	89.204
Total	23625	100.00	205440000	100.00

* As on 31 March, 2013, 1720 shares were pending for transfer to respective allottee's demat account.

E. Secretarial Audit for Capital Reconciliation:

As stipulated by SEBI, a Qualified Chartered Accountant carries out Reconciliation of Share Capital to reconcile the total admitted capital with National Security Depository Limited (NSDL) and Central Depository Services (India) Limited and the total issued and listed capital. This audit is carried out every quarter and the report thereon is submitted to the Stock Exchanges and to the Board of Directors. The audit confirms that the total listed and paid up capital is in agreement with the aggregate of total number of shares in dematerialised form and in physical form.

F. Dematerialisation of shares:

As on 31 March, 2013, 99.999% of the Company's total paid-up capital representing 20,54,36,993 shares were held in dematerialised form and the balance 0.005% representing 3007 shares were held in paper form. The shareholders who wish to get their shares dematerialised can submit the share certificates together with the Demat request form to Depository Participants with whom they have opened a demat account.

G. Share Transfer System:

The Company's Shares are traded in the Stock Exchanges compulsorily in demat mode. Shares in physical mode which are lodged for transfer are processed and returned within the stipulated time.

H. Corporate Benefits to Investors

a. Bonus Issue Fully Paid-up Equity Share

Financial Year	Ratio
2010-11	1:1

b. Dividend Declared for the last 5 Years

Financial Year	Dividend Declaration	Dividend Per Share ₹	Face Value of the Equity Share ₹
2007-08	19 September, 2008	4.00	5.00
2008-09	19 September, 2009	1.00	5.00
2009-10	21 September, 2010	1.00	5.00
2010-11	21 September, 2011	0.10	1.00
2011-12	21 September, 2012	0.05	1.00

Note : Dividend of ₹ 0.05 per share recommended by the Director on 30 May, 2013 is subject to declaration by the shareholders at the ensuing Annual General Meeting.

I. Investor Correspondence
For share transfer, transmission and dematerialization requests
Link InTime India Private Limited (RTA)
 44, Community Center, Phase-I, Near PVR
 Naryana Industrial Area, New Delhi-110028
 Tel. No.-011-41410592-94
 Fax No. - 011-41410591
 e.mail: delhi@linkintime.co.in

For General Correspondence
Registered Office:
 B.L. Kashyap And Sons Ltd.
 409, 4th Floor, DLF Tower –A, Jasola,
 New Delhi 110 025
 Ph. : 011-40500300 Fax : 011-40500333
 E-mail:info@blkashyap.com

Important Communication to Members

The Ministry of Corporate Affairs has taken a "Green Initiative in corporate Governance" by allowing paperless compliances by the companies and has issued circulars stating that services of notice/documents including Annual Report can be sent by e-mail to its members. To support this green initiative of the Government in full measure, members who have not registered their e-mail addresses, so far, are requested to register their e-mail addresses with the depository through their concerned Depository Participants.

Chief Executive Officer (CEO) and Chief Financial Officer (CFO) Certificate

We, Vineet Kashyap, "Managing Director" and Ashok Bansal, "Vice President-Finance" to the best of our knowledge and belief, certify that:

- (a) We have reviewed the financial statements and the cash flow statement of the company for the financial year ended 31 March, 2013 and that to the best of our knowledge and belief:
 - (i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (ii) these statements together present a true and fair view of the company's affairs and are in compliance with existing 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 period, which are fraudulent, illegal or violative of the company's code of conduct
- (c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- (d) We have indicated to the auditors and the Audit Committee
 - (i) Significant changes, if any, in internal control over financial reporting during the year;
 - (ii) Significant changes, if any, in accounting policies during the year and the same have been disclosed in the notes to the financial statements; and
 - (iii) Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.
- (e) We affirm that we have not denied any personnel, access to the audit committee of the company (in respect of matters involving alleged misconduct), and
- (f) We further declare that all board members and senior managerial personnel have affirmed compliance with the code of conduct for the current year.

Place : New Delhi
Date : 30.05.2013

Vineet Kashyap
Managing Director
DIN - 00038897

Ashok Bansal
Vice President-Finance

Auditors' Certificate

Auditors' Certificate on Compliance of Conditions of Corporate Governance under Clause 49 of Listing Agreement

To
The Members of B.L. Kashyap And Sons Limited

We have reviewed the records concerning the Company's compliance of the conditions of Corporate Governance procedures by B.L. Kashyap And Sons Limited, for the year ended on 31 March, 2013 as stipulated in Clause 49 of the Listing Agreement(s) entered into by the Company with the Stock Exchanges.

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

In our opinion and to the best of our information and according to the explanations given to us, and the representation made by the Directors and the Management of the Company, we certify that the Company has complied in all material respects with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement(s).

As required by the Guidance Note issued by the Institute of Chartered Accountant of India, we state that no investor grievances are pending for a period exceeding one month against the Company as per the records maintained by the Shareholders' Grievance Committee and as per the certificate of the Registrar and Transfer Agent of the Company.

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

For Sood Brij & Associates
Chartered Accountants
Firm Registration No.00350N

A.K.Sood
Partner

Membership No.14372

Place : New Delhi
Date : 13.08.2013

SOOD BRIJ & ASSOCIATES, CHARTERED ACCOUNTANTS, NEW DELHI – 110 049

Auditors' Report

To the Members of B.L. Kashyap and Sons Limited

Report on the Financial Statements

We have audited the accompanying financial statements of B.L. Kashyap And Sons Limited ("the Company"), which comprise the Balance Sheet as at 31 March, 2013, the Statement of Profit and Loss of the Company for the year ended on that date, the Cash Flow Statement of the Company for the year ended on that date and a summary of Significant Accounting Policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ('the Act'). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud, error or otherwise.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give 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 31 March, 2013;
- (ii) in the case of the Statement of Profit and Loss, of the Profit for the year ended on that date; and
- (iii) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order 2003 issued by the Central Government of India in terms of Sub Section 4A of Section 227 of the Companies Act, 1956. We annex hereto a statement on the matters specified in paragraph 4 & 5 of the said order
2. As required by section 227(3) of the Act, 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 appears from our examination of those books;
 - c. the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account; and
 - d. in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956.
 - e. on the basis of written representations received from the directors as on 31 March, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For Sood Brij & Associates
Chartered Accountants
Firm Regn. No. 00350N

A.K. SOOD
Partner

Membership Number: 14372

Place : New Delhi
Dated : 30.05.2013

SOOD BRIJ & ASSOCIATES, CHARTERED ACCOUNTANTS, NEW DELHI – 110 049

Annexure to the Auditors' Report (Contd.)

The Annexure referred to in Auditors' Report of even date on the accounts for the year ended 31 March, 2013 of B.L. Kashyap And Sons Limited, New Delhi.

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets on the basis of information available.
- (b) The Company has a practice of physical verification of its fixed assets at reasonable intervals, which in our opinion is reasonable, having regard to the size of the Company and the nature of its assets. In accordance with such practice, the management has physically verified fixed assets at the year-end and no material discrepancies were noticed on such verification.
- (c) Fixed assets disposed off during the year were not substantial and therefore do not affect the going concern status of the Company.
2. (a) As explained to us, the stores and material at different sites have been physically verified by the management at the year-end.
- (b) In our opinion and according to information and explanations given to us, the procedures of physical verification of stores and material followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) In our opinion and according to information and explanations given to us, the Company has maintained proper records of its inventories. Discrepancies noticed on physical verification of inventories were not material and have been properly dealt with in the books of accounts.
3. (a) The Company has granted unsecured loans to Companies covered in the register maintained under section 301 of the Companies Act, 1956. The number of parties involved in the transactions including interest, were three and maximum amount involved in the transactions was ₹ 41,922.90 Lacs and the year-end closing balance was ₹ 36,299.44 Lacs.
- (b) The amount advanced to parties covered in the register maintained under section 301 of the Companies Act is interest bearing. The rates of interest and other terms and conditions of such loans are not, prima facie, prejudicial to the interest of the Company.
- (c). The receipt of the principal amount and interest are as per agreed terms and conditions.
- (d). The principal amounts are repayable as per agreed terms and conditions. There are no overdue amounts with respect to principal and interest amounts.
- (e). The Company has taken unsecured loan from two Directors covered in the register maintained under section 301 of the Companies Act 1956. The maximum amount involved was ₹ 2.49 Crores and year end balance was ₹ 2.24 Crores.
- (f) In our opinion, the terms and conditions on which loans have been taken from Directors listed in the register maintained under section 301 of the Companies Act, 1956 are not, prima facie, prejudicial to the interest of the company.
- (g) The company is regular in repaying the principal amounts as stipulated.
4. In our opinion, and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for purchase of fixed assets, materials and other assets and for providing contract job work services. We have not noted any continuing failure to correct major weakness in the internal controls during the course of the audit.
5. (a) According to the information and explanations given to us we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956, have been made at prices which are reasonable having regard to the prevailing market prices and practices at the relevant time.
6. The Company has not accepted any deposits from the public and consequently, the directives issued by the Reserve Bank of India, the provisions of Sections 58A and 58AA or any other relevant provisions of the Companies Act, 1956 and the rules framed there under are not applicable.
7. The Company has an internal audit system. According to the information and explanations given to us by the management, the company is taking necessary steps in view of increased activities, to strengthen the internal audit systems which commensurate with the size and the nature of its business.

Annexure to the Auditors' Report (Cont'd)

8. The Central Government has under clause (d) of sub section (1) of section 209 of the Companies Act ,1956 has prescribed the cost records to be maintained as per their notification dated 3 June, 2011, called The Companies Cost accounting Records Rules, 2011. As per management and records produced before us, the prescribed accounts and records have been maintained.
9. (a) According to the information and explanations given to us, and on the basis of our examination of the books of account, the Company has generally been regular in depositing with appropriate authorities undisputed statutory dues except the Service Tax dues amounting to ₹ 7.39 Crores outstanding for a period of more than six months.
- (b) According to the information and explanations given to us, there were no disputed amounts payable towards Income tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Cess and Central Excise Duty outstanding as on the date of Balance sheet except in the following cases:

Name of the Statute	Nature of Dues	O/s Amount Under Dispute (Rs.)	Period to which the amount relates	Forum where Dispute is Pending
Income Tax Act	Income Tax Demand	22.28 Crs	A.Y. 2002-2003 to A.Y. 2008-2009	CIT(A)-II, New Delhi
Income Tax Act	Income Tax Demand	32 Lacs	A.Y. 2009-2010	CIT(A)-II, New Delhi
Income Tax Act	Income Tax Demand	2.59 Lacs	A.Y. 2010-2011	CIT(A)-II, New Delhi
Income Tax Act	Income Tax Demand	13.10 Lacs	A.Y. 2008-2009	DCIT, TDS, Ward 49(1), New Delhi
Employees Provident Fund & Miscellaneous Provision Act	P.F. Demand	577.76 Crs	01.04.2005 to 31.12.2010	Employee Provident Fund Appellate Tribunal, New Delhi
Service Tax, Delhi	Service Tax Demand	13.18 Lacs	10.09.2004 to 16.06.2005	Customs, Excise and Service Tax Tribunal, New Delhi
Service Tax, Bangalore	Service Tax Demand including penalty	288 Lacs	01.04.2009 to 30.09.2009	Customs, Excise and Service Tax Tribunal, Bangalore
U.P. Trade Tax Act	Vat Demand	10.33 Lacs	2005-2006	Sales Tax, Appellate Tribunal, Commercial Taxes Noida
VAT Act, Uttar Pradesh	Vat Demand	506 Lacs	2012-13	Deputy Commissioner, Commercial Tax, Noida
VAT Act, West Bengal	Vat Demand	80.99 Lacs	2006-2007	Jt. Comm.(A) Commercial Taxes, Kolkata
Maharashtra Sales Tax	Vat Demand	275 Lacs	2008-2009	Deputy Commissioner, Sales Tax, Pune

10. The Company has neither accumulated losses at the end of the year nor incurred cash losses in the current financial year covered by our audit and in the immediately preceding financial year.
11. The Company has defaulted in repayment of its dues to the Banks. The default amount and period of default is as under:

Party	Principal (₹)	Interest (₹)	Period of Default
State Bank of Patiala	3,115,736	650,244	85 days each
Syndicate Bank	NIL	35,274,781	59 days
Kotak Mahindra Bank Ltd	NIL	2,522	21 days
HDFC Bank Ltd	15,956,114	1,997,974	85 days each
L&T Infrastructure Finance Company Ltd	41,666,667	8,452,125	59 days each
Reliance Capital Ltd	3,366,508	294,741	58 days each
SREI Equipment Finance Ltd	46,427,534	16,036,733	85 days each

Annexure to the Auditors' Report (Cont'd)

12. The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Accordingly, clause 4(xii) of the Order is not applicable.
13. The Company is not a chit fund, nidhi, mutual benefit fund or a society. Accordingly, clause 4(xiii) of the Order is not applicable.
14. (a) According to the information and explanations given to us, the Company does not trade in shares or other securities. However it has made Investments in the quoted/unquoted equity shares of Companies.
(b) The Company has maintained proper records of the transactions and contracts. On our examination of the records, we found that timely entries have been made therein.
(c) All the investments are held in the name of the Company and its nominees...
15. According to the information and explanations given to us, the terms and conditions on which the Company has given guarantee for loans taken by others from banks and financial institutions are not prejudicial to the interest of the Company.
16. According to the information and explanation given to us, the term loans availed by the Company were applied for the purposes for which the loans were obtained.
17. According to the information and explanations given to us, and on an overall examination of the Financial Statements of the Company, we are of the opinion that, prima facie short term funds have not been used for long term purposes.
18. During the year the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act 1956.
19. The Company has not issued Debentures during the year. Accordingly, clause 4(xix) of the order is not applicable.
20. The Company has not raised any money by public issue, during the year.
21. According to the information and explanations given to us and to the best of our knowledge and belief, no fraud on or by the Company has been noticed or reported by the Company during the year.

