

AHLUWALIA CONTRACTS (INDIA) LIMITED.

Regd. Office: A-177, Okhla Industrial Area, Phase-I, New Delhi – 110020

CIN: L45101DL1979PLC009654

NOTICE

To the Shareholders,

Notice is hereby given that the 35th Annual General Meeting of the Members of Ahluwalia Contracts (India) Limited will be held on Tuesday, 30th day of September 2014 at 4.00 p.m. at **Ahlcon Public School, Mayur Vihar, Phase-I, Delhi-110091** to transact the following businesses:

ORDINARY BUSINESS:-

1. To receive, consider and adopt the Audited Balance sheet as at March 31, 2014 and Statement of Profit & Loss for the year ended March 31, 2014, together with the reports of the Directors and the Auditors thereon.
2. To appoint a Director in place of Mr. Bikramjit Ahluwalia (DIN: 00304947) who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Statutory Auditors of the Company, and, if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

“RESOLVED THAT Pursuant to Section 139 and other applicable provisions of Companies Act, 2013, M/s. Arun K. Gupta & Associates, Chartered Accountants [Registration No.000605N] be and are hereby re-appointed as Statutory Auditors of the Company to hold office from the conclusion of 35th Annual General Meeting until the conclusion of the 38th Annual General Meeting of the Company (Subject to ratification of their appointment at every AGM) at a remuneration to be fixed by the Board or Audit Committee and reimbursement of out of pocket expenses incurred in connection with the audit.”

SPECIAL BUSINESS:-

4. **TO APPOINT MR. ARUN KUMAR GUPTA (DIN: 00371289), AS AN INDEPENDENT DIRECTOR OF THE COMPANY**

TO CONSIDER AND IF THOUGHT FIT, TO PASS WITH

OR WITHOUT MODIFICATIONS (S), THE FOLLOWING RESOLUTION AS AN ORDINARY RESOLUTION:

“RESOLVED THAT pursuant to the provisions of Sections 149, 150, 152 read with Schedule IV and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and Clause 49 of the Listing Agreement, Mr. Arun Kumar Gupta (DIN: 00371289), in respect of whom the company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing his candidature for the office of Director, be and is hereby appointed as independent director of the Company w.e.f. 01st April, 2014, to hold office for five consecutive years for a term up to 31st March, 2019.”

5. **TO APPOINT MR. SURINDER KUMAR CHAWLA (DIN: 00048001), AS AN INDEPENDENT DIRECTOR OF THE COMPANY**

TO CONSIDER AND IF THOUGHT FIT, TO PASS WITH OR WITHOUT MODIFICATIONS (S), THE FOLLOWING RESOLUTION AS AN ORDINARY RESOLUTION:

“RESOLVED THAT pursuant to the provisions of Sections 149, 150, 152 read with Schedule IV and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and Clause 49 of the Listing Agreement, Mr. Surinder Kumar Chawla (DIN: 00048001), in respect of whom the company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing his candidature for the office of Director, be and is hereby appointed as independent director of the Company w.e.f. 01st April, 2014, to hold office for five consecutive years for a term up to 31st March, 2019.”

6. TO APPOINT DR. SUSHIL CHANDRA (DIN: 00502167), AS AN INDEPENDENT DIRECTOR OF THE COMPANY

TO CONSIDER AND IF THOUGHT FIT, TO PASS WITH OR WITHOUT MODIFICATIONS (S), THE FOLLOWING RESOLUTION AS AN ORDINARY RESOLUTION:

“RESOLVED THAT pursuant to the provisions of Sections 149, 150, 152 read with Schedule IV and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and Clause 49 of the Listing Agreement, Dr. Sushil Chandra (DIN: 00502167), in respect of whom the company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing his candidature for the office of Director, be and is hereby appointed as independent director of the Company w.e.f. 01st April, 2014, to hold office for five consecutive years for a term up to 31st March, 2019.”

**By order of the Board
For Ahluwalia Contracts (India) Ltd.**

**(Vipin Kumar Tiwari)
GM (Corporate) & Company Secretary
ACS No.: 10837**

REGISTERED OFFICE

A-177, Okhla Industrial Area

Phase-I, New Delhi-110020

Date: 14.08.2014

NOTES:

- 1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY, OR, WHERE THAT IS ALLOWED, ONE OR MORE PROXIES, TO ATTEND AND VOTE INSTEAD OF HIMSELF, AND THE PROXY NEED NOT BE A MEMBER. THE PROXIES TO BE EFFECTIVE SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.**

A PERSON CAN ACT AS A PROXY ON BEHALF OF MEMBERS NOT EXCEEDING 50 AND HOLDING IN THE AGGREGATE NOT MORE THAN 10% OF THE TOTAL SHARE CAPITAL OF THE COMPANY CARRYING

VOTING RIGHTS. A MEMBER HOLDING MORE THAN TEN PERCENT OF THE TOTAL SHARE CAPITAL OF THE COMPANY CARRYING VOTING RIGHTS MAY APPOINT A SINGLE PERSON AS PROXY AND SUCH PERSON SHALL NOT ACT AS A PROXY FOR ANY OTHER PERSON OR SHAREHOLDER.

2. Corporate Members intending to send their authorized representatives to attend the Meeting are requested to send a certified true copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
3. Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, in respect of the Special Businesses to be transacted at the Annual General Meeting as set out in the Notice is annexed hereto.
4. Members who hold shares in dematerialized form are requested to bring their DP ID and Client ID numbers for easy identification of attendance at the meeting.
5. In case of joint holders attending the Meeting, only such a joint holder who is higher in the order of names will be entitled to vote.
6. For the convenience of the Members, attendance slip is enclosed elsewhere in the Annual Report. Members/Proxy Holders/Authorized Representatives are requested to fill in and affix their signatures at the space provided therein and surrender the same at the venue of the AGM. Proxy/Authorized Representatives of a member should state on the attendance slip as 'Proxy or Authorized Representative' as the case may be.
7. All the documents referred in the Notice, Annual Report as well as Annual Accounts of the subsidiary companies and Register of Directors' Shareholding are open for inspection, during the business hours, at the Registered Office of the Company up to and including the date of Annual General Meeting.
8. The Register of Members and Share Transfer Books of the Company shall remain closed during the Book Closure period, i.e., from Tuesday, September 23, 2014 to Tuesday, September 30, 2014, both days inclusive.
9. While Members holding shares in physical form may



write to the Company for any change in their address and bank mandates, Members having shares in electronic form may inform any change in address and bank details to their depository participant(s) immediately so as to enable the Company for further correspondence with the members.

10. The Members holding shares in the same name or same order of names under different folios are requested to send the share certificates for consolidation of such shares to the Company.
11. The Members desirous of appointing their nominees for the shares held by them may apply in the Nomination Form (Form SH.13).
12. In order to provide protection against fraudulent encashment of dividend warrants, Members holding shares in physical form are requested to provide their bank account number, name and address of the bank/ branch to enable the Company to incorporate the same in the dividend warrant.
13. All unclaimed/unpaid dividend up to the financial year ended on March 31, 2006 and 31st, March 2007 have been transferred to the Investor Education and Protection Fund of the Central Government pursuant to Section 205A of the Companies Act, 1956 (corresponding Section 124 of Companies Act, 2013) of ₹ 87,596/. Members who have not so far en-cashed dividend warrant(s) for the financial year ended March 31, 2007 and thereafter are requested to approach the Company by writing a letter to the Company at Registered Office address, immediately. As on March 31, 2014, the amount outstanding in unclaimed dividend account for the financial year ended March 31, 2007 to 2014 is ₹ 541738.70

14. PAYMENT OF UN-PAID/ UNCLAIMED DIVIDEND

The members are hereby informed that the Company would transfer the unpaid / unclaimed dividends, which remain unclaimed for a period of 7 years, to the Investor Education and Protection Fund (IEP FUND) constituted by the Central Government under section 205C of The Companies Act, 1956.

The following are the details of dividends declared by the Company and Last date for claiming unpaid Dividend.