For Sood Brij & Associates
Chartered Accountants
Firm Regn. No. 00350N

A.K. SOOD
Partner

Membership Number: 14372

Place : New Delhi
Dated : 30.05.2013

BALANCE SHEET AS AT 31 MARCH, 2013

(Amount in ₹)

Particulars	Note No.	As at 31 March, 2013	As at 31 March, 2012
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	4	205,440,000	205,440,000
(b) Reserves and Surplus	5	5,503,798,556	5,431,621,283
A		5,709,238,556	5,637,061,283
2 Non-current liabilities			
(a) Long-term borrowings	6	524,091,762	1,864,062,626
(b) Deferred tax liabilities (Net)		-	3,464,430
(c) Other Long term liabilities	7	1,565,752,502	1,337,334,340
(d) Long-term provisions	8	75,574,311	67,645,165
B		2,165,418,575	3,272,506,561
3 Current liabilities			
(a) Short-term borrowings	9	2,753,264,423	3,036,204,285
(b) Trade payables	10	2,966,212,425	3,257,770,866
(c) Other current liabilities	11	4,678,678,319	4,130,513,431
(d) Short-term provisions	12	23,098,538	35,934,314
C		10,421,253,705	10,460,422,897
A+B+C	TOTAL	18,295,910,836	19,369,990,741
II. ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	13	1,502,260,530	1,702,156,883
(ii) Intangible assets		6,751,914	3,507,975
D		1,509,012,445	1,705,664,859
(b) Non-current investments	14	191,429,300	191,429,300
(c) Deferred tax assets (net)		14,123,110	-
(d) Long-term loans and advances	15	3,849,058,568	4,536,879,812
2 Current assets			
(a) Inventories	16	5,170,146,030	5,122,544,887
(b) Trade receivables	17	5,053,429,894	5,863,480,854
(c) Cash and cash equivalents	18	98,973,661	81,902,616
(d) Short-term loans and advances	19	580,744,783	480,080,455
(e) Other current assets	20	1,828,993,046	1,388,007,957
E		12,732,287,413	12,936,016,770
D+E	TOTAL	18,295,910,836	19,369,990,741

General Information and Significant Accounting Policies

1 & 2

Other Notes on Accounts being an integral part of these financial statements

3

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

For and on behalf of the Board of Directors

For Sood Brij & Associates
Chartered Accountants
Firm Regn. no. 00350N

Vinod Kashyap
Chairman
DIN-00038854

A.K. Sood
Partner
Membership No.-14372

Vineet Kashyap
Managing Director
DIN-00038897

Place : New Delhi
Dated : 30.05.2013

Pushpak Kumar
Company Secretary

Ashok Bansal
Vice President (Finance)

Vikram Kashyap
Joint Managing Director
DIN-00038937

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH, 2013

(Amount in ₹)

Particulars	Note No.	Year ended 31 March, 2013	Year ended 31 March, 2012
I. Revenue from operations	21	15,083,162,662	19,212,003,939
II. Other income	22	388,148,428	456,540,605
III. Total Revenue (I + II)		15,471,311,090	19,668,544,544
IV. Expenses:			
Cost of materials consumed	23	7,690,757,250	10,781,151,556
Changes in inventories of work-in-progress and Stock-in-Trade	24	91,922,782	(627,010,171)
Sub Contract Work		2,576,080,832	3,066,405,100
Employees' benefits expenses	25	2,793,178,894	3,786,702,089
Finance costs	26	987,173,779	912,664,611
Depreciation and amortization expenses		242,552,307	256,804,710
Other expenses	27	1,034,577,579	1,454,043,208
Total expenses		15,416,243,424	19,630,761,103
V. Profit before exceptional and extraordinary items and tax (III-IV)		55,067,666	37,783,441
VI. Exceptional items		(22,401,894)	-
VII. Profit before extraordinary items and tax (V - VI)		77,469,560	37,783,441
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII- VIII)		77,469,560	37,783,441
X Tax expense:			
(1) Current tax		10,941,452	23,717,327
(2) Deferred tax Liability (Asset)		(17,587,540)	(19,694,203)
(3) Prior Period Tax Adjustments		-	17,878,664
XI Profit (Loss) for the period from continuing operations		84,115,648	15,881,652
XII Profit/(loss) from discontinuing operations		-	-
XIII Tax expense of discontinuing operations		-	-
XIV Profit/(loss) from Discontinuing operations (after tax)		-	-
XV Profit (Loss) for the period		84,115,648	15,881,652
XVI Earnings per equity share:			
(1) Basic		0.41	0.08
(2) Diluted		0.41	0.08
Face value of each Equity Share		₹ 1	₹ 1
General Information and Significant Accounting Policies	1 & 2		
Other Notes on Accounts being an integral part of these financial statements	3		

This is the Statement of Profit and Loss referred to in our report of even date

For Sood Brij & Associates
Chartered Accountants
Firm Regn. no. 00350N

A.K. Sood
Partner
Membership No.-14372

Place : New Delhi
Dated : 30.05.2013

Pushpak Kumar
Company Secretary

Ashok Bansal
Vice President (Finance)

For and on behalf of the Board of Directors

Vinod Kashyap
Chairman
DIN-00038854

Vineet Kashyap
Managing Director
DIN-00038897

Vikram Kashyap
Joint Managing Director
DIN-00038937

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH, 2013

(Amount in ₹)

Particulars			Year ended 31 March, 2013			Year ended 31 March, 2012
A Cash Flow From Operating Activities						
Net Profit before tax & extra-ordinary items		77,469,560			37,783,441	
Adjustment for :						
- Depreciation	242,552,307			256,804,710		
- Miscellaneous Expenditure written off	-			-		
- Interest Expenses	987,173,779			912,664,611		
- Loss/(Profit) on Fixed Assets/Investments sold	10,782,521			-		
- Interest Received	(385,281,007)			(455,183,807)		
- Dividend Received	(434,103)	854,793,497		(686,322)	713,599,192	
Operating Profit Before Working Capital Changes		932,263,057			751,382,633	
Adjustment for :						
- Decrease/(Increase) in Trade and Other Receivables	956,222,786			(1,212,883,384)		
- Decrease/(Increase) in Inventories	(47,601,142)			(492,140,333)		
- Increase/(Decrease) in Trade And Other Payables	(379,453,911)	529,167,733		1,265,468,750	(439,554,967)	
Cash Generated From Operations		1,461,430,790			311,827,666	
- Advance Tax / Wealth Taxes paid		(10,941,452)			41,595,991	
Net Cash From Operating Activities			1,450,489,338			270,231,675
B Cash Flow From Investing Activities						
- Proceeds from Sale of Fixed Assets		14,460,848			28,629,515	
- Proceeds from Sale of Investments		-			-	
- Interest Received		385,281,007			455,183,807	
- Dividend Received		434,103			686,322	
- Purchase of Fixed Assets		(71,143,260)			(488,709,547)	
- Purchase of Investments		-			(5,000)	
Net Cash (Used In)/From Investing Activities			329,032,698			(4,214,903)
C Cash Flow From Financing Activities						
- Proceeds from Borrowings		(765,036,182)			491,657,191	
- Dividends paid (including tax thereon)		(10,241,029)			(23,876,750)	
- Interest and Finance Charges Paid		(987,173,779)			(912,664,611)	
Net Cash (Used In)/From Financing Activities			(1,762,450,990)			(444,884,170)
Net Increase In Cash And Equivalents			17,071,045			(178,867,398)
Cash and Cash Equivalents (Opening Balance)			81,902,616			260,770,015
Cash and Cash Equivalents (Closing Balance)			98,973,661			81,902,616
Notes :						
1) Cash and cash equivalents include :-						
Cash, Cheque in hand and remittance in transit			33,044,775			35,076,832
Balance with Schedule Banks, Cheques in hand & Fixed Deposits			65,928,886			46,825,784
Total			98,973,661			81,902,616

General Information and Significant Accounting Policies 1 & 2
Notes on Accounts being an integral part of these financial statements 3

This is the Cash Flow Statement referred to in our report of even date

For and on behalf of the Board of Directors

For Sood Brij & Associates
Chartered Accountants
Firm Regn. no. 00350N

A.K. Sood
Partner
Membership No.-14372

Vinod Kashyap
Chairman
DIN-00038854

Vineet Kashyap
Managing Director
DIN-00038897

Place : New Delhi
Dated : 30.05.2013

Pushpak Kumar
Company Secretary

Ashok Bansal
Vice President (Finance)

Vikram Kashyap
Joint Managing Director
DIN-00038937

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

Note 1- General Information

B.L. Kashyap And Sons Ltd (BLK) is a public limited company domiciled in India and incorporated under the provisions of the Companies Act, 1956. Founded in 1978 as a partnership firm, BLK owes its success to Shri B L Kashyap, a veteran construction professional. Incorporated as a limited company in 1989. Today, BLK is one of India's most respected construction and infrastructure development companies with a pan India presence. Our service portfolio extends across the construction of factories and manufacturing facilities, IT campuses, commercial & residential complexes, malls and hotels.

Note 2- Significant Accounting Policies

The Company follows mercantile basis of accounting. The accounts are prepared on historical cost on going concern basis and are consistent with generally accepted accounting principles and materially comply with the notified Accounting Standards under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions thereof. The significant Accounting policies followed by the Company are as stated below:

2.1 Fixed Assets

Fixed Assets are shown at cost less accumulated depreciation. Cost comprises of purchase price, import duties and other non refundable taxes or levies and any other directly attributable costs.

2.2 Depreciation

- a. Depreciation is provided on Written down value method at rates specified in Schedule XIV to the Companies Act, 1956.
- b. Items of Fixed Assets costing upto ₹5,000 are depreciated fully in the year of purchase.
- c. Leasehold improvements are being written-off over the lease period.

2.3 Borrowing Costs

Borrowing Costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

2.4 Investments

Investments are classified as Current and Long-term Investments, Current Investments are stated at lower of cost and fair value. Long-term Investments are stated at cost. A provision for diminution is made to recognise a decline, other than temporary, in the value of Long-term Investments.

2.5 Inventory

- Work-in-progress including materials at sites is valued at cost.
- Stock in Trade is valued at lower of cost and net realizable value.

2.6 Revenue & Expenditure Recognition

Revenue from construction is recognized as follows:

Contract revenue represents the cost of work performed on the contract plus proportionate margin using the percentage of completion method. Percentage of completion is determined as a proportion of cost of work performed to date to the total estimated contract costs.

Full provision is made for any loss in the period in which it is foreseen. Project and construction related work in progress is reflected at cost till such time the outcome of the job cannot be ascertained reliably and at realizable value thereafter. The above policy is not materially different from the policy hitherto being followed and therefore there is no material variation in revenue booked.

2.7 Use of Estimates

The preparation of financial statements is in conformity with generally accepted accounting principals. It requires estimates and assumptions to be made which affect the reported amounts of assets and liabilities on the date of the financial statements, and the reported amount of revenue and expenses during the reporting period. Difference between actual results and estimates are recognized in the year in which the results are known /materialized.

2.8 Employees Retirement Benefits

The company has accounted for liability towards Gratuity and Leave Encashment on the basis of actuarial valuation.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

2.9 Provision for Current and Deferred Tax

Provision for current tax is made after taking into consideration various benefits and disallowances as per the Income Tax Act 1961. Deferred tax in accordance with AS-22 is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable incomes and accounting income that originates in one period and is capable of reversal in one or more subsequent periods.

2.10 Cash Flow Statement

Cash Flows are reported as per the indirect method as specified in the Accounting Standard (AS-3), 'Cash Flow Statement'.

2.11 Impairment of Assets

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable amount. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired.

2.12 Foreign Currency Transactions

(I) Initial Recognition

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

(II) Conversion

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

(III) Exchange Difference

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

Note 3- Other Notes on Accounts

Contingent Liabilities :

3.1.1 Claims against the company not acknowledged as debts:

(a) Out of Income Tax demand of ₹ 892,833,491 raised us 153A/143(3) in Assessment proceedings for the year 2002-2003 to 2010-2011, ₹ 666,548,940 has been deposited/adjusted. The Company has filed appeals before The Commissioner of Income Tax (Appeals) II, New Delhi contesting whole of the demand which is based on addition made on the basis of legal issues/technical/adhoc basis.

(b) Other demands not acknowledged as liability:-	(₹ in Lacs)
Income Tax TDS	13.10
Service Tax	301.18
VAT	872.32

(c) Additional Demand of ₹ 592.76 Crores from Provident Fund Authorities for the period from 01.04.2005 to 31.12.2010. The Company has contested the demand and the matter is pending before Employees Provident Fund Appellate Tribunal, New Delhi.

(d) Additional tax liability, if any pending assessments is indeterminate.

(e) No disputed/legal cases which may have any material and adverse financial implication are pending against the company.

3.1.2 Guarantees :

(a) Liability in respect of Bank Guarantees is ₹ 1,514,170,168 (Previous year ₹ 1,750,717,446)

(b) Liability in respect of Letter of Credits is ₹ 29,976,479 (Previous year ₹ 64,818,538)

(c) Corporate Guarantees' of ₹ 2,461,353,998 (Previous year ₹ 1,531,071,762) in favour of:-

- Clients ₹ 1,221,353,998,
- Subsidiaries ₹ 1,240,000,000

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

3.1.3 : Other Money for which the Company is liable :

Estimated amount of contracts remaining to be executed on Capital Account and not provided for ₹ 1,111,569 Previous Year (₹ 11,416,248).

Related Party Disclosure

3.2.1 List of Related Parties

A. Enterprises in which the Company has control

- i Security Information Systems (India) Ltd.
- ii B.L.K. Lifestyle Ltd.
- iii BLK Infrastructure Ltd.
- iv Soul Space Projects Ltd.
- v Soul Space Realty Ltd.
- vi Soul Space Hospitality Ltd.

Relationship

Wholly owned subsidiary
 Wholly owned subsidiary
 Wholly owned subsidiary
 Subsidiary
 Step Down Subsidiary
 Step Down Subsidiary

B. Other Related Parties

(i) Joint Ventures

BLK NCC Consortium
 BLK-BILIL Consortium

(ii) Associates

- a. B.L.K. Financial Services Limited
- b. B.L.K. Securities Private Limited
- c. Ahuja Kashyap Malt Pvt. Ltd.
- d. Bezel Investments & Finance Pvt. Ltd.
- e. B.L. Kashyap & Sons
- f. Kasturi Ram Herbal Industries
- g. Aiyana Trading Pvt. Ltd.
- h. Chrysalis Trading Pvt. Ltd.
- i. Chrysalis Realty Projects (P) Ltd.
- j. EON Auto Industries Pvt. Ltd.
- k. Suryakant Kakade & Soul Space
- l. B.L. Kashyap and Sons Software Pvt. Ltd.
- m. BL Kashyap & Sons HUF

Status

Limited Company
 Private Limited Company
 Private Limited Company
 Private Limited Company
 Partnership Firm
 Partnership Firm
 Private Limited Company
 Private Limited Company
 Private Limited Company
 Private Limited Company
 Partnership Firm
 Private Limited Company
 HUF

(iii) Key Management Personnel

- a. Mr. Vinod Kashyap
- b. Mr. Vineet Kashyap
- c. Mr. Vikram Kashyap

Chairman
 Managing Director
 Joint Managing Director

(iv) Relatives of Key Management Personnel

- a. Mr. Mohit Kashyap
- b. Mrs. Malini Kashyap Goyal
- c. Mr. Saurabh Kashyap
- d. Mrs. Anjoo Kashyap
- e. Mrs. Aradhana Kashyap
- f. Mrs. Amrita Kashyap
- g. Mrs. Nitika Nayar Kashyap
- h. Mrs. Shruti Choudhari
- i. Mrs. Sanjana Kashyap Kapoor
- j. Mr. Sahil Kashyap
- k. Mrs. Ishita Kashyap

Son of Mr. Vinod Kashyap
 Daughter of Mr. Vinod Kashyap
 Son of Mr. Vineet Kashyap
 Wife of Mr. Vinod Kashyap
 Wife of Mr. Vineet Kashyap
 Wife of Mr. Vikram Kashyap
 Wife of Mr. Mohit Kashyap
 Daughter of Mr. Vineet Kashyap
 Daughter of Mr. Vikram Kashyap
 Son of Mr. Vikram Kashyap
 Wife of Mr. Saurabh Kashyap

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

3.2.2 Transactions with Related Parties During the year :

(₹ in Lacs)

Description	Subsidiaries		Joint Venture		Associates		Key Management		Relatives	
	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit
Job Works Dealing Expenses	1,107.60	290.50	116.45	-	-	-	-	-	-	-
<i>Previous Year</i>	1,377.53	550.91	153.58	-	-	4.24	-	-	-	-
Inter-Corporate Deposits	1,824.60	10,566.06	-	-	-	-	-	-	-	-
<i>Previous Year</i>	1,536.64	984.00	-	-	-	-	-	-	-	-
Interest on ICD	3,386.52	0.54	-	-	-	-	-	-	-	-
<i>Previous Year</i>	4,084.13	-	-	-	-	-	-	-	-	-
Remuneration Paid	-	-	-	-	-	-	-	72.00	-	40.82
<i>Previous Year</i>	-	-	-	-	-	-	-	259.20	-	38.27
Rent Paid	-	7.02	-	-	-	5.27	-	12.00	-	-
<i>Previous Year</i>	-	-	-	-	-	-	-	12.00	-	-
Medical Expenses	-	-	-	-	-	-	-	0.73	-	-
<i>Previous Year</i>	-	-	-	-	-	-	-	1.99	-	-
Loan from Directors	-	-	-	-	-	-	125.00	349.00	-	-
<i>Previous Year</i>	-	-	-	-	-	-	-	-	-	-
Closing Balance	43,140.53	44.75	243.64	38.78	-	7.91	-	231.92	-	-
<i>Previous Year</i>	48,391.36	-	255.81	-	-	2.55	-	0.80	-	3.26

In respect of above parties there is no provision for doubtful debts as on 31.03.2013 and no amount is written off or written back during the year in respect of debt/loan & advances due from/to them.