Sl.	Financial Year	Date of Declaration of dividend	Last date for claiming unpaid Dividend
1	2006-2007 – Final	29/09/2007	04/11/2014
2	2007-2008	30/09/2008	05/11/2015
3	2008-2009	30/09/2009	05/11/2016
4	2009-2010	17/09/2010	23/10/2017
5	2010-2011	30-09-2011	05/11/2018

In view of the above, the shareholders are advised to send their requests for payment of unpaid dividend pertaining to the years 2006-07 to 2010-11 to The Share Transfer Agent at New Delhi for Revalidation of Dividend Warrants/Demand Drafts before the last date for claiming un-paid dividend.

Once the unpaid/ unclaimed dividend is transferred to IEPF, no claim shall lie against the Company / Registrar & Transfer Agent (RTA) in respect of such amount by the members.

Investors holding shares in physical form are advised to forward the particulars of their bank account, name, branch and address of the bank to the Share Transfer Agent immediately, if not sent earlier, so as to enable them to update the records.

15. The Members desirous of obtaining any information/ clarification concerning the accounts and operations of the Company are requested to address their questions in writing to the Company Secretary at least ten days before the Annual General Meeting, so that the information required may be made available at the Annual General Meeting.
16. Pursuant to the provisions of the Companies Act, 2013 read with the Rules framed there under, the Company may send notice of general meeting, directors' report, auditors' report, audited financial statements in electronic mode. Further, pursuant to the first proviso to the Rule 18 of the Companies (Management and Administration) Rule, 2014, the Company shall provide an advance opportunity at least once in a financial year to the members to register their e-mail address and changes therein. In view of the same, Members are requested to kindly update their e-mail address with depository participants in case of holding shares in demat form. If holding shares in physical form,

Members are requested to inform their e-mail IDs to the Company.

17. Electronic copy of the Notice of the 35th Annual General Meeting of the Company inter-alia indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent to all the members whose email IDs are registered with the Company/Depository Participant(s) for communication purposes unless any member has requested for a hard copy of the same. For members who have not registered their email address, physical copies of the aforesaid documents are being sent by the permitted mode.
18. As per Section 101(1) read with Rule 18 of the Companies (Management and Administration) Rules, 2014 on Green initiative, the Company will send Annual Report along with other documents through emails to all members, who have registered their email address with the depository and physical hard copies will be dispatched to others. In case any member desires to get hard copy of Annual Report, they can write to Company at registered office address or email at cs.corporate@acilnet.com.
19. Voting through electronic means In compliance with provisions of Section 108 of the Companies Act, 2013 and applicable Rule(s) of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members facility to exercise their right to vote at the 35th Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services provided by Central Depository Services Limited (CDSL).

1. VOTING INSTRUCTIONS THROUGH E-VOTING (ELECTRONIC)-

The Company is pleased to offer e-voting facility for its Members to enable them to cast their votes electronically and the business may be transacted through electronic voting system

The 'Step-by-Step' procedure and instructions for casting your vote electronically are as under:

- i. Log on to the e-voting website www.evotingindia.com
- ii. Click on "Shareholders" tab.

- iii. Now, select the "AHLUWALIA CONTRACTS (INDIA) LIMITED" from the drop down menu and click on "SUBMIT"
- iv. Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- v. Next enter the Image Verification as displayed and Click on Login.
- vi. If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- vii. If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN*	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) - Physical Shareholders who have not updated their PAN with the Company are requested to use the first two letters of their name in Capital Letter followed by 8 digits folio no in the PAN field. In case the folio number is less than 8 digits enter the applicable number of 0's before the folio number. Eg. If your name is Ramesh Kumar with folio number 1234 then enter RA00001234 in the PAN field - Demat Shareholders who have not updated their PAN with their Depository Participant are requested to use the first two letters of their name in Capital Letter followed by 8 digit CDSL/ NSDL client id. For example: in case of name is Rahul Mishra and Demat A/c No. is 12058700 00001234 then default value of PAN is 'RA00001234.
DOB#	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.



viii. After entering these details appropriately, click on "SUBMIT" tab.

ix. Members holding shares in physical form will then reach directly the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

x. For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

xi. Click on the EVSN for Ahluwalia Contracts (India) Limited on which you choose to vote.

xii. On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/ NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

xiii. Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

xiv. After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed.