3.3 Impairment of Assets

In accordance with the Accounting Standard-28 on "Impairment of Assets" issued by the Institute of Chartered Accountants of India, no Asset has been identified for impairment by the Company during the year.

3.4 All borrowing costs have been charged to revenue; hence no cost is attributable to acquisition or Construction of qualifying assets.

3.5 DEFERRED TAX

(Amount in ₹)

Deferred Tax Liability (Assets) on account of :	As at 31 March, 2013	As at 31 March, 2012
- Depreciation	29,401,102	32,842,100
- Accrued Gratuity & Leave Encashment provision	(24,520,085)	(21,947,474)
- Prepaid Processing Fee	1,902,549	4,429,974
- Long Term Capital Loss	(3,699,470)	(3,154,820)
- Bonus	(17,207,205)	(8,705,350)
Net Deferred Tax Liability (Asset)	(14,123,110)	3,464,430

In accordance with "Accounting Standard 22" the Company has recognised the deferred tax Asset as at 31 March, 2013 amounting to ₹ 17,587,540 and has charged the same to Profit & Loss Appropriation Account (Previous year deferred tax Liability ₹19,694,203).

3.6 Earning per Share (EPS)

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
a. Net Profit available for Equity Shareholders	84,115,648	15,881,652
b. Number of Equity Shares used as denominator for calculation of EPS	205,440,000	205,440,000
c. Basic and Diluted Earnings per Equity Share of ₹1 each	0.41	0.08

3.7 Balances with the Parties are subject to Confirmations.

3.8 In the opinion of the board of directors all its assets other than fixed assets and non-current investments have a value on realization in the ordinary course of business at least equal to the amounts at which they are stated in the Balance Sheet.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

3.9 Additional information pursuant to Para 5 of Part II of Schedule VI to the Companies Act, 1956 to the extent applicable.

(Amount in ₹)

Expenditure in Foreign Currency on account of	2012-2013	2011-2012
a. Travelling Expenses	1,127,061	1,233,812
b. Technical Fees with TDS	1,116,366	–
c. CIF Value of Imports of Assets	–	10,811,302

3.10 On the basis of confirmation obtained from suppliers who have registered themselves under the Micro Small Medium Enterprise Development Act, 2006 (MSMED Act, 2006) and based on the information available with the company, the balance due to Micro & Small Enterprises as defined under the MSMED Act, 2006 are as follows:-

(Amount in ₹)

S. No.	Details of dues to Micro, Small and Medium Enterprises As per MSMED Act, 2006	2012-2013	2011-2012
1.	The Principal amount and the interest due thereon remaining unpaid to any Suppliers as at the end of Year. - Principal Amount Un Paid - Interest Due	22,348,669 1,925,383	3,036,031 102,636
2.	The amount of interest paid by the buyer in terms of Section-16 of the Micro Small and Medium Enterprises Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during the year Payment made beyond the Appointed date Interest paid beyond the Appointed date : - Principal Amount Paid - Interest Paid	220,760,704 –	6,962,345 –
3.	The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year,) but without adding the interest specified under Micro Small and Medium Enterprises Development Act, 2006.	–	–
4.	The amount of interest accrued and remaining unpaid at the end of the year	1,955,460	251,210
5.	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above or actually paid to the small enterprises for the purpose of disallowance as a deductible expenditure under section 23 Micro Small and Medium Enterprises Development Act, 2006	–	–

3.11 The following table sets out the status of the gratuity/leave encashment plan and other benefits as required under the revised Accounting standard -15 issued by The Institute of Chartered Accountants of India.

a) **Gratuity Liability As Recognized In The Balance Sheet:-**

(Amount in ₹)

Sl. No.	Particulars	31 March, 2013
a.	Present value of obligation	(70,656,855)
b.	Fair value of plan assets	–
c.	Net assets(liability) recognized in balance sheet as provision	(70,656,855)

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

b) Gratuity Expense Recognized in the Statement of Profit and Loss Account

(Amount in ₹)

Sl. No.	Particulars	31 March, 2013
a.	Present value of obligation as at the beginning of the period (1 April, 2012)	62,853,352
b.	Acquisition adjustment	-
c.	Interest cost	5,028,268
d.	Past service cost	-
e.	Current service cost	10,184,696
f.	Benefits paid	3,115,421
g.	Actuarial (gain)loss on obligation	(3,900,705)
h)	Expenses recognized in the statement of profit & losses	10,918,924
i.	Present value of obligation as at the end of period (31 March, 2013)	70,656,855

c) Leave Encashment Liability Recognized in The Balance Sheet:-

(Amount in ₹)

Sl. No.	Particulars	31 March, 2013
a.	Present value of obligation as at the end of the period	4,917,456
b.	Fair value of plan assets as at the end of the period	-
c.	Funded status	(4,917,456)
d.	Excess of actual over estimated	-
e.	Unrecognized actuarial (gain)loss	-
f.	Net asset (liability) recognized in balance sheet	(4,917,456)

d) Leave Encashment Expense Recognized in the Statement of profit and loss:-

(Amount in ₹)

Sl. No.	Particulars	31 March, 2013
a.	Current service cost	1,002,765
b.	Past service cost	-
c.	Interest cost	383,345
d.	Expected return on plan assets	-
e.	Curtailement cost(credit)	-
f.	Settlement cost(credit)	-
g.	Net actuarial (gain)loss recognized in the period	(1,260,467)
h.	Expenses recognized in the statement of profit & loss	125,643

3.12 Auditors Remuneration

(Amount in ₹)

Sl. No.	Particulars	Year Ended 31 March, 2013	Year Ended 31 March, 2012
a.	Audit Fees	650,000	650,000
b.	Tax Audit Fees	150,000	150,000
c.	Other Certification Charges	200,000	200,000
d.	Other Charges	100,000	100,000
e.	Service Tax Reimbursement	135,960	113,300
	Total	1,235,960	1,213,300

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

3.13 Segmental Reporting

The company has only one reportable business segment i.e. civil contracts. The company also operates a hotel in Mussourrie and also trades in residential flats. However, these are not "Reportable Segments" as per clause 27 of AS-17, as the revenue from these sources is less than 10% of the total revenue. The company operates in only one geographical segment viz. India.

3.14 The Company has paid remuneration to whole time Directors amounting to ₹ 7,200,000.

3.15 Disclosure pursuant to Accounting Standard - 7 as prescribed under Companies Accounting Standards Rules on Accounting in respect of the contracts in progress at the reporting date:-

(Amount in ₹)

Sl. No.	Particulars	2012-2013	2011-12
a.	Contract revenue recognised as revenue in the Period	14,081,872,974	17,377,691,920
b.	Contract costs incurred and recognised profits (less recognised losses) upto the reporting date	14,817,048,767	38,912,724,327
c.	Retention money retained	852,199,357	850,476,621
d.	Advance received	2,578,993,042	3,075,909,990
e.	Gross amount due from customers for contract work	3,805,694,011	4,348,722,905
f.	Gross amount due to customers for contract work	1,566,042,811	—

3.16 Previous year's figures have been re-grouped, rearranged to make them comparable with figures of current year, wherever considered necessary.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

Note 4- Share Capital

Share Capital	As at 31 March, 2013		As at 31 March, 2012	
	Number	₹	Number	₹
Authorised				
Equity Shares of ₹ 1 each	250,000,000	250,000,000	250,000,000	250,000,000
Issued				
Equity Shares of ₹ 1 each	205,440,000	205,440,000	205,440,000	205,440,000
Subscribed & Paid up				
Equity Shares of ₹ 1 each	205,440,000	205,440,000	205,440,000	205,440,000
Total	205,440,000	205,440,000	205,440,000	205,440,000

a. Reconciliation of Shares outstanding at the beginning and at the end of reporting period

Particulars	Equity Shares		Preference Shares	
	Number	₹	Number	₹
Shares outstanding at the beginning of the year	205,440,000	205,440,000	-	-
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	205,440,000	205,440,000	-	-

b. Details of Shareholders holding more than 5% Shares in Company

Name of Shareholder	As at 31 March, 2013		As at 31 March, 2012	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Vinod Kashyap	48,566,600	23.64	48,566,600	23.64
Vineet Kashyap	48,932,330	23.82	48,752,330	23.73
Vikram Kashyap	48,616,750	23.66	48,616,750	23.66

c. Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date

Particulars	Year (Aggregate No. of Shares)				
	2012-13	2011-12	2010-11	2009-10	2008-09
Equity Shares :					
Fully paid up pursuant to contract(s) without payment being received in cash	-	-	-	-	-
Fully paid up by way of bonus shares	-	-	102,720,000	-	-
Shares bought back	-	-	-	-	-
Preference Shares :					
Fully paid up pursuant to contract(s) without payment being received in cash	-	-	-	-	-
Fully paid up by way of bonus shares	-	-	-	-	-
Shares bought back	-	-	-	-	-

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

Note 5- Reserves and Surplus

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
a. Securities Premium Account		
Opening Balance	1,899,480,000	1,899,480,000
Less: Premium Utilised For Issuing Bonus Shares	–	
Closing Balance	1,899,480,000	1,899,480,000
b. General Reserves		
Opening Balance	1,055,309,350	1,055,309,350
(+) Current Year Transfer	–	
Closing Balance	1,055,309,350	1,055,309,350
c. Surplus		
Opening balance	2,476,831,933	2,472,888,656
(+) Net Profit/(Net Loss) For the current year	84,115,648	15,881,652
(-) Proposed Dividends	10,272,000	10,272,000
(-) Transfer to Reserves	–	–
(-) Dividend Tax	1,666,375	1,666,375
Closing Balance	2,549,009,206	2,476,831,933
Total	5,503,798,556	5,431,621,283

Note 6- Long Term Borrowings

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Secured Term loans		
- From Banks	362,492,146	1,503,550,062
- From Other Parties	161,599,616	360,512,564
For period of default and amount refer to note (a) and (b) below		
Total	524,091,762	1,864,062,626

Secured Loans

(a) Term Loans From Banks

1. Union Bank of India ₹ 85,254,996 (Previous Year ₹ 1,28,571,425).

2. State Bank of Patiala ₹ 3,115,736 (Previous Year ₹ 24,149,229).

Principal Amount ₹ 3,115,736 & Interest ₹ 650,244 delayed by 85 days each.

3. Oriental Bank of Commerce ₹ 50,000,000 (Previous Year ₹ 75,000,000).

4. IndusInd Bank NIL (Previous Year ₹ 70,000,000).

(Loan from Union bank of India, State Bank of Patiala, Oriental Bank of Commerce & IndusInd Bank (Point no. 1-4) are secured by way of first paripassu charge on Fixed Assets of Company except those specifically charged to financial Institutions/bank for term loans of machinery & vehicles and personal Guarantees of Whole Time Directors).

5. Syndicate Bank ₹ 1,000,000,000 (Previous Year ₹ 1,000,000,000).

Interest ₹ 35,274,781 delayed by 59 days.

(Loan from Syndicate Bank is secured by Subservient charge by way of hypothecation on all the Movable Assets, Current Assets, receivables and fixed assets & personal guarantees of Whole - Time Directors).

6. State Bank of India ₹ 508,200,000 (Previous Year ₹ 490,530,418)

(Loan from State Bank of India is secured by First pari passu charge over entire present, future Current Assets and pledge of company shares held by Whole - Time Directors).

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

Loans Secured Against Hypothecation of Plant And Machinery And Personal Guarantee of Whole- Time Directors

1. From Kotak Mahindra Bank Ltd. Loans outstanding as at 31 March, 2013 ₹ 1,685,452 (Previous Year ₹ 21,969,077). Interest ₹ 2,522 delayed by 21 days.
(Loans Secured Against Hypothecation of Plant And Machinery And Personal Guarantee of Whole- Time Directors).
2. From HDFC Bank Ltd. Loans outstanding as at 31 March, 2013 ₹ 106,932,996 (Previous Year ₹ 180,554,653). Principal Amount ₹ 15,956,114 & Interest ₹ 1,997,974 delayed by 85 days each.
(Loans Secured Against Hypothecation of Plant And Machinery And Personal Guarantee of Whole- Time Directors).
3. From Dhanlaxmi Bank Ltd. Loans outstanding as at 31 March, 2013 ₹ 8,901,731 (Previous Year ₹ 12,740,026).
(Loans Secured Against Hypothecation of Plant And Machinery And Personal Guarantee of Whole- Time Directors).

Loans Secured Against Hypothecation of Cars And Personal Guarantee of Whole - Time Directors

1. From ICICI Bank Ltd. Loans outstanding as at 31 March, 2013 ₹ 2,795 (Previous Year ₹ 1,070,652).
(Loans Secured Against Hypothecation of Cars And Personal Guarantee of Whole - Time Directors).
2. From HDFC Bank Ltd. Loans outstanding as at 31 March, 2013 ₹ 1,373,967 (Previous Year ₹ 2,244,482).
(Loans Secured Against Hypothecation of Cars And Personal Guarantee of Whole - Time Directors).
3. From Kotak Mahindra Bank Ltd Loans outstanding as at 31 March, 2013 ₹ 276,733 (Previous Year - ₹ 1,524,659).
(Loans Secured Against Hypothecation of Cars And Personal Guarantee of Whole - Time Directors).

(b) Term Loans From Others

1. From L & T Infrastructure Finance Company Ltd. ₹ 124,999,997 (Previous Year ₹ 297,368,228). Principal Amount ₹ 41,666,667 & Interest ₹ 8,452,125 delayed by 59 days each.
(Loans secured by Subservient charge by way of hypothecation on all the Movable Assets, Current Assets, receivables and fixed assets & personal guarantees of Whole - Time Directors).
2. From Reliance Capital Ltd. Loans outstanding as at 31 March, 2013 ₹ 25,390,971 (Previous Year ₹ 42,076,917). Principal Amount ₹ 3,366,508 & Interest ₹ 294,741 delayed by 58 days each.
(Loans Secured Against Hypothecation of Plant And Machinery And Personal Guarantee of Whole- Time Directors).
3. From Bajaj Finance Limited. Loans outstanding as at 31 March, 2013 ₹ 3,036,639 (Previous Year ₹ 11,051,144).
(Loans Secured Against Hypothecation of Plant And Machinery And Personal Guarantee of Whole-Time Directors).
4. From Srei Equipment Finance Limited. Loan outstanding as at 31 March, 2013 ₹ 372,025,015 (Previous Year ₹ 398,120,897). Principal Amount ₹ 46,427,534 & Interest ₹ 16,036,733 delayed by 85 days.
(Loans Secured Against Hypothecation of Plant And Machinery And Personal Guarantee of Whole- Time Directors).

The above breakup of total loans as shown in a & b is ₹ 2,342,357,487 in aggregate. Out of which, an amount of ₹ 524,091,762 is shown under Long Term loans as per Note 6 and the balance of ₹ 1,818,265,725 is shown as part of the current maturities of Long term debt under other Current Liabilities as per Note 11 in terms of requirements of schedule VI to the Companies Act, 1956.

Note 7- Other Long Term Liabilities

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Sundry Creditors (Long Term)	154,037,497	86,483,027
Mobilisation Advance from Customers (Long Term)	1,411,715,005	1,250,851,313
Total	1,565,752,502	1,337,334,340

In the opinion of management, the Sundry Creditors Trade (Long Term) payable are those Sundry Creditors which are outstanding for a period of more than one year and hence not part of operating cycle of the company.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

Note 8- Long Term Provisions

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Provision for employee benefits		
Gratuity (unfunded)	70,656,855	62,853,352
Leave Encashment (unfunded)	4,917,456	4,791,813
Total	75,574,311	67,645,165

Note 9- Short Term Borrowings

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Secured		
Loans Repayable on Demand		
From Banks	2,730,864,423	3,036,204,285
[Refer to note below]	2,730,864,423	3,036,204,285
Unsecured		
Loans Repayable on Demand		
From Managing Director	22,400,000	–
	22,400,000	–
Total	2,753,264,423	3,036,204,285

Secured Loans

1. Working Capital Facility From Banks

(Secured by way of first pari passu charge on Current Assets of the company and Second pari passu charge on Fixed Assets of the Company except those specifically charged to Financial Institutions/banks/others for term Loans of machinery & vehicles and Personal Guarantees of whole time Directors).

2. IndusInd Bank Balance NIL (Previous Year ₹ 300,000,000)

(Loan from IndusInd Bank is secured by First pari passu charge over entire present & future Current Assets & Movable Fixed Assets, excluding Specifically charged to term lenders from machinery loans).

Note 10- Trade Payables

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Creditors (MSME)	22,348,669	12,982,358
Creditors (Others)	2,943,863,756	3,244,788,508
Total	2,966,212,425	3,257,770,866

Note 11- Other Current Liabilities

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
a. Current maturities of long-term debt	1,818,265,725	960,391,181
b. Interest accrued but not due on borrowings	737,956	1,665,208
c. Interest accrued and due on borrowings	74,087,388	39,522,143
d. Unclaimed dividends	179,335	150,029
e. Application money received for allotment of securities and due for refund	256,700	295,425
f. Other payables		
- Statutory Dues	423,487,663	314,462,727
- Mobilisation Advance	1,231,302,842	1,970,964,729
- Others	1,130,360,710	843,061,989
Total	4,678,678,319	4,130,513,431

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

Current maturities of long term debts

ECL Finance Limited ₹ 51,166,049 (Previous Year ₹ 67,500,000).

(Secured by Personal Guarantee of Directors & Pledge of Shares from Whole Time Directors).

The above loan of ₹ 51,166,049 is repayable in less than 1 year and therefore has been shown as part of current maturities of long-term debt.

Note 12- Short Term Provisions

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Others		
Income Tax Provisions	10,941,452	23,717,327
Proposed Dividend	10,272,000	10,272,000
Provision for Dividend Tax	1,666,375	1,666,375
Provision for Wealth Tax	218,711	278,612
Total	23,098,538	35,934,314

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

Note 13- Fixed Assets

Items	Gross Block At Cost			Depreciation			Written Down Value		
	As At 01.04.2012	Add	Sales/ Adjust	Total	As At 01.04.2012	Sales/ Adjust For The Year	Total	As At 31-03-2013	As At 31-03-2012
Tangible Assets									
Building	300,000	-	-	300,000	200,816	-	4,959	94,225	99,184
Asset Under Lease	37,409,342	-	-	37,409,342	16,629,240	-	4,156,020	16,624,082	20,780,102
Plant & Machinery									
Machinery	811,919,666	14,869,045	21,787,003	805,001,708	321,318,087	13,257,940	68,586,541	428,355,020	490,601,579
Office Equipments	7,617,648	142,533	39,895	7,720,286	3,379,577	24,471	593,716	3,771,464	4,238,071
Cellular Phones	5,456,514	-	92,387	5,364,127	3,068,845	61,605	331,260	2,025,627	2,387,669
Electrical Equipments	3,543,433	136,150	59,231	3,620,352	2,087,867	37,876	223,555	1,376,807	1,485,566
Computer Systems	37,882,891	1,499,080	1,398,086	37,983,885	32,890,007	1,325,475	2,203,530	4,215,823	4,992,884
Air Conditioners	11,589,413	68,800	-	11,658,213	5,784,185	-	810,551	5,063,477	5,805,228
Refrigerators	819,500	-	9,200	810,300	368,975	2,932	62,668	381,589	450,525
Coolers	2,130,767	41,106	176,984	1,994,889	1,635,880	112,083	103,194	367,898	494,887
Fans	3,276,601	137,623	91,330	3,322,894	2,944,582	71,762	184,312	265,762	332,019
Generators	33,962,355	-	914,380	33,047,975	13,774,647	551,393	2,767,832	17,056,889	20,187,708
Vehicles	102,921,742	4,514,685	13,522,618	93,913,809	67,220,780	10,192,260	9,101,070	27,784,219	35,700,961
Cycle	105,658	-	-	105,658	99,915	-	1,149	4,594	5,743
Shuttering Material	1,676,067,711	43,152,452	26,705,222	1,692,514,941	612,954,358	14,553,584	149,166,550	944,947,617	1,063,113,311
Furniture & Fixtures	19,909,102	297,673	2,599,271	17,607,504	13,260,941	1,960,816	1,218,851	5,088,529	6,648,161
Hotel Unit									
Computer	83,607	-	-	83,607	82,566	-	417	624	1,041
Kitchen Equipments	240,719	14,755	-	255,474	209,241	-	6,027	40,206	31,478
Sports Equipments	107,020	-	-	107,020	95,698	-	1,575	9,747	11,322
Televisions	273,828	-	-	273,828	273,777	-	20	31	51
Furniture & Fixtures	372,299	-	-	372,299	355,213	-	3,092	13,994	17,086
(A) Total Tangible Assets	2,755,989,816	64,873,902	67,395,607	2,753,468,111	1,098,605,198	42,152,199	239,526,889	1,457,488,223	1,657,384,576
Intangible Assets									
Computer Softwares	17,569,078	6,269,358	-	23,838,436	14,061,103	-	3,025,419	6,751,914	3,507,975
(B) Total Intangible Assets ₹	17,569,078	6,269,358	-	23,838,436	14,061,103	-	3,025,419	6,751,914	3,507,975
Capital Work in progress	44,772,307	-	-	44,772,307	-	-	-	44,772,307	44,772,307
(C) Total Capital Work in Progress ₹	44,772,307	-	-	44,772,307	-	-	-	44,772,307	44,772,307
Gross Total (A+B+C) Rs.	2,818,331,201	71,143,260	67,395,607	2,822,078,854	1,112,666,301	42,152,199	242,552,308	1,509,012,445	1,705,664,859
Previous Year ₹	2,397,022,978	488,709,547	67,401,323	2,818,331,201	894,633,441	38,771,809	256,804,710	1,705,664,859	1,112,666,343

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

Note 14- Non Current Investments at Cost

(Amount in ₹)

Sr. No.	Particulars	As at 31 March, 2013	As at 31 March, 2012
A	Trade Investments (Refer A below)		
	a. Investment in Equity instruments- Unquoted	88,842,000	88,842,000
	b. Investments in preference shares-unquoted	50,000,000	50,000,000
	Total (A)	138,842,000	138,842,000
B	Other Investments (Refer B below)		
	a. Investment in Equity instruments-quoted	52,411,893	52,411,893
	b. Investment in Equity instruments-unquoted	95,735	95,735
	c. Investments in Government or Trust securities-unquoted	79,672	79,672
	Total (B)	52,587,300	52,587,300
	Grand Total (A + B)	191,429,300	191,429,300
	Less : Provision for dimunition in the value of Investments	-	-
	Total	191,429,300	191,429,300

(Amount in ₹)

Sr. No.	Particulars	As at 31 March, 2013	As at 31 March, 2012
(i)	Aggregate amount of quoted investments (Market value)	31,991,230	34,716,765
(ii)	Aggregate amount of unquoted investments at cost	139,017,407	139,017,407

A. Details of Trade Investments

(Amount in ₹)

Sr. No.	Name of the Body Corporate	Relation	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (₹)		Whether stated at Cost Yes / No
			2013	2012			2013	2012	2013	2012	
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
a.	Investment in Equity Instruments										
	B L K Lifestyle Ltd.	Subsidiary	5,000,000	5,000,000	Unquoted	Fully Paid	100	100	54,092,000	54,092,000	Yes
	Security Information Systems India Ltd.	Subsidiary	680,000	680,000	Unquoted	Fully Paid	100	100	4,250,000	4,250,000	Yes
	Soul Space Project Ltd.	Subsidiary	2,050,000	2,050,000	Unquoted	Fully Paid	97.90	97.90	20,500,000	20,500,000	Yes
	B L K Infrastructure Ltd.	Subsidiary	1,000,000	1,000,000	Unquoted	Fully Paid	100	100	10,000,000	10,000,000	Yes
b.	Investments in Preference Shares										
	B L K Lifestyle Ltd.	Subsidiary	5,000,000	5,000,000	Unquoted	Fully Paid	100	100	50,000,000	50,000,000	Yes
	Total								138,842,000	138,842,000	

935648 Nos. Equity shares of Soul Space Projects Limited have been pledged in favor of bankers for obtaining loan by Soul Space Projects Limited (Subsidiary)

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

B. Details of Other Investments

(Amount in ₹)

Sr. No.	Name of the Body Corporate	Relation	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (₹)		Whether stated at Cost Yes / No
			2013	2012			2013	2012	2013	2012	
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
a.	Investment in Equity Instruments at cost										
	Bajaj Finance Ltd.	Others	1,100	1,100	Quoted	Fully Paid			210,960	210,960	Yes
	GR Cables Ltd.	Others	1,300	1,300	Quoted	Fully Paid			13,000	13,000	Yes
	Northland Sugar Ltd.	Others	4,800	4,800	Quoted	Fully Paid			48,000	48,000	Yes
	Reliance Capital Ltd.	Others	500	500	Quoted	Fully Paid			88,550	88,550	Yes
	Somdatt Finance Corporation Ltd.	Others	2,000	2,000	Quoted	Fully Paid			20,000	20,000	Yes
	Tata Steel Ltd.	Others	750	750	Quoted	Fully Paid			85,426	85,426	Yes
	UCO Bank	Others	5,000	5,000	Quoted	Fully Paid			124,937	124,937	Yes
	Vijaya Bank	Others	2,500	2,500	Quoted	Fully Paid			130,911	130,911	Yes
	Crew B.O.S Products Ltd.	Others	1,000	1,000	Quoted	Fully Paid			59,160	59,160	Yes
	Hotel Leela Venture Ltd.	Others	10,000	10,000	Quoted	Fully Paid			305,920	305,920	Yes
	ITC Ltd.	Others	30,000	30,000	Quoted	Fully Paid			1,094,281	1,094,281	Yes
	Petronet LNG Ltd.	Others	1,000	1,000	Quoted	Fully Paid			34,900	34,900	Yes
	Strides Acro Lab Ltd.	Others	1,000	1,000	Quoted	Fully Paid			200,548	200,548	Yes
	Jay Pee Infratech Ltd.	Others	490,150	490,150	Quoted	Fully Paid			49,995,300	49,995,300	Yes
	GI Power Corporation Ltd.	Others	4,000	4,000	Un-Quoted	Fully Paid			42,549	42,549	Yes
	GTZ Securities Ltd.	Others	5,000	5,000	Un-Quoted	Fully Paid			53,186	53,186	Yes
	Total								52,507,628	52,507,628	
b.	Investments in Government or Trust securities										
	Kisan Vikas Patra	Others							7,282	7,282	Yes
	6 Year Nsc VIII issue	Others							72,390	72,390	Yes
	Total								79,672	79,672	
	Total								52,587,300	52,587,300	

Note 15- Long Term Loans and Advances

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
a. Security Deposits		
Unsecured, considered good	87,545,511	92,846,602
	87,545,511	92,846,602
b. Loans and advances to related parties - Subsidiaries		
Unsecured, considered good	3,629,945,298	4,165,492,940
	3,629,945,298	4,165,492,940
c. Other loans and advances		
Inter Corporate Deposits		
Unsecured, considered good	131,567,760	278,540,270
	131,567,760	278,540,270
Total	3,849,058,568	4,536,879,812

Long Term Loans and Advances given to subsidiary and other companies which are recoverable on demand have been classified as Long Term Loans and Advances as the management is of the view that there is no likelihood of asking for their repayment, atleast with in next 12 months.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

Note 16- Inventories

As Taken, valued and certified by the management

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
a. Raw Materials and components (Valued at lower of cost and net realisable value)	833,843,413	694,319,488
b. Work-in-progress (Valued at cost)	4,259,772,926	4,336,578,528
c. Stock-in-trade (Valued at lower of cost and net realisable value)	76,529,691	91,646,871
Total	5,170,146,030	5,122,544,887

Note 17- Trade Receivables

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Trade receivables outstanding for a period less than six months from the date they are due for payment		
Unsecured, considered good	2,128,633,558	2,353,371,381
Retention Money Unsecured, considered good	245,030,237	625,867,127
	2,373,663,795	2,979,238,508
Trade receivables outstanding for a period exceeding six months from the date they are due for payment		
Unsecured, considered good	1,712,683,458	2,382,176,020
Retention Money Unsecured, considered good	967,082,641	502,066,326
	2,679,766,099	2,884,242,346
Total	5,053,429,894	5,863,480,854

Sundry Debtors as at 31 March, 2013 include ₹ 2279 Lacs (Previous year ₹ 2358 Lacs) represents amounts of work done and variation claims which has not been certified by the Client for which the Company intends to pursue this matter, if necessary, through legal action. And the management is reasonably confident of recovery of these amounts and consequently no change have been made to the values and classification of these amounts in the financial statements.

Sundry Debtors as at 31 March, 2013 include ₹ 1730 Lacs (Previous year ₹ 1730 Lacs) represents amounts of work done and retention which has been disputed by the Client. However, the matter has been referred to arbitration. The management is reasonably confident of establishing its claim for the said amount supported by proper evidence and consequently no change have been made to the values and classification of these amounts in the financial statements.

Note 18- Cash and Cash Equivalents

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
a. Balances with banks	65,928,886	46,825,784
This includes Earmarked Balances ₹ 1,525,000 (Previous Year ₹ 2,057,192)		
b. Cash on hand	33,044,775	35,076,832
Total	98,973,661	81,902,616

Note 19 - Short-Term Loans and Advances

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Others		
Unsecured, considered good	580,744,783	480,080,455
Total	580,744,783	480,080,455

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

Note 20- Other Current Assets

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Advance Tax	447,831,566	430,309,407
Income Tax Recoverable	772,501,710	438,612,992
Value Added Tax Recoverable	364,315,753	332,875,997
Service Tax Recoverable	94,344,017	36,209,561
Others	150,000,000	150,000,000
Total	1,828,993,046	1,388,007,957

Note 21- Revenue From Operations

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Construction Job Work -Net	14,978,085,877	19,050,287,659
Other operating revenues	105,076,785	161,716,280
Total	15,083,162,662	19,212,003,939

Note 22- Other Income

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Interest Income	385,281,007	455,183,807
Dividend Income	434,103	686,322
Other non-operating income (net of expenses directly attributable to such income)	2,433,318	670,476
Total	388,148,428	456,540,605

Note 23- Cost of Materials Consumed

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Opening Stock-Materials	694,319,488	871,109,982
Add: Purchases		
Basic Materials	1,168,114,296	1,627,365,126
Cement and Cement Products	2,519,067,389	3,015,602,054
Doors and Windows	103,804,013	167,399,086
Flooring, Cladding and Paving	195,831,568	177,118,358
Reinforcement Steel	2,591,452,969	3,659,612,357
Structural Steel	265,443,794	523,033,577
Other Materials	986,567,145	1,434,230,505
Less: Closing Stock-Materials	833,843,413	694,319,488
Total	7,690,757,250	10,781,151,556

Note 24- Changes in Inventories of Work-In-Progress and Stock In Trade

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Work-In-Progress		
Opening	4,336,578,528	3,640,945,697
Closing	4,259,772,926	4,336,578,528
Changes-Increase/(Decrease)	76,805,602	(695,632,831)
Stock In trade		
Opening	91,646,871	160,269,531
Closing	76,529,691	91,646,871
Changes-Increase/(Decrease)	15,117,180	68,622,660
Total	91,922,782	(627,010,171)

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

Note 25- Employees Benefit Expenses

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Salaries & Wages - staff		
Salaries & Wages	2,697,114,317	3,614,014,392
Contribution to Provident Fund	45,127,316	65,697,502
Contribution to ESI	1,312,083	7,225,437
Staff Welfare	16,206,928	24,249,948
Gratuity	10,918,924	8,289,622
Leave Encashment	125,643	(776,792)
Bonus	5,157,680	31,809,313
Medical Expenses	9,757,513	9,966,911
Salaries & Wages - Directors		
Remuneration	7,200,000	25,928,000
Sitting fees	185,000	99,000
Medical expenses	73,490	198,756
Total	2,793,178,894	3,786,702,089

Note 26 - Finance Cost

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Interest Expense	885,645,577	822,545,630
Other Borrowing Costs	101,528,202	90,118,981
Total	987,173,779	912,664,611

Note 27 - Other Expenses

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Consumption of Stores and Spare Parts	34,012,929	71,474,701
Power and Fuel	383,788,596	598,725,700
Hire Charges	323,669,949	492,996,426
Repairs to Machineries	20,694,912	16,467,956
Security Charges	57,117,702	68,789,227
Rent	53,139,186	54,114,068
Repairs and Maintenance of Office Buildings	6,863,569	9,796,896
Insurances	27,435,083	30,051,930
Rates and Taxes	1,971,929	1,045,837
Travelling Expenses	9,197,684	11,649,148
Vehicle Running and Maintenance Expenses	17,816,863	18,767,439
Tender Fees	623,068	1,368,366
Legal and Professional expenses	22,259,730	23,257,616
Printing and Stationery Expenses	7,940,310	10,309,579
Advertisement Expenses	755,235	211,806
Business Promotion Expenses	3,476,483	3,162,900
Auditors Remuneration	1,000,000	1,000,000
Other Expenses	62,814,351	40,853,613
Total	1,034,577,579	1,454,043,208

SOOD BRIJ & ASSOCIATES CHARTERED ACCOUNTANTS, NEW DELHI-110049**Auditors' Report on consolidated Financial Statements of B. L. Kashyap And Sons Limited and its Subsidiaries****To the Board of Directors**

B. L. Kashyap And Sons Limited, New Delhi

Report on the Consolidated Financial Statements

We have audited the accompanying Consolidated Financial Statements of B. L. Kashyap And Sons Limited ("the Company"), and its subsidiaries companies (together the "Group") which comprise the Consolidated Balance Sheet as at 31 March, 2013, the Consolidated Statement of Profit and Loss of the Company for the year ended on that date, the Consolidated Cash Flow Statement of the Company for the year ended on that date and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation of these Consolidated financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ('the Act'). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the Consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud, error or otherwise.