If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

xv. Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

xvi. You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.

xvii. If Demat account holder has forgotten the changed password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

- Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to <https://www.evotingindia.com>

www.evotingindia.co.in and register themselves as Corporates.

- Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to <https://www.evotingindia.com> www.evotingindia.co.in and register themselves as Corporates.
- They should submit a scanned copy of the Registration Form bearing the stamp and sign of the entity to helpdesk.evoting@cdslindia.com.
- After receiving the login details they have to create a user who would be able to link the account(s) which they wish to vote on.
- The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- They should upload a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.

2. In case of members receiving the physical copy:

- Please follow all steps from sl. no. (i) to sl. no. (xvii) above to cast vote.
- The voting period begins on 24th September, 2014 at 9:30 A.M. and ends on 26th September, 2014 at 6:30 P.M. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date viz. 29/8/14 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cdslindia.com.

20. The Board of Directors has appointed Mr. Santosh Kumar Pradhan, Practising Company Secretary as a Scrutinizer to scrutinize the e-Voting process & the poll process in a fair and transparent manner.

21. The Scrutinizer shall within a period not exceeding three (3) working days from the conclusion of the e- Voting

period unblock the votes in the presence of at least two (2) witnesses not in employment of the Company and will make a Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the chairman of the Company.

22. The Result declared along with the Scrutinizer's Report(s) will be available on the website of the Company (www.acilnet.com) and on CDSL website (www.evotingindia.com) within two (2) working days of passing resolutions and would also be communicated to the BSE Limited and the National Stock Exchange of India Limited.
23. SEBI vide its Circular No. CIR/MRD/DP/10/2013 dated March 21, 2013 had mandated the companies to use any of the RBI approved electronic mode of payment such as ECS (Local ECS / Regional ECS / National ECS), NEFT, RTGS etc. for distribution of dividends and other cash benefits to investors. The Circular also mandated the companies or their registrar & share transfer agents (RTA) to maintain bank details of investors. In case the securities are held in demat mode, the companies or their RTA shall seek relevant bank details from depositories and in case the securities are held in physical mode, the companies or their RTA shall take necessary steps to maintain updated bank details at their end. The members are requested to ensure that correct and updated particulars of their bank account are available with their respective depository participants and the Company / its RTA to facilitate necessary payments through electronic mode.
24. The result declared along with Scrutinizer Report shall be placed on the company website www.acilnet.com and on the website of CDSL within two days of the passing of the resolution at the 35th Annual General Meeting of the Company on 30th Day of September, 2014 and communicated to the BSE Ltd and National Stock Exchange of India Ltd, Delhi Stock Exchange Ltd, Kolkata Stock Exchange Ltd and Jaipur Stock Exchange Ltd also.
25. Brief Profile of Director to be appointed as Independent Director is given Below:

Mr. Arun Kumar Gupta (Independent Director), aged 66 years is a Chartered Accountant by profession. He joined the Board of the Company on 28.08.2000. He is a fellow member of ICAI and ICWAI and was also nominated the central council of the ICAI for the period 1992-1995. He has been involved in providing management consultancy services to many companies for the past few years. He is having a long standing experience of more than three decades in various subjects relating to tax planning, corporate re-structuring, management information system and company law matters.

He is Chairman of Audit Committee, Member of Nomination & Remuneration Committee, Member of CSR Committee and Member of Stakeholders & investor Grievances Committee.

He holds Directorship in following companies:

- Ahlcon Parenterals (India) Ltd.

Mr. Surinder Kumar Chawla (Independent Director), aged 74 years is retired Civil Engineer by profession. He holds a bachelor's degree in civil engineering from Indian Institute of Technology, Kharagpur. He has been awarded the Asiad Jyoti Award by the Hon'ble President of India for distinguished and meritorious service for the successful organization and conduct of the IX Asian Games held in New Delhi in the year 1982. He has about 35 years of experience in handling construction projects. He is an engineer by profession and has been associated with various government departments. He has retired as a director of the central public works department, New Delhi, where he was mainly responsible for construction management of time bound projects. He is also a member of the National Committee of the Supreme Court of India on Urban Solid Waste Management for Class- I cities in India. He has vast experience in construction and engineering activities.