Auditor's Responsibility

We did not audit the financial statements of Security Information Systems (India) Limited and BLK Infrastructure Limited, subsidiaries, included herein, with total assets as at 31 March, 2013 of ₹ 223.12 Lacs, revenue loss of ₹ 21.66 Lacs And cash flow of ₹ (2.92) Lacs for the year ended on that date. This financial information has been audited by other Auditors, whose report we have relied upon for the purpose of consolidation.

Our responsibility is to express an opinion on these Consolidated financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the Consolidated financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the consolidated financial statements give the information required by the Act in the manner so required and 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 Company as at 31 March, 2013;
- (ii) In the case of the Consolidated Statement of Profit and Loss, of the Profit for the year ended on that date; and
- (iii) In the case of the Consolidated Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory requirements

As required by section 227(3) of the Act, 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 appears from our examination of those books;
- c. The Consolidated Balance Sheet, Consolidated Statement of Profit and Loss and Consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account; and

B. L. KASHYAP AND SONS LIMITED

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- d. In our opinion, the Consolidated Balance Sheet, Consolidated Statement of Profit and Loss and Consolidated Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956.
- e. On the basis of written representations received from the directors as on 31 March, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- f. In the opinion of other auditor of Security Information Systems (India) Ltd, w.r.t. to Note no. 2(B) (iii) regarding non-provision of Sundry Debtors amounting to ₹ 117.92 Lacs, the said accounts read together with the accounting policies and notes thereon give the information required by the Companies Act, 1956 in manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.

For Sood Brij & Associates
Chartered Accountants
Firms Regn. No. 00350N

A.K.SOOD
Partner

Membership Number: 14372

Place : New Delhi
Dated : 30.05.2013

**BALANCE SHEET (CONSOLIDATED)
AS AT 31 MARCH, 2013**

(Amount in ₹)

Particulars	Note No.	As at 31 March, 2013	As at 31 March, 2012
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	4	205,440,000	205,440,000
(b) Reserves and Surplus	5	5,278,905,201	5,213,068,434
2 Non-current Liabilities			
(a) Long-term borrowings	6	1,395,831,896	2,256,382,626
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities	7	1,764,296,672	126,083,976
(d) Long-term provisions	8	78,919,325	70,841,814
3 Current liabilities			
(a) Short-term borrowings	9	2,813,991,643	3,066,618,223
(b) Trade payables	10	3,073,153,710	3,951,153,231
(c) Other current liabilities	11	5,538,308,130	5,254,095,307
(d) Short-term provisions	12	37,383,050	52,384,083
4. Minority Interest		1,717,655	438,250
TOTAL		20,187,947,282	20,196,505,944
II. ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	13	1,575,147,449	1,787,716,147
(ii) Intangible assets		10,926,645	7,737,860
(iii) Capital work-in-progress		1,063,597,248	1,448,363,712
(b) Non-current investments	14	3,018,878,714	2,561,927,289
(c) Deferred tax assets (net)		50,660,679	58,925,557
(d) Long-term loans and advances	15	766,277,719	925,313,793
2 Current assets			
(a) Inventories	16	6,125,748,489	5,761,434,200
(b) Trade receivables	17	4,710,362,625	5,309,043,334
(c) Cash and cash equivalents	18	143,718,511	118,771,442
(d) Short-term loans and advances	19	818,667,064	727,507,623
(e) Other current assets	20	1,903,962,140	1,489,764,987
TOTAL		20,187,947,282	20,196,505,944

General Information and Significant Accounting Policies

1 & 2

Other Notes on Accounts being an integral part of these financial statements

3

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

For and on behalf of the Board of Directors

For Sood Brij & Associates
Chartered Accountants
Firm Regn. no. 00350N

Vinod Kashyap
Chairman
DIN-00038854

A.K. Sood
Partner
Membership No.-14372

Vineet Kashyap
Managing Director
DIN-00038897

Place : New Delhi
Dated : 30.05.2013

Pushpak Kumar
Company Secretary

Ashok Bansal
Vice President (Finance)

Vikram Kashyap
Joint Managing Director
DIN-00038937

STATEMENT OF PROFIT AND LOSS (CONSOLIDATED)
FOR THE YEAR ENDED 31 MARCH, 2013

(Amount in ₹)

Particulars	Note No.	Year ended 31 March, 2013	Year ended 31 March, 2012
I. Revenue from operations	21	15,433,052,653	19,598,126,215
II. Other income	22	206,481,491	188,475,844
III. Total Revenue (I + II)		15,639,534,144	19,786,602,059
IV. Expenses: Cost of materials consumed	23	7,799,372,856	10,952,633,118
Project Direct Expenses	24	(76,096,389)	1,395,237
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	25	21,694,970	(667,627,949)
Sub Contract Work		2,613,892,919	3,139,756,769
Other Manufacturing Expenses	26	38,723,488	39,272,466
Employee benefits expense	27	2,844,619,377	3,841,988,698
Finance costs	28	927,682,677	746,022,036
Depreciation and amortization expense	13	257,281,161	272,556,003
Other expenses	29	1,119,174,629	1,528,284,076
Total expenses		15,546,345,688	19,854,280,453
V. Profit before exceptional and extraordinary items and tax (III-IV)		93,188,456	(67,678,394)
VI. Exceptional items		(22,401,894)	-
VII. Profit before extraordinary items and tax (V - VI)		115,590,350	(67,678,394)
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII- VIII)		115,590,350	(67,678,394)
X. Tax expense:			
(1) Current tax		31,513,249	(12,365,758)
(2) Deferred tax		23,194,613	29,573,869
(3) Prior Period Tax Adjustments		8,264,879	(59,818,291)
		53,757	17,878,664
XI. Profit (Loss) for the period from continuing operations (VII-VIII)		84,077,101	(55,312,636)
XII. Profit/(loss) from discontinuing operations		-	-
XIII. Tax expense of discontinuing operations		-	-
XIV. Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
Minority Interest			
XV. Profit (Loss) for the period (XI + XIV)		84,077,101	(55,312,636)
XVI. Earnings per equity share:			
(1) Basic		0.41	(0.27)
(2) Diluted		0.41	(0.27)
Face Value of each Equity Share		₹ 1	₹ 1
General information and significant Accounting Policies	1 & 2		
Other Notes on Accounts being an integral part of these financial statements	3		

This is the Statement of Profit and Loss referred to in our report of even date

For and on behalf of the Board of Directors

For Sood Brij & Associates
Chartered Accountants
Firm Regn. no. 00350N

Vinod Kashyap
Chairman
DIN-00038854

A.K. Sood
Partner
Membership No.-14372

Vineet Kashyap
Managing Director
DIN-00038897

Place : New Delhi
Dated : 30.05.2013

Pushpak Kumar
Company Secretary

Ashok Bansal
Vice President (Finance)

Vikram Kashyap
Joint Managing Director
DIN-00038937

CASH FLOW STATEMENT (CONSOLIDATED) FOR THE YEAR ENDED 31 MARCH, 2013

(Amount in ₹)

Particulars	As at 31 March, 2013		As at 31 March, 2012	
A. Cash Flow From Operating Activities				
Net Profit before tax & extra-ordinary items		115,590,350		(67,399,782)
Adjustment for :				
- Depreciation	257,281,161		272,556,003	
- Profit From Partnership Firm	(714,327)		(710,833)	
- Unrealised Profit on Stock	(6,301,959)		-	
- Interest Expenses	927,682,677		746,022,036	
- Loss/(Profit) on Fixed Assets/Investments sold	10,765,376		(26,746,495)	
- Interest Received	(54,652,467)		(55,664,132)	
- Dividend Received	(434,103)	1,133,626,358	(686,322)	934,770,257
Operating Profit Before Working Capital Change				
Adjustment for :				
- Decrease/(Increase) in Trade And Other Receivables	252,360,190		(638,423,308)	
- Decrease/(Increase) in Inventories	(364,314,289)		(639,179,001)	
- Increase/(Decrease) in Trade And Other Payables	1,037,084,535	925,130,436	1,458,327,905	180,725,596
Cash Generated From Operations				
Less: Advance Tax	(23,194,613)		(29,852,481)	
Less: Prior Period Expense	(53,757)	(23,248,370)	(17,878,664)	(47,731,145)
Net Cash From Operating Activities		2,151,098,774		1,000,364,926
B. Cash Flow From Investing Activities				
- Proceeds from Sale of Fixed Assets	553,747,873		2,593,306,988	
- Profit from Partnership Firm	714,327		710,833	
- Interest Received	54,652,467		55,664,132	
- Dividend Received	434,103		686,322	
- Purchase of Fixed Assets	(227,648,033)		(1,007,354,821)	
- Purchase of Investments	(456,951,425)		(2,508,311,989)	
Net Cash (Used In)/From Investing Activities		(75,050,688)		(865,298,535)
C. Cash Flow From Financing Activities				
- Proceeds from Borrowings	(1,113,177,310)		444,882,756	
- Dividends paid (including tax thereon)	(10,241,029)		(23,876,750)	
- Interest and Finance Charges Paid	(927,682,677)		(746,022,036)	
Net Cash (Used In)/From Financing Activities		(2,051,101,017)		(325,016,030)
Net Increase In Cash And Equivalents		24,947,069		(189,949,639)
Cash And Cash Equivalents (Opening Balance)		118,771,442		308,721,082
Cash And Cash Equivalents (Closing Balance)		143,718,511		118,771,442
Notes :				
1) Cash and cash equivalents include :-				
Cash		40,532,218		39,980,330
Balance with Schedule Bank		103,186,293		78,781,830
Cheques in hand		-		9,283
Total		143,718,511		118,771,442

General Information and Significant Accounting Policies
Notes on Accounts being an integral part of these financial statements

1 & 2
3

This is the Cash Flow Statement referred to in our report of even date

For Sood Brij & Associates
Chartered Accountants
Firm Regn. no. 00350N

A.K. Sood
Partner
Membership No.-14372

Place : New Delhi
Dated : 30.05.2013

Pushpak Kumar
Company Secretary

Ashok Bansal
Vice President (Finance)

For and on behalf of the Board of Directors

Vinod Kashyap
Chairman
DIN-00038854

Vineet Kashyap
Managing Director
DIN-00038897

Vikram Kashyap
Joint Managing Director
DIN-00038937

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

Basis of Consolidation

1. The Consolidated Financial statements included the financial statements of B. L. Kashyap And Sons Ltd., its Subsidiary Companies and Joint Ventures as at 31 March, 2013 which are as follows:

Name of Subsidiary	Controlling Stake
B L K Lifestyle Limited	100%
Soul Space Projects Limited (Consolidate)	97.91%
Security Information Systems (India) Limited	100%
BLK Infrastructure Limited	100%
Name of Joint Ventures	
BLK -NCC Consortium	

The consolidated financial statements comply with the requirements of AS-21 & AS-27.

2. The financial statements of the parents company, its subsidiaries and joint ventures have combined on a line by line basis by adding together the book values of like items, after eliminating intra-group balances/ transaction and resulting unrealized profits in full.
3. Minority interest's share of net profit of consolidated subsidiaries and joint venture partner for the year is identified and adjusted against the income of the group in order to arrive at the net income attributable to shareholders of the Company.

Note 1- General Information

B.L. Kashyap And Sons Ltd (BLK) is a public limited company domiciled in India and incorporated under the provisions of the Companies Act, 1956. Founded in 1978 as a partnership firm, BLK owes its success to Shri B L Kashyap, a veteran construction professional. Incorporated as a limited company in 1989. Today, BLK is one of India's most respected construction and infrastructure development companies with a pan India presence. Our service portfolio extends across the construction of factories and manufacturing facilities, IT campuses, commercial & residential complexes, malls and hotels.

Note 2- Significant Accounting Policies

The Company follows mercantile basis of accounting. The accounts are prepared on historical cost on going concern basis and are consistent with generally accepted accounting principles and materially comply with the notified Accounting Standards by the Companies (Accounting Standards) Rules 2006 (as amended) and the relevant provisions thereof. The significant Accounting policies followed by the Company are as stated below:

2.1 Fixed Assets

Fixed Assets are shown at cost less accumulated depreciation. Cost comprises of purchase price, import duties and other non refundable taxes or levies and any other directly attributable costs.

2.2 Depreciation

- Depreciation is provided on Written down value method at rates specified in Schedule XIV to the Companies Act, 1956
- Items of Fixed Assets costing upto ₹ 5,000 are depreciated fully in the year of purchase
- Leasehold improvements are being written-off over the lease period

2.3 Borrowing Costs

Borrowing Costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

2.4 Investments

Investments are classified as Current and Long-term Investments, Current Investments are stated at lower of cost and fair value. Long-term Investments are stated at cost. A provision for diminution is made to recognise a decline, other than temporary, in the value of Long-term Investments.

2.5 Inventory

- Work-in-progress including materials at sites is valued at cost.
- Stock in Trade is valued at lower of cost and net realizable value.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

2.6 Revenue & Expenditure Recognition

Revenue from construction is recognized as follows:

:- Contract revenue represents the cost of work performed on the contract plus proportionate margin using the percentage of completion method. Percentage of completion is determined as a proportion of cost of work performed to date to the total estimated contract costs.

Full provision is made for any loss in the period in which it is foreseen. Project and construction related work in progress is reflected at cost till such time the outcome of the job cannot be ascertained reliably and at realizable value thereafter. The above policy is not materially different from the policy hitherto being followed and therefore there is no material variation in revenue booked.

:- The Revenue/Expenditure are recognized on the basis of the lower of the percentage of total project expenditures or project revenues incurred/due, subject to the minimum of 30% following the Guidance Note on Accounting for Real Estate Transactions (Revised 2012) of ICAI. Until previous year the Company was taking lower of 35% of the project expenditure and revenues incurred/due as the basis of revenue recognition. During the year the such percentage has been changed from 35% to 30% in terms of the said Guidance Note. However, all the running projects of the company had already crossed the limit of 35% of their respective expenditure and revenue during the previous year itself, therefore the change of such percentage has no impact in Current Year's Revenue and Profits.