He is Member of Audit Committee, Chairman of Nomination & Remuneration Committee and Chairman of Stakeholders & Investor Grievances Committee.

Dr. Sushil Chandra (Independent Director) aged 76 years is a Management Consultant. Dr. Sushil Chandra holds a doctorate of philosophy in Sociology. He has been corporate advisor of State Bank of India, ERA Group, DS Group, ITC- Bhadrachalam petro products Limited and council member of National Bank for Agriculture and Rural Development. He has done international consulting assignments for International Labour Organization, Bangkok, the United Nations Asian and Pacific Development Administration Centre, Kualampur, Asian Regional Project for Labour and Manpower Administration and Iraq National Oil Company, Baghdad.]

He is Member of Audit Committee, Member of Nomination & Remuneration Committee, Member of CSR Committee and Member of Stakeholders & Investor Grievances Committee.

26. COMPANY ON THE NET

The website of your company is www.acilnet.com where you can find more information about the Company, its



subsidiaries. The details of various services being provided to the investors, guidance and procedure to be followed by the investors in respect of Transfer, Transmission and Transposition of shares, dematerialization and re-materialization of shares, quarterly, half yearly and Annual Results etc. are available at the page of Financial Results and News Alert for Investors Service Centre. (investor_relations@acilnet.com)

27. SHARE TRANSFER AGENT

LINK INTIME INDIA PVT. LTD. (RTA)

44, Community Centre,

Naraina Industrial Area, Phase- I

New Delhi - 110 028

Tel. No.-011-41410592-94 Fax No. - 011-41410591

e.mail: delhi@linkintime.co.in

28. MEMBERS ARE REQUESTED TO:

Send their queries, if any, to reach the Company's Corporate Office at New Delhi at least 10 days before the date of the Meeting so that information can be made available at the meeting.

- i. All documents referred in the notice are open for inspection at the Registered Office of the company between 11.00 a.m. to 1.00 p.m. on any working day prior to the date of the Annual General Meeting.
- ii. Members/ Proxies should bring the attendance slips duly filled in for attending the meeting. Members who hold shares in dematerialized form are requested to bring their Client ID and DP ID numbers for easy identification of attendance at the meeting.
- iii. Shareholders are requested to bring their copy of Annual Report to the meeting.
- iv. Shareholders are requested to intimate immediately the change in address, if any, to the Company's Registrar and Share Transfer Agent (RTA) M/s Link Intime India Pvt. Ltd. 44, Community Centre, Naraina Industrial Area Phase- I, New Delhi - 110028. Those who are holding their Shares in dematerialized form may notify to their Depository participants, Change / correction in their address / Bank Account particulars etc.

29. RE-APPOINTMENT OF DIRECTORS

At the ensuing Annual General Meeting, Mr. Bikramjit Ahluwalia, Director of the Company, shall retire by rotation and being eligible, offer themselves for re-appointment. Pursuant to Clause 49 of the Listing Agreement the particulars of above said Directors are given below:

MR. BIKRAMJIT AHLUWALIA (Founder, Promoter and CMD) aged 75 years, has been involved in the construction activities for last 48 years. Under Mr. Bikramjit Ahluwalia, the company's turnover rose manifold in the face of stiff competition from various players. He was actively involved in construction management for various prestigious projects such as Common Games Village Projects, for CWG - 2010, Dr. Shyama Prasad Mukherjee Swimming Pool, Talkatora, Stadium, New Delhi, for CWG-2010, Karni Singh Shooting Range, Tuglakabad, Delhi, District Court, Saket, New Delhi, Advocate Chambers, Saket, New Delhi, (IICA) Office at Manesar, Gurgaon (Haryana) for Ministry of Corporate Affairs, PNB office at Mumbai, SBI Building at Mumbai, IDBI Building at Mumbai, SEBI Building, Mumbai, Apollo Tyres Corporate Office, Gurgaon, Malibu Town, Gurgaon, CIELO Car Plant, Surajpur, Ghaziabad, Mahila University, Khanpur (Haryana), Institution Building, Rohtak at Haryana, Fortis Hospitals Delhi NCR, Artimis Hospital, Escort Hospital, Delhi NCR, Goa State Legislative Assembly, National Press Centre, New Delhi, Metro Depot at Bangalore, Airport Express Lane Metro Depot at Dwarka Sector-8, New Delhi, 22 storied IFCI Tower, New Delhi and many others. He has also following group companies on his hold:

- Capricon Industrials Ltd.