2.7 Use of Estimates

The preparation of financial statements is in conformity with generally accepted accounting principals. It requires estimates and assumptions to be made which affect the reported amounts of assets and liabilities on the date of the financial statements, and the reported amount of revenue and expenses during the reporting period. Difference between actual results and estimates are recognized in the year in which the results are known /materialized.

2.8 Employees Retirement Benefits

The company has accounted for liability towards Gratuity and Leave Encashment on the basis of actuarial valuation.

2.9 Provision for Current and Deferred Tax

Provision for current tax is made after taking into consideration various benefits and disallowances as per the Income Tax Act 1961. Deferred tax in accordance with AS-22 is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable incomes and accounting income that originates in one period and is capable of reversal in one or more subsequent periods.

2.10 Cash Flow Statement

Cash Flows are reported as per the indirect method as specified in the Accounting Standard (AS-3), 'Cash Flow Statement'.

2.11 Impairment of Assets

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable amount. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired.

2.12 Foreign Currency Transactions

(I) Initial Recognition

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

(II) Conversion

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

(III) Exchange Difference

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

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

Note 3- Notes on Accounts

Contingent Liabilities :

3.1.1 Claims against the company not acknowledged as debts:

- (a) Out of Income Tax demand of ₹ 892,833,491 raised u/s 153A/143(3) in Assessment proceedings for the year 2002-2003 to 2010-2011, ₹ 666,548,940 has been deposited/adjusted. The Company has filed appeals before The Commissioner of Income Tax (Appeals) II, New Delhi contesting whole of the demand which is based on addition made on the basis of legal issues/technical/adhoc basis.
- (b) Other demands not acknowledged as payables:- **(₹ in Lacs)**
- | | |
|----------------|--------|
| Income Tax TDS | 13.10 |
| Service Tax | 301.18 |
| VAT | 100.60 |
- (c) Additional Demand of 592.76 Crores from Provident Fund Authorities for the period from 1.4.2005 to 31.12.2010. The Company has contested the demand and the matter is pending before Employees Provident Fund Appellate Tribunal, New Delhi.
- (d) Additional tax liability, if any pending assessments is indeterminate.
- (e) No disputed/legal cases which may have any material and adverse financial implication are pending against the company.
- (f) Soul Space Projects Limited - In respect of Income Tax Assessment year 2006-07 to 2009-10, Income Tax & Fringe Benefit Tax demand of ₹ 54,705,359 has been raised by the Income Tax Department. As against the above demand, the Company has since adjusted/deposited a Sum of ₹ 29,182,379 and shown as advance tax paid. The Company has not made provision for the demand of Income Tax raised and has filed appeal for Assessment Year 2007-08 to Assessment Year 2009-10 before the Commissioner of Income Tax (Appeal) II, New Delhi. Further in respect of Assessment Year 2006-07 the matter is pending before Income Tax Appellate Tribunal, New Delhi. The appeals are still pending for hearing and its disposal.
- (g) Soul space Projects Limited - There are certain legal disputes in respect of titles to the land acquired at Pune for the purpose of Joint Development. The Legal cases are at different stages of hearings. At this stage it is difficult to ascertain and/or quantify additional liability towards any claims arising on account of such legal disputes.
- (h) BLK Lifestyle Ltd. - In respect of Income Tax Assessment year 2006-07 the CIT(A) II, New Delhi has confirmed addition of ₹ 630,000. The Tax on this amount has already been paid/ adjusted. The Company has not made any provisions for the demand of Income Tax raised and has filed appeal before ITAT, New Delhi.
- (i) BLK Lifestyle Ltd. - Liability in respect of Sales Tax Demand not acknowledged ₹ 346,401 (Previous Year ₹ 346,401).
- (j) Security Information Systems (India) Limited - Out of Income tax demand raised in Assessment proceedings for the A.Y.2002-03 to 2008-09 u/s 153A / 143(3) of ₹ 1,048,861 , ₹ 100,000 has been deposited. The said amount has been shown under advance taxes paid and no provision has been made. Further in respect of in respect of Assessment year 2004-05 to 2008-09, returned losses of the company had been reduced and penalty proceeding had also been initiated. Amount in dispute ₹ 3,305,928 , Amount of liability arising not ascertainable and not provided. Company had filed appeal before CIT (A), II, New Delhi.

3.1.2 Guarantees :

- (a) Liability in respect of Bank Guarantees is ₹ 1,530,669,978 (Previous year ₹ 1,765,105,439)
- (b) Liability in respect of Letter of Credits is ₹ 29,976,479 (Previous year ₹ 68,934,486)
- (c) Corporate Guarantees' of ₹ 2,461,353,998 (Previous year ₹ 1,531,071,762) in favour of:-
- Clients ₹ 1,221,353,998,
 - Subsidiaries ₹ 1,240,000,000.

3.1.3 : Other Money for which the Company is liable :

Estimated amount of contracts remaining to be executed on Capital Account and not provided for. ₹ 1,111,569 Previous Year (₹ 11,416,248)

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

Related Party Disclosure

3.2.1 List of Related Parties

(i) Associates	Status
(a) B.L.K. Financial Services Limited	Limited Company
(b) B.L.K. Securities Private Limited	Private Limited Company
(c) Ahuja Kashyap Malt Pvt. Ltd.	Private Limited Company
(d) Bezel Investments & Finance Pvt. Ltd.	Private Limited Company
(e) B.L. Kashyap & Sons	Partnership Firm
(f) Kasturi Ram Herbal Industries	Partnership Firm
(g) Aiyana Trading Pvt. Ltd.	Private Limited Company
(h) Chrysalis Trading Pvt. Ltd.	Private Limited Company
(i) Chrysalis Realty Projects (P) Ltd	Private Limited Company
(j) EON Auto Industries Pvt. Ltd.	Private Limited Company
(k) Suryakant Kakade & Soul Space	Partnership Firm
(l) B L Kashyap & Sons Software Pvt.Ltd	Private Limited Company
(m) B L Kashyap & Sons (HUF)	HUF
(ii) Key Management Personnel	
(a) Mr. Vinod Kashyap	Chairman
(b) Mr. Vineet Kashyap	Managing Director
(c) Mr. Vikram Kashyap	Joint Managing Director
(iii) Relatives of Key Management Personnel	
(a) Mr. Mohit Kashyap	Son of Mr. Vinod Kashyap
(b) Mr. Malini Kashyap Goyal	Daughter of Mr. Vinod Kashyap
(c) Mr. Saurabh Kashyap	Son of Mr. Vineet Kashyap
(d) Mr. Anjoo Kashyap	Wife of Mr. Vinod Kashyap
(e) Mr. Aradhana Kashyap	Wife of Mr. Vineet Kashyap
(f) Mr. Amrita Kashyap	Wife of Mr. Vikram Kashyap
(g) Mr. Nitika Nayar Kashyap	Wife of Mr. Mohit Kashyap
(h) Mr. Shruti Chaudhari	Daughter of Mr. Vineet Kashyap
(i) Mrs Sanjana Kashyap Kapoor	Daughter of Mr. Vikram Kashyap
(j) Mr. Sahil Kashyap	Son of Mr. Vikram Kashyap
(k) Mrs Ishita Kashyap	Wife of Mr. Saurabh Kashyap

3.2.2 Transactions with related parties during the year :

(₹ in Lacs)

Description	Associates		Key Management		Relatives	
	Debit	Credit	Debit	Credit	Debit	Credit
Job Works Dealing Expenses	-	-	-	-	-	-
<i>Previous Year</i>	-	-	0.51	-	-	-
Sale					-	
<i>Previous Year</i>					5.00	
Inter-Corporate Deposits	-	-	-	-	-	-
<i>Previous Year</i>	-	-	-	-	-	-
Interest on ICD	-	-	-	-	-	-
<i>Previous Year</i>	-	-	-	-	-	-
Remuneration Paid	-	-	-	89.40		40.82
<i>Previous Year</i>	-	-	-	259.20		38.27
Rent Paid	-	14.99		12.00	-	-
<i>Previous Year</i>	-	13.96		12.00	-	-
Medical Expenses	-	-	-	0.73	-	-
<i>Previous Year</i>	-	-	-	1.99	-	-
Loan from Directors	-	-	125.00	349.00	-	-
<i>Previous Year</i>	-	-	-	-	-	-
<i>Closing Balance</i>	-	41.22	-	245.08	-	4.82
<i>Previous Year</i>	-	10.09	0.22	0.80	5.00	3.26

In respect of above parties there is no provision for doubtful debts as on 31.3.2013 and no amount is written off or written back during the year in respect of debt/loan & advances due from/to them.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

3.3 Impairment of Assets

In accordance with the Accounting Standard – 28 on “Impairment of Assets” issued by the Institute of Chartered Accountants of India, no Asset has been identified for impairment by the Company during the year.

3.4 All borrowing costs have been charged to revenue; hence no cost is attributable to acquisition or Construction of qualifying assets.

3.5 Deferred Tax

(Amount in ₹)

Deferred Tax Liability (Assets) on account of	As at 31 March, 2013	As at 31 March, 2012
- Depreciation	30,903,331	34,986,408
- Carried Forwards losses	(36,954,509)	(60,522,052)
- Accrued Gratuity & Leave Encashment provision	(25,605,375)	(22,963,786)
- Prepaid Processing Fee	1,902,548	4,429,975
- Long Term Capital Loss	(3,699,470)	(3,154,820)
-Tax Provision (MAT)	-	(2,995,932)
- Bonus	(17,207,205)	(8,705,350)
Net Deferred Tax Liability / (Assets)	(50,660,679)	(58,925,557)

In accordance with “Accounting Standard 22” the Company has recognised the deferred tax Assets as at 31 March, 2013 amounting to ₹ 50,660,679 and has charged the same to Profit & Loss Appropriation Account (Previous year deferred tax assets ₹ 59,818,292).

3.6 Earning per Share (EPS)

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
a. Net Profit available for Equity Shareholders	84,077,101	(55,312,636)
b. Number of Equity Shares used as denominator for calculation of EPS	205,440,000	205,440,000
c. Basic and Diluted Earnings per Share of ₹ 1 each	0.41	(0.27)

3.7 Balances with the Parties are subject to Confirmations.

3.8 In the opinion of the board of directors all its assets other than fixed assets and non-current investments have a value on realization in the ordinary course of business at least equal to the amounts at which they are stated in the Balance Sheet.

3.9 Additional information pursuant to Para 5 of Part II of Schedule VI to the Companies Act, 1956 to the extent applicable.

(Amount in ₹)

Expenditure in Foreign Currency on account of	As at 31 March, 2013	As at 31 March, 2012
a. Traveling Expenses	1,127,061	1,233,812
b. CIF Value of Import import of Material/ Technical Fees	1,116,366	2,316,689
c. CIF Value of Imports of Assets	-	10,811,302

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

- 3.10 On the basis of confirmation obtained from suppliers who have registered themselves under the Micro Small Medium Enterprise Development Act, 2006 (MSMED Act, 2006) and based on the information available with the company, the balance due to Micro & Small Enterprises as defined under the MSMED Act, 2006 are as follows:-

(Amount in ₹)

Sr. No.	Details of dues to Micro, Small and Medium Enterprises As per MSMED Act, 2006	2012-2013	2011-2012
1.	The Principal amount and the interest due thereon remaining unpaid to any Suppliers as at the end of Year.		
	- Principal Amount Un Paid	24,118,041	6,569,42
	- Interest Due	2,769,861	456,112
2.	The amount of interest paid by the buyer in terms of section-16 of the Micro Small and Medium Enterprises Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during the year Payment made beyond the Appointed date Interest paid beyond the Appointed date :		
	- Principal Amount Paid	220,760,704	6,962,345
	- Interest Paid	-	-
3.	The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year,) but without adding the interest specified under Micro Small and Medium Enterprises Development Act, 2006.	-	-
4.	The amount of interest accrued and remaining unpaid at the end of the year	3,165,240	604,686
5.	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above or actually paid to the small enterprises for the purpose of disallowance as a deductible expenditure under section 23 Micro Small and Medium Enterprises Development Act, 2006	-	-

- 3.11 The following table sets out the status of the gratuity/leave encashment plan and other benefits as required under the revised Accounting standard -15 issued by The Institute of Chartered Accountants of India.

a) Gratuity Liability as recognized in the Balance Sheet:-

(Amount in ₹)

Sr. No	Assets / Liability	31 March, 2013
a.	Present value of obligation	(73,676,192)
b.	Fair value of plan assets	-
c.	Net assets / (liability) recognized in balance sheet as provision	-

b) Gratuity Expense recognized in the statement of Profit and Loss Account

(Amount in ₹)

Sr. No	Particulars	31 March, 2013
a.	Present value of obligation as at the beginning of the period	65,681,291
b.	Acquisition adjustment	-
c.	Interest cost	5,254,503
d.	Past service cost	-
e.	Current service cost	10,803,587
f.	Benefits paid	(3,699,729)
g.	Actuarial (gain)/loss on obligation	(4,363,460)
h.	Expenses recognized in the statement of profit & losses	11,694,630
i.	Present value of obligation as at the end of period	73,676,192

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2013

c) Leave Encashment Liability Recognized in The Balance Sheet:- (Amount in ₹)

Sr. No	Particulars	31 March, 2013
a.	Present value of obligation as at the end of the period	5,243,133
b.	Fair value of plan assets as at the end of the period	-
c.	Funded status	5,243,133
d.	Excess of actual over estimated	-
e.	Unrecognized actuarial (gains)/losses	-
f.	Net asset/(liability) recognized in balance sheet	5,243,133

d) Leave Encashment Expense recognized in the statement of profit and loss:- (Amount in ₹)

Sr. No	Particulars	31 March, 2013
a.	Current service cost	1,083,976
b.	Past service cost	-
c.	Interest cost	412,842
d.	Expected return on plan assets	-
e.	Curtailement cost / (Credit)	-
f.	Settlement cost / (credit)	-
g.	Net actuarial (gain)/ loss recognized in the period	(1,414,208)
h.	Expenses recognized in the statement of profit & losses	82,610

3.12 Auditors Remuneration (Amount in ₹)

Sr. No.	Particulars	Year Ended 31.03.2013	Year Ended 31.03.2012
a.	Audit Fees	910,000	910,000
b.	Tax Audit Fees	150,000	150,000
c.	Other Certification Charges	200,000	200,000
d.	Other Charges	101,500	101,500
e.	Service Tax Reimbursement	172,834	140,595
	Total	1,534,334	1,502,095

3.13 Segmental Reporting

- B L Kashyap And Sons Limited - The company has only one reportable business segment i.e. civil contracts. The company also operates a hotel in Mussourrie and also trades in residential flats. However, these are not "Reportable Segments" as per clause 27 of AS17, as the revenue from these sources is less than 10% of the total revenue. The company operates in only one geographical segment viz. India.
- BLK Lifestyle Limited - The company has one reportable segment namely revenue from manufacturing and executing contracts of hard furnishing in India.
- Soul Space Projects Limited - The company has one reportable segment of activity namely realty and its geographical segment in India.

3.14 The Company has paid remuneration to whole time Directors amounting to ₹ 8,940,000.

3.15 Disclosure pursuant to Accounting Standard 7 as prescribed under Companies Accounting Standards Rules on Accounting in respect of the contracts in progress at the reporting date:-

(Amount in ₹)

Sr. No.	Particulars	2012-2013	2011-2012
a.	Contract revenue recognised as revenue in the Period	14,174,612,412	17,405,686,644
b.	Contract costs incurred and recognised profits (less recognised losses) upto the reporting date	14,967,663,767	34,931,954,100
c.	Retention money retained	867,735,998	853,189,261
d.	Mobilization advance received	2,601,967,168	3,112,332,031
e.	Gross amount due from customers	3,808,484,948	4,407,950,126
f.	Gross amount due to customers	1,566,042,811	-

3.16 Previous year's figures have been re-grouped, rearranged to make them comparable with figures of current year, wherever considered necessary.