He is the guiding figure who directs, manages and oversees all activities of our company.

30. Pursuant to Clause 49 (IV) (G) of the Listing Agreement, the details of Directors seeking appointment/re-appointment in the Annual General Meeting scheduled on Tuesday, September 30th, 2014 are as below:

Name	Mr. Bikramjit Ahluwalia	Mr. Arun Kumar Gupta	Dr. Sushil Chandra	Mr. Surinder Kumar Chawla
Date of Birth	04-12-1939	27-12-1948	29-04-1938	06-12-1940
Date of Appointment	02-06-1979 (Since Incorp.)	28.08.2000	08-03-2010	28-08-2000
Qualifications	B.Tech Civil Engg.	Chartered Accountant & Cost Accountant	Post Graduate & PHD	B.Tech Civil Engg.
Expertise in specific functional area	manages and oversees all activities for Building Construction Since 45 Years	Experience in tax planning, corporate restructuring and company law and has been providing management consultancy services to several companies for the past few years	International consulting assignments for International Labour Organization, Bangkok, the United Nations Asian and Pacific Development Administration Centre, Kualampur, Asian Regional Project for Labour and Manpower Administration and Iraq National Oil Company, Baghdad	Engineer by profession and has been associated with various government departments. He has retired as a director of the central public works department, New Delhi, where he was mainly responsible for construction management of time bound projects
Directorship held in other public companies (excluding Foreign Companies)	Capricon Industrials Ltd.	Ahlcon Parenterals (India) Ltd.	None	None
Membership (M)/ Chairmanship (C) of Committees of other public companies (includes only Audit Committee (AC) and Stakeholders'/Investor' Grievance Committee (SIGC)) CSR Committee, Nomination & Remuneration Committee	NIL	Ahlcon Parenterals (India) Ltd., Chairman of Audit Committee, Member of Nomination & Remuneration Committee & Member of Stakeholder & Investor Grievance Committee and Member of CSR Committee	NIL	NIL
Number of Equity Shares held in the Company	5181198	632	NIL	400
Relationship with other Directors	Father in law of Mr.Shobhit Uppal Dy. Managing Director	None	None	None



EXPLANATORY STATEMENT IN RESPECT OF SPECIAL BUSINESS

(Pursuant to section 102 of the Companies Act, 2013)2.

Item No. 4 to 6:

The Board of Directors of the Company comprises three independent directors viz. Mr. Surinder Kumar Chawla, Mr. Arun Kumar Gupta and Dr. Sushil Chandra who were appointed pursuant to Clause 49 of the Listing Agreement entered into with the Stock Exchanges. Section 149(4) of the Companies Act, 2013 read with Clause 49 requires every listed public company shall have at least half of the total number of directors as Independent Directors as the Chairman of the Company is an executive director. Section 149(5) also provides that every company existing on or before the date of commencement of this Act shall, within one year from such commencement or from the date of notification of the rules in this regard as may be applicable; comply with the requirements of the provisions of sub-section (4). Section 149 (10) of the Companies Act, 2013, inter alia, provides that subject to the provisions of Section 152, an Independent Director shall hold office for a term up to five consecutive years on the Board of a company. It is further clarified in the proviso to sub-sections (10) and (11) of Section 149 of the Act that, any tenure of an Independent Director on the date of commencement of this Act shall not be counted as a term under those sub-sections (10) and (11).

Your Board is of the opinion that the above mentioned Three Independent Directors fulfill the conditions specified in the Act for appointment as Independent Directors of the Company and the proposed Directors are independent of the Management of the Company and fulfills the conditions specified in the Act and rules made thereunder. All the three directors are eminent personalities in their respective fields. Your Board considers that their continued association with the Company would be of immense benefit to the Company. In view thereof, your Board has recommended them to be classified as Independent Directors.

Accordingly, your Board has recommended for approval of the shareholders by way of ordinary resolution, under item nos. 4 to 6 of the accompanying notice, the classification of the aforementioned Directors also as an Independent Directors pursuant to Section 149 of the Companies Act, 2013 read with Rules made thereunder, with their respective term of Office to be for a period of five years with effect from 1st April, 2014.

The Company had received notices in writing from members alongwith the deposit of requisite amount under Section 160 of the Act proposing the candidature of directors Mr. Surinder Kumar Chawla, Mr. Arun Kumar Gupta and Dr. Sushil Chandra for their respective appointment as an Independent Director of the Company.

The proposed resolution does not relate to or affect the business interest of any other Company in which the Promoter, Director, Manager or Key Managerial Personnel have substantial interest.

Mr. Surinder Kumar Chawla, Mr. Arun Kumar Gupta and Dr. Sushil Chandra and their relatives are interested in the resolutions set out respectively at Item Nos. 4 to 6 of the Notice with regard to their respective appointments.

Save as the above, none of the other Directors/ Key managerial Personnel of the Company/ their relatives are, in any way, concerned or interested, financially or otherwise, in these resolutions.

**By order of the Board
For Ahluwalia Contracts (India) Ltd.**

**(Vipin Kumar Tiwari)
GM (Corporate) & Company Secretary
ACS No.: 10837**

REGISTERED OFFICE

A-177, Okhla Industrial Area

Phase-I, New Delhi-110020

Date: 14.08.2014

IMPORTANT COMMUNICATION

IN ORDER TO PROTECT THE ENVIRONMENT AND AS A "GO GREEN" INITIATIVE, THE COMPANY HAS TAKEN AN INITIATIVE OF SENDING INTIMATION OF AGM AND ANNUAL REPORT FOR FINANCIAL YEAR 2013-14 BY E-MAIL. PHYSICAL CREDIT DOCUMENT WERE SENT TO ONLY THOSE SHAREHOLDERS WHOSE E-MAIL ADDRESSES WERE NOT REGISTERED WITH THE COMPANY AND FOR THE BOUNCED E-MAIL CASES.

SHAREHOLDERS ARE REQUESTED TO REGISTER THEIR E-MAIL ADDRESSES WITH LINK INTIME INDIA PRIVATE LIMITED (FOR SHARES HELD IN PHYSICAL FORM) AND WITH THEIR DEPOSITORY PARTICIPANT (FOR SHARES HELD IN ELECTRONIC FORM) FOR RECEIVING OTHER INFORMATION ON E-MAIL.

PROXY FORM

AHLUWALIA CONTRACTS (INDIA) LIMITED.

CIN: L45101DL1979PLC009654

Regd. & Corporate Office: Plot No. A-177, Okhla Industrial Area, Phase-I, New Delhi-110020

Phone Nos. 011-49410500, 502, 517 Fax No. 011-49410553 Website: www.acilnet.com

Name of Member:		E-mail Id.:	
Registered Address:		Folio No. /DPID /Client ID:	

I/We being Member(s) of Ahluwalia Contracts (India) Ltd shares of above named Company hereby appoint

Name of Member:		E-mail Id.:	
Address:		Signature	
Name of Member:		E-mail Id.:	
Address:		Signature:	
Name of Member:		E-mail Id.:	
Address:		Signature:	

as my/our proxy to attend and vote (on a poll) for me us on my/our behalf at the 35th Annual General Meeting of the Company to be held on Tuesday the 30th September, 2014 at 4.00 p.m. at Ahlcon Public School, Mayur Vihar, Phase-I, Delhi-110091 and at any adjournment thereof in respect of such resolution as are indicated below:

Sl. No.	Resolutions	For	Against
	ORDINARY BUSINESS		
1	Adoption of Balance Sheet, Statement of Profit and Loss, Report of the Board of Directors and Auditors for the financial year ended March 31, 2014		
2	To appoint a Director in place of Mr. Bikramjit Ahluwalia (DIN: 00304947) who retires by rotation and being eligible, offers himself for re-appointment		
3	To appoint Statutory Auditors of the Company, and, if thought fit, to pass with or without modification(s),		
	SPECIAL BUSINESS:		
4	To appoint Mr. Arun K Gupta (DIN: 00371289), as an Independent Director of the Company for a period of 01-04-2014 to 31-03-2019 (Five Years)		
5	To appoint Mr. S K Chawla (DIN: 00048001), as an Independent Director of the Company for a period of 01-04-2014 to 31-03-2019 (Five Years)		
6	To appoint Dr. Sushil Chandra (DIN: 00502167), as an Independent Director of the Company for a period of 01-04-2014 to 31-03-2019 (Five Years)		