CONSOLIDATED NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 4- Share Capital

Share Capital	As at 31 March, 2013		As at 31 March, 2012	
	Number	₹	Number	₹
Authorised				
8 % Non- Cumulative Preference Shares of ₹ 10 each	5,000,000	50,000,000	5,000,000	50,000,000
Equity Shares of ₹ 1 each	250,000,000	250,000,000	250,000,000	250,000,000
Issued, Subscribed & Paid up				
8% Non- Cumulative Preference Shares of ₹ 10 each	–	–	–	–
Equity Shares of ₹ 1 each	205,440,000	205,440,000	205,440,000	205,440,000
Total	205,440,000	205,440,000	205,440,000	205,440,000

a. Reconciliation of shares outstanding at the beginning and at the end of reporting period

Particulars	Equity Shares		Preference Shares	
	Number	₹	Number	₹
Shares outstanding at the beginning of the year	205,440,000	205,440,000	–	–
Shares Issued during the year	–	–	–	–
Shares bought back during the year	–	–	–	–
Shares outstanding at the end of the year	205,440,000	205,440,000	–	–

b. Details of Shareholders holding more than 5% shares in company

Name of Shareholder	As at 31 March, 2013		As at 31 March, 2012	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Vinod Kashyap	48,566,600	23.64	48,566,600	23.64
Vineet Kashyap	48,932,330	23.82	48,752,330	23.73
Vikram Kashyap	48,616,750	23.66	48,616,750	23.66

c. Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date

Particulars	Year (Aggregate No. of Shares)				
	2012-13	2011-12	2010-11	2009-10	2008-09
Equity Shares :					
Fully paid up pursuant to contract(s) without payment being received in cash	–	–	–	–	–
Fully paid up by way of bonus shares	–	–	102,720,000	–	–
Shares bought back	–	–	–	–	–
Preference Shares :					
Fully paid up pursuant to contract(s) without payment being received in cash	–	–	–	–	–
Fully paid up by way of bonus shares	–	–	–	–	–
Shares bought back	–	–	–	–	–

CONSOLIDATED NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 5- Reserves and Surplus

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Capital Reserves		
Opening Balance	2,550,000	2,550,000
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	2,550,000	2,550,000
Securities Premium Account		
Opening Balance	1,903,424,250	1,903,424,250
Add : Securities premium credited on Share issue	-	-
Less : Premium Utilised for various reasons	-	-
For Issuing Bonus Shares	-	-
Closing Balance	1,903,424,250	1,903,424,250
General Reserves		
Opening Balance	1,091,809,350	1,091,809,350
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	1,091,809,350	1,091,809,350
Surplus		
Opening balance	2,215,284,834	2,282,535,845
(+) Net Profit/(Net Loss) For the current year	84,077,101	(55,312,636)
(+) Transfer from Reserves	-	-
(-) Proposed Dividends	10,272,000	10,272,000
(-) Interim Dividends	-	-
(-) Unrealised profit on Stock	6,301,959	-
(-) Dividend Tax	1,666,375	1,666,375
Closing Balance	2,281,121,601	2,215,284,834
Total	5,278,905,201	5,213,068,434

Note 6- Long Term Borrowings

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Secured Term Loans		
- From Banks	1,101,348,028	1,820,270,062
- From Other Parties	226,462,643	360,512,564
(For period of default and Amount, Refer to Note (a) and (b) below)		
	1,327,810,670	2,180,782,626
Unsecured		
(a) Term loans from other parties (Refer to note (c) below)	68,021,226	75,600,000
(b) From related Parties	-	-
(c) From other Parties	-	-
(d) Loans and advances from related parties from other parties	-	-
	68,021,226	75,600,000
Total	1,395,831,896	2,256,382,626

CONSOLIDATED NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Secured Loans

(a) Term Loans From Banks

1. Union Bank of India ₹ 85,254,996 (Previous Year ₹ 128,571,425).
2. State Bank of Patiala ₹ 3,115,736 (Previous Year ₹ 24,149,229).
Principal Amount ₹ 3,115,736 & Interest ₹ 650,244 delayed by 85 days each.
3. Oriental Bank of Commerce ₹ 50,000,000 (Previous Year ₹ 75,000,000.)
4. IndusInd Bank NIL (Previous Year ₹ 70,000,000).
(Loan from Union bank of India, State Bank of Patiala, Oriental Bank of Commerce & IndusInd Bank (Point no. 1-4)are secured by way of first pari passu charge on Fixed Assets of Company except those specifically charged to financial Institutions/bank for term loans of machinery & vehicles and personal Guarantees of Whole Time Directors).
5. Syndicate Bank ₹ 1,000,000,000 (Previous Year ₹ 100,000,000).
Interest ₹ 35,274,781 delayed by 59 days.
(Loan from Syndicate Bank secured by Subservient charge by way of hypothecation on all the Movable Assets, Current Assets, receivables and fixed assets & personal guarantees of whole - time Directors).
6. State Bank of India ₹ 508,200,000 (Previous Year ₹ 490,530,418).
(Loan from State Bank of India is secured by First pari passu charge over entire present, future Current Assets and pledge of company shares held by whole time directors).
7. ICICI Bank ₹ 95,027,290 (Previous Year ₹ 316,720,000).
Principal Amount ₹ 714,7290 & Interest ₹ 13,712,596 delayed by 61 Days.
(Loan secured against Land & Building & Personal Guarantee of Directors).
8. IndusInd Bank ₹ 643,828,592 (Previous Year NIL).
(Loan secured against Land & Building & Personal Guarantee of Directors).

Loan Secured against Hypothecation of Plant & Machinery and Personal Guarantee of Whole Time Directors

1. From Kotak Mahindra Bank Ltd. Loans outstanding as at 31 March, 2013 ₹ 1,685,452 (Previous Year ₹ 21,969,077).
Interest ₹ 2,522 delayed by 21 days.
(Loans Secured Against Hypothecation of Plant and Machinery and Personal Guarantee of Whole- Time Directors).
2. From HDFC Bank Ltd. Loans outstanding as at 31 March, 2013 ₹ 106,932,996 (Previous Year ₹ 180,554,653).
Principal Amount ₹ 15,956,114 & Interest ₹ 1,997,974 delayed by 85 days each.
(Loans Secured Against Hypothecation of Plant and Machinery and Personal Guarantee of Whole- Time Directors).
3. From Dhanlaxmi Bank Ltd. Loans outstanding as at 31 March, 2013 ₹ 8,901,731 (Previous Year ₹ 12,740,026).
(Loans Secured Against Hypothecation of Plant and Machinery and Personal Guarantee of Whole- Time Directors)

Loans Secured Against Hypothecation of Cars And Personal Guarantee of Whole - Time Directors

1. From ICICI Bank Ltd. Loans outstanding as at 31 March, 2013 (-) ₹ 2,795 (Previous Year ₹ 1,070,652).
(Loans Secured Against Hypothecation of Car and Personal Guarantee of Whole- Time Directors).
2. From HDFC Bank Ltd. Loans outstanding as at 31 March, 2013 ₹ 1,373,967 (Previous Year ₹ 2,244,482).
(Loans Secured Against Hypothecation of Car and Personal Guarantee of Whole- Time Directors).
3. From Kotak Mahindra Bank Ltd. Loans outstanding as at 31 March, 2013 ₹ 276,733 (Previous Year ₹ 1,524,659).
(Loans Secured Against Hypothecation of Car and Personal Guarantee of Whole- Time Directors).

(b) Term Loans From Others

1. From L & T Infrastructure Finance Company Ltd. ₹ 124,999,997 (Previous Year ₹ 297,368,228).
Principal Amount ₹ 41,666,667 & Interest ₹ 8,452,125 delayed by 59 days each.
(Loan secured by Subservient charge by way of hypothecation on all the Movable Assets, Current Assets, receivables and fixed assets & personal guarantees of Whole - Time Directors).
2. From Reliance Capital Ltd. Loans outstanding as at 31 March, 2013 ₹ 25,390,971 (Previous Year ₹ 42,076,917).
Principal Amount ₹ 3,366,508 & Interest ₹ 294,741 delayed by 58 days each.
(Loans Secured Against Hypothecation of Plant and Machinery and Personal Guarantee of Whole- Time Directors).
3. From Bajaj Finance Limited Loans Outstanding as at 31 March, 2013 ₹ 3,036,639 (Previous Year ₹ 11,051,144).
(Loans Secured Against Hypothecation of Plant and Machinery and Personal Guarantee of Whole- Time Directors).

CONSOLIDATED NOTES FORING PART OF THE FINANCIAL STATEMENTS

4. From Srei Equipment Finance Limited. Loan outstanding as at 31 March, 2013 ₹ 372,025,015 (Previous Year ₹ 398,120,897). Principal Amount ₹ 46,427,534 & Interest ₹ 16,036,733 delayed by 85 days.
 (Loans Secured Against Hypothecation of Plant and Machinery and Personal Guarantee of Whole- Time Directors).

The above Breakup of Total Loan as shown in a and b is ₹ 2,342,357,487 in aggregate. Out of which, an amount of ₹ 524,091,762 is shown under Long Term loans as per Note 6 and the balance of ₹ 1,818,265,725 is shown as part of the current maturities of Long term debt under other Current Liabilities as per Note 11 in terms of requirements of schedule VI to the Companies Act, 1956.

5. Srei Equipment Finance Pvt. Ltd. ₹ 64,863,026 (Previous Year Nil).
 Loan Secured against Immovable Property situated at Bangalore & Personal Guarantee of Directors.

Note 7 - Other Long Term Liabilities

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Others		
Sundry Creditors (Long Term)	172,462,161	–
Mobilisation Advance from Customers (Long Term)	1,411,715,005	–
Security Deposit Taken From Tenants	180,119,506	117,364,592
Interest Payable (Net of Tax)	–	8,719,384
Total	1,764,296,772	126,083,976

In the opinion of management, the Sundry Creditors Trade (Long Term) payable are those Sundry Creditors which are outstanding for a period of more than one year and hence not in operating cycle of the company.

Note 8 - Long Term Provisions

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Provision for employee benefits		
Gratuity (unfunded)	73,676,192	65,681,291
Leave Encashment (unfunded)	5,243,133	5,160,523
Total	78,919,325	70,841,814

Note 9 - Short Term Borrowings

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Secured		
Loans Repayable on demand From Banks [Refer to note below]	2,791,591,643	3,066,618,223
	2,791,591,643	3,066,618,223
Unsecured		
Loans Repayable on demand From Managing Director	22,400,000	–
	22,400,000	–
Total	2,813,991,643	3,066,618,223

Secured Loans

- Working Capital Facility From Banks
 (Secured by way of first pari passu charge on Current Assets of the company and Second pari passu charge on Fixed Assets of the Company except those specifically charged to Financial Institutions/banks/others for term Loans of machinery & vehicles and Personal Guarantees of whole time Directors).
- IndusInd Bank Balance NIL (Previous Year ₹ 300,000,000).
 (Loan from IndusInd Bank is secured by First pari passu charge over entire present & future Current Assets & Movable Fixed Assets, excluding Specifically charged to term lenders from machinery loans).

CONSOLIDATED NOTES FORMING PART OF THE FINANCIAL STATEMENTS

3. Indusind Bank ₹ 30,000,000 (Previous Year Nil).
Interest of ₹ 522,517 Delayed by 33 Days.
(Secured against Hypothecation of Current Assets & on Personal Guarantee of Directors).

Note 10 - Trade Payables

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Trade Payable (MSME)	26,391,066	16,515,769
Trade Payable (Others)	3,046,762,644	3,934,637,462
Total	3,073,153,710	3,951,153,231

Note 11 - Other Current Liabilities

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
a. Current maturities of long-term debt	2,171,086,928	1,019,911,181
b. Interest accrued but not due on borrowings	737,956	1,665,208
c. Interest accrued and due on borrowings	74,609,905	39,522,143
d. Unclaimed dividends	179,335	150,029
e. Application money received for allotment of securities and due for refund	256,700	295,425
f. Other payables		
- Statutory Dues	499,690,940	546,865,349
- Mobilisation Advance	1,602,274,460	3,303,113,401
- Others	1,189,471,906	342,572,572
Total	5,538,308,130	5,254,095,307

Current maturities of long term debts

ECL Finance Limited ₹ 51,166,049 (Previous Year ₹ 67,500,000).

(Secured by Personal Guarantee of Directors & Pledge of Shares from Whole Time Directors).

The above loan of ₹ 51,166,049 is repayable in less than 1 year and therefore has been shown as part of current maturities of long-term debt.

Note 12 - Short Term Provisions

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Income Tax Provisions	25,225,964	40,167,096
Proposed Dividend	10,272,000	10,272,000
Provision for Dividend Tax	1,666,375	1,666,375
Provision for Wealth Tax	218,711	278,612
Total	37,383,050	52,384,083

CONSOLIDATED NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Items	Gross Block At Cost			Accumulated Depreciation			Written Down Value			
	As at 01.04.2012	Additions	Sales/Adjustment	Total	As at 01.04.2012	Sales/Adjust	For the Year	Total	As at 31-03-2013	As at 31-03-2012
Tangible Assets										
Land	25,995,773	-	-	25,995,773	-	-	-	-	25,995,773	25,995,773
Building	43,971,878	-	-	43,971,878	15,216,136	-	2,870,615	18,086,751	25,885,127	28,755,741
Asset Under Lease										
Leasehold Improvements	40,237,778	-	-	40,237,778	19,147,695	-	4,466,003	23,613,698	16,624,080	21,090,083
Plant & Machinery										
Machinery	935,681,025	16,628,231	21,787,002	930,522,254	377,958,719	13,257,940	78,132,724	442,833,503	487,688,751	557,722,306
Office Equipments	9,120,409	322,645	39,895	9,403,159	3,977,165	24,471	736,885	4,689,579	4,713,580	5,143,244
Cellular Phones	5,976,601	-	92,387	5,884,214	3,388,401	61,605	359,154	3,685,950	2,198,264	2,588,200
Electrical Equipments	3,620,434	136,150	59,231	3,697,353	2,103,077	37,876	227,362	2,292,563	1,404,790	1,517,357
Computer Systems	42,728,225	1,580,290	1,398,086	42,910,429	36,909,463	1,325,476	2,590,449	38,174,436	4,735,993	5,818,762
Air Conditioners	12,029,843	68,800	-	12,098,643	6,024,802	-	838,345	6,863,147	5,235,496	6,005,042
Refrigerators	819,500	-	9,200	810,300	368,975	2,932	62,668	428,711	381,589	450,525
Coolers	2,278,379	41,106	176,984	2,142,501	1,759,224	112,083	103,194	1,750,335	392,166	519,155
Fans	3,397,194	137,623	91,330	3,443,487	3,027,260	70,043	191,243	3,148,460	295,027	369,934
Generators	34,270,480	-	914,380	33,356,100	13,936,094	551,394	2,788,235	16,172,935	17,183,165	20,334,386
Vehicles	112,671,838	4,514,685	14,134,393	103,052,130	73,666,865	10,674,513	9,942,243	72,934,595	30,117,535	39,004,973
Cycle	105,658	-	-	105,658	99,915	-	1,149	101,064	4,594	5,743
Shuttering Material	1,676,067,711	43,152,452	26,705,222	1,692,514,941	612,948,527	14,556,094	149,169,023	747,561,456	944,953,485	1,063,119,184
Furniture & Fixtures	27,053,178	408,052	2,599,271	24,861,959	17,838,416	1,960,017	1,710,128	17,588,527	7,273,432	9,214,762
Hotel Unit										
Computer	83,607	-	-	83,607	82,566	-	417	82,983	624	1,041
Kitchen Equipments	240,720	14,755	-	255,475	209,241	-	6,027	215,268	40,207	31,479
Sports Equipments	107,020	-	-	107,020	95,698	-	1,575	97,273	9,747	11,322
Televisions	273,828	-	-	273,828	273,778	-	20	273,798	30	50
Furniture & Fixtures	372,299	-	-	372,299	355,213	-	3,092	358,305	13,994	17,086
(A) Total Tangible Assets	2,977,103,377	67,004,788	68,007,382	2,976,100,783	1,189,387,229	42,634,444	254,200,550	1,400,953,335	1,575,147,449	1,787,716,147
Intangible Assets										
Computer Softwares	18,355,842	6,269,358	-	24,625,200	14,709,981	-	3,080,574	17,790,555	6,834,645	3,645,860
Goodwill	4,092,000	-	-	4,092,000	-	-	-	-	4,092,000	4,092,000
(B) Total Intangible Assets ₹	22,447,842	6,269,358	-	28,717,200	14,709,981	-	3,080,574	17,790,555	10,926,645	7,737,860
Capital Advance	700,000	-	-	700,000	-	-	-	-	700,000	700,000
Capital Work in progress	1,447,443,840	154,373,887	538,920,479	1,062,897,248	-	-	-	-	1,062,897,248	1,447,443,839
Pre-Operative Expenses	219,873	-	219,873	-	-	-	-	-	-	219,873
(C) Total Capital Work in Progress ₹	1,448,363,713	154,373,887	539,140,352	1,063,597,248	-	-	-	-	1,063,597,248	1,448,363,712
Gross Total (A+B+C) ₹	4,447,914,932	227,648,033	607,147,734	4,068,415,231	1,204,097,210	42,634,444	257,281,124	1,418,743,889	2,649,671,342	3,243,817,719
Previous Year ₹	6,048,213,727	1,007,354,820	2,607,653,615	4,447,914,931	972,634,331	41,093,123	272,556,003	1,204,097,212	2,649,671,342	3,243,817,719

Note 13 - Fixed Assets

(Amount in ₹)

CONSOLIDATED NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 14 - Non Current Investments -At Cost

(Amount in ₹)

Sr. No.	Particulars	As at 31 March, 2013	As at 31 March, 2012
A	Trade Investments (Refer A below)		
	(a) Investment Properties	2,965,258,414	2,508,306,989
	Total (A)	2,965,258,414	2,508,306,989
B	Other Investments (Refer B below)		
	(a) Investment in Equity instruments-quoted	52,411,893	52,411,893
	(b) Investment in Equity instruments-unquoted	95,735	95,735
	(c) Investments in Government or Trust securities-unquoted	92,672	92,672
	(d) Investment in partnership Firms	1,020,000	1,020,000
	Total (B)	53,620,300	53,620,300
	Grand Total (A + B)	3,018,878,714	2,561,927,289

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Aggregate amount of quoted investments (Market value)	34,716,765	34,716,765
Aggregate amount of unquoted investments	2,966,466,821	2,509,515,396

A. Details of Trade Investments

(Amount in ₹)

Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV/ Controlled Entity / Others	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (₹)		Whether stated at Cost Yes / No	If Answer to Column (9) is 'No' - Basis of Valuation
			2013	2012			2013	2012	2013	2012		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
	Investment Properties											
	50% Share in Spirit - Bangalore (Land & Building)								997,524,192	997,508,858	Yes	-
	50% Undivided Share in Arena - Bangalore (Land & Building)								1,187,397,358	1,180,396,461	Yes	-
	50% Undivided Share in Paradigm - Bangalore (Land & Building)								339,433,773	330,401,669	Yes	-
	75% Undivided Share in Spirit - Amritsar (Land & Building)								440,903,090	-	Yes	-
	Total								2,965,258,414	2,508,306,989		

B. Details of Other Investments

(Amount in ₹)

Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV/ Controlled Entity / Others	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (₹)		Whether stated at Cost Yes / No	If Answer to Column (12) is 'No' - Basis of Valuation
			2013	2012			2013	2012	2013	2012		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
(a)	Investment in Equity Instruments at cost											
	Bajaj Finance Ltd	Others	1,100	1,100	Quoted	Fully Paid up			210,960	210,960	Yes	
	GR Cables Ltd	Others	1,300	1,300	Quoted	Fully Paid up			13,000	13,000	Yes	
	Northland Sugar Ltd	Others	4,800	4,800	Quoted	Fully Paid up			48,000	48,000	Yes	
	Reliance Capital Ltd	Others	500	500	Quoted	Fully Paid up			88,550	88,550	Yes	
	Somdatt Finance Corporation Ltd	Others	2,000	2,000	Quoted	Fully Paid up			20,000	20,000	Yes	
	Tata Steel Ltd	Others	750	750	Quoted	Fully Paid up			85,426	85,426	Yes	
	UCO BANK	Others	5,000	5,000	Quoted	Fully Paid up			124,937	124,937	Yes	
	Vijaya Bank	Others	2,500	2,500	Quoted	Fully Paid up			130,911	130,911	Yes	
	Crew B.O.S Products Ltd	Others	1,000	1,000	Quoted	Fully Paid up			59,160	59,160	Yes	
	Hotel Leela Venture Ltd	Others	10,000	10,000	Quoted	Fully Paid up			305,920	305,920	Yes	
	ITC LTD	Others	30,000	30,000	Quoted	Fully Paid up			1,094,281	1,094,281	Yes	
	Petronet LNG Limited	Others	1,000	1,000	Quoted	Fully Paid up			34,900	34,900	Yes	
	Strides Acro Lab Ltd	Others	1,000	1,000	Quoted	Fully Paid up			200,548	200,548	Yes	
	Jay Pee Infratech Ltd	Others	490,150	490,150	Quoted	Fully Paid up			49,995,300	49,995,300	Yes	
	Total								52,411,893	52,411,893		
	GI Power Corporation Ltd	Others	4,000	4,000	Un-Quoted	Fully Paid up			42,549	42,549	Yes	
	GTZ Securities Ltd	Others	5,000	5,000	Un-Quoted	Fully Paid up			53,186	53,186	Yes	
	Total								95,735	95,735		

CONSOLIDATED NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Sundry Debtors as at 31 March, 2013 include ₹ 1730 Lac (Previous year ₹ 1730 Lac) represents amounts of work done and retention which has been disputed by the Client. However, the matter has been referred to arbitration. The management is reasonably confident of establishing its claim for the said amount supported by proper evidence and consequently no change have been made to the values and classification of these amounts in the financial statements.

Note 18- Cash and Cash Equivalents

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Balances with banks	103,186,293	78,781,830
This includes Earmarked Balances ₹ 4,504,713 (Previous Year ₹ 4,311,905)		
Cheques, drafts on hand	-	9,283
Cash on hand	40,532,218	39,980,330
Total	143,718,511	118,771,442

Note 19- Short-term loans and advances

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
a. Loans and advances to related parties		
Unsecured, considered good	102,366,722	101,634,301
b. Others		
Unsecured, considered good	716,300,342	625,873,322
Total	818,667,064	727,507,623

Note 20- Other Current Assets

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Advance Tax	477,968,074	438,549,589
Income Tax Refund Receivable	798,836,273	481,154,643
Value Added Tax- Recoverable	382,813,776	419,970,527
Service Tax Recoverable	94,344,017	-
Others	150,000,000	150,090,228
Total	1,903,962,140	1,489,764,987

Note 21- Revenue From Operations

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Construction Job Work -Net	14,975,354,718	19,221,462,391
Other operating revenues	183,581,492	219,801,266
Sale of Plotted Land & Flat	279,041,715	162,117,679
Sub-Total	15,437,977,925	19,603,381,336
Less: Excise Duty	4,925,272	5,255,121
Total	15,433,052,653	19,598,126,215

Note 22- Other Income

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Interest Income	54,652,467	55,664,132
Dividend Income	434,103	686,322
Net gain/loss on sale of Fixed Assets	17,145	26,746,495
Share of Profit from Partnership Firm	714,327	710,833
Other non-operating income (net of expenses directly attributable to such income)	150,663,449	104,668,062
Total	206,481,491	188,475,844

CONSOLIDATED NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 23 - Cost of Materials Consumed

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Opening Stock-Materials	790,505,999	926,228,923
Add: Purchases		
Basic Materials	1,168,114,296	1,627,365,126
Cement and Cement Products	2,519,067,389	3,015,602,054
Doors and Windows	103,804,013	167,399,086
Flooring, Cladding and Paving	195,831,568	177,118,358
Reinforcement Steel and Accessories	2,591,452,969	3,659,612,357
Structural Steel	265,443,794	523,033,577
Other Materials	1,020,511,638	1,549,252,541
Aluminium	4,957,494	16,645,357
UPVC	16,379,940	15,425,832
Steel	4,798,075	9,045,361
Wood	2,467,589	33,030,044
Board	6,999,188	23,380,503
Less: Closing Stock	890,961,097	790,506,000
Total	7,799,372,856	10,952,633,118

Note 24 - Project Direct Expense

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Opening Balance	584,612,096	2,230,789,386
Purchases	–	8,587,630
Elevators & Escalators	–	28,003,558
Sewage Treatment Plant	–	240,855
Survey Charges	–	8,000
Freight & Octroi	–	47,017
Development Expenses	26,039,167	113,070,355
Testing Charges	–	850
Brokerage & Commission	6,022,313	5,840,478
Electricity and Water Expenses	5,706,547	1,998,739
Security Charges	614,606	309,516
Repair & Maintenance	226,699	181,631
Food Court Expenses	5,445,006	8,778,553
Security Deposit DA	–	9,806,103
Advertisements	4,733,908	1,876,584
Air Cooled Screw Chillers	–	1,024,797
Legal & Professional Expenses	–	4,410,838
Processing Charges	1,229,779	3,788,705
Total	634,630,121	2,418,763,594
Less: Transferred to Work in Progress	190,961,077	10,941,737
Transferred to Land and Building	334,421,806	1,935,327,355
Transferred to Capital Work in Progress	186,328,348	574,186,868
Balance Transferred to Profit & Loss Account	(77,081,110)	(101,692,365)
Joint Development Cost (Plotted Land)	984,721	103,087,603
Total	(76,096,389)	1,395,237

CONSOLIDATED NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 25 - Changes In Inventories of Work-in-Progress and Stock in Trade
(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Work-In-Progress		
Opening	4,409,605,516	3,673,354,907
Closing	4,403,027,726	4,409,605,516
Changes-Increase/(Decrease)	6,577,790	(736,250,609)
Stock In trade		
Opening	91,646,871	160,269,531
Closing	76,529,691	91,646,871
Changes-Increase/(Decrease)	15,117,180	68,622,660
Total	21,694,970	(667,627,949)

Note 26 - Other Manufacturing Expenses
(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Wages including welfare expenses	17,054,916	19,761,549
Purchase Consumables	13,998,130	3,584,544
Power & Fuel	3,022,960	5,112,417
Repair & Maintenance- Machine	880,614	1,134,546
Other Direct Expenses	3,766,868	9,679,410
Total	38,723,488	39,272,466

Note 27 - Employees Benefit Expenses
(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Salaries & Wages - staff		
Opening Balance	15,949,877	80,413,082
Salaries & Wages	2,755,884,979	3,666,873,173
Contribution to Provident Fund	46,115,474	67,079,869
Contribution to ESI	1,438,105	7,259,787
Staff Welfare	17,066,636	25,390,646
Gratuity	11,623,506	8,743,893
Leave Encashment	236,315	(781,210)
Bonus	6,116,871	33,229,593
Medical Expenses	9,777,900	10,046,791
Salaries & Wages - Directors		
Remuneration	8,940,000	27,728,000
Sitting Fees	235,000	99,000
Medical Expenses	73,490	198,756
Total	2,873,458,153	3,926,281,381
Less: Transferred to Work in Progress	14,821,116	1,082,758
Transferred to Land and Building	3,317,367	68,342,807
Transferred to Capital Work in Progress	10,700,293	14,867,118
Total	2,844,619,377	3,841,988,698

CONSOLIDATED NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 28 - Finance Cost

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Opening Balance	621,630,547	949,105,335
Interest expense	960,149,076	893,187,948
Other borrowing costs	103,232,876	90,834,705
Total	1,685,012,499	1,933,127,988
Less: Transferred to Work in Progress	29,425,960	122,466,440
Transferred to Land and Building	92,279,889	448,425,348
Transferred to Capital Work in Progress	635,623,973	616,214,164
Total	927,682,677	746,022,036

Note 29 - Other Expenses

(Amount in ₹)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Opening Balance	23,941,845	72,657,772
Consumption of stores and spare parts	34,012,929	71,474,701
Power and Fuels	383,788,596	598,725,700
Rent	61,736,752	62,345,899
Office Maintenance	26,815,050	23,975,829
Repairs to Machine	20,748,062	16,538,741
Insurances	29,937,078	32,041,628
Rates And Taxes	32,838,719	1,994,503
Hire Charges	324,100,755	493,424,301
Travelling Expenses	10,542,298	13,236,313
Vehicle Runing and Maintenance Expenses	20,098,506	21,122,129
Security Charges	58,953,907	70,950,227
Tender Fees	631,068	1,378,366
Legal And Professional expenses	33,977,952	31,339,128
Printing And Stationery Expenses	8,609,625	10,963,227
Advertisement Expenses	755,235	221,970
Business Promotion Expenses	3,506,501	3,180,850
Auditors Remmuneration	1,262,194	1,278,494
Other Expenses	82,726,379	82,102,612
Total	1,158,983,451	1,608,952,390
Less: Transferred to Work in Progress	16,753,850	1,006,393
Transferred to Land and Building	10,884,028	56,211,479
Transferred to Capital Work in Progress	12,170,944	23,450,442
Total	1,119,174,629	1,528,284,076

In terms of our audit report of even date

For Sood Brij & Associates
Chartered Accountants
Firm Regn. no. 00350N

A.K. Sood
Partner
Membership No.-14372

Place : New Delhi
Dated : 30.05.2013

Pushpak Kumar
Company Secretary

Ashok Bansal
Vice President (Finance)

For and on behalf of the Board of Directors

Vinod Kashyap
Chairman
DIN-00038854

Vineet Kashyap
Managing Director
DIN-00038897

Vikram Kashyap
Joint Managing Director
DIN-00038937

B. L. KASHYAP AND SONS LIMITED
Registered Office:
409, 4th Floor, DLF Tower A
Jasola, New Delhi -110025



ATTENDANCE SLIP
24th Annual General Meeting – 21st September, 2013

I certify that I am a member / proxy for the member of the Company.
I hereby record my presence at the 24th ANNUAL GENERAL MEETING of B. L. KASHYAP AND SONS LIMITED at PHD House, 4/2, Siri Institutional Area, August Kranti Marg, New Delhi – 110016, at 10.00 a.m. on Saturday, the 21st September, 2013.

Name of the member / proxy : _____
(in Block letters)

No. of Share held: _____ Folio No. _____

DP Id No. _____ Client Id No. _____

Signature _____

Note: Please fill up this attendance slip and hand it over at the entrance of the meeting hall. Members are requested to bring their copies of the Annual Report to the meeting.

B. L. KASHYAP AND SONS LIMITED
Registered Office:
409, 4th Floor, DLF Tower A
Jasola, New Delhi -110025



PROXY FORM

I/We _____ of _____ in the district of _____ being member/members of B. L. KASHYAP AND SONS LIMITED hereby appoint _____ of _____ in the district of _____ or failing him/her _____ of _____ in the district of _____ as my/our proxy to vote for me/us on my/our behalf at the 24th ANNUAL GENERAL MEETING of the Company to be held at PHD House, 4/2, Siri Institutional Area, August Kranti Marg, New Delhi - 110016, at 10.00 a.m. on Saturday, the 21st September, 2013 and at any adjournment thereof.

No. of Share held: _____ Folio No. _____

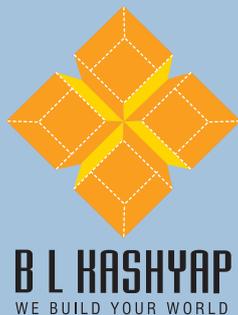
DP Id No. _____ Client Id No. _____

Affix
Re. 1/-
Revenue
Stamp

Signature of the Member(s) across the stamp

Signed this _____ day of _____ 2013

Note: The proxy form, in order to be effective, should be duly stamped, completed and deposited at the Registered Office of the Company, not less than 48 hours before the meeting.



Registered Office

B. L. Kashyap and Sons Limited

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Jasola, New Delhi - 110025, India

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