Signed this day of 2014

Affix Rs.1.00
Revenue Stamp

Signature of Shareholder Signature of Proxy holder(s)

Notes:

1. This Proxy form in order to be valid, should be duly stamped, complete and signed must be deposited at Registered & Corporate Office of the Company, not less than 48 hours before the time fixed for the meeting.
2. The Proxy duly signed across ₹1 revenue stamp should reach the Company.
3. The Proxy need not be a member of the company.
4. This is only optional, please put a "X" in the appropriate column against the resolutions indicated in the Box, if you leave the "FOR" or "Against" column blank against any or the resolutions, your proxy will be entitled to vote in the manner as he/she thinks appropriate.
5. Appointing a proxy does not prevent a member from attending the meeting in person if he so wishes.
6. In the case of joint holders the signature of any one holder will be sufficient, but names of all joint holders should be stated.

ATTENDANCE SLIP **AHLUWALIA CONTRACTS (INDIA) LIMITED.**

CIN: L45101DL1979PLC009654

Regd. & Corporate Office: Plot No. A-177, Okhla Industrial Area, Phase-I, New Delhi-110020
Phone Nos. 011-49410500, 502, 517 Fax No. 011-49410553 Website: www.acilnet.com

(To be handed over at the entrance of the AGM venue)

I hereby record my presence at the 35th Annual General Meeting of the Company held on Tuesday, the 30th day of September, 2014 at Ahlcon Public School, Mayur Vihar, Phase-I, Delhi-110091 at 4.00 p.m

Folio No./DPID & Client ID	
No. of Shares	
Name of Shareholder/Proxy	
Address	
Signature of the Shareholder/ Proxy	
Date	

ANNEXURE

Amendments to Equity Listing Agreement

In clause 31 of Equity Listing Agreement, in sub-clause (a), after the term "----- Directors' Annual Reports", the following shall be inserted viz- along with Form-A or Form-B, as applicable, the Proforma for which shall be as under:

FORM-A

Format of Covering letter of Annual Report to be filed with Stock Exchanges

1	Name of Company	Ahluwalia Contracts (India) Ltd
2	Annual Financial Statements for the Year ended	31 st March, 2014
3	Type of Audit Observation	Unqualified
4	Frequency of Observation	Not Applicable
	To be Signed by Chief Executive Officer / Managing Director	 (Bikramjit Ahluwalia) 
	Chief Financial Officer	 (S.K. Sachdeva) 
	Auditor of the Company	 Arun K Gupta & Associates, Chartered Accountants (Gireesh Kumar Goenka) (M No. 096655) 
	Audit Committee Chairman	 (Arun Kumar Gupta) Chairman (Audit Committee)



**Ahluwalia Contracts
(India) Limited**

35th Annual Report 2013-14



**GETTING
SMARTER
GETTING
BIGGER**

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CORPORATE INFORMATION

BOARD OF DIRECTORS

Sh. Bikramjit Ahluwalia
Chairman & Managing Director

Sh. Shobhit Uppal
Dy. Managing Director

Sh. Vinay Pal
Whole Time Director

Sh. Arun Kumar Gupta
Independent Director

Sh. S.K.Chawla
Independent Director

Dr. Sushil Chandra
Independent Director

COMPLIANCE OFFICER

Mr. Vipin Kumar Tiwari
GM (Corporate) & Company Secretary
www.acilnet.com
cs.corpoffice@acilnet.com

AUDITORS

M/s Arun K. Gupta & Associates
Chartered Accountants
D-58, 1st Floor, East of Kailash
New Delhi-110065

BANKERS

Allahabad Bank
Axis Bank Ltd
Bank of Maharashtra
Bank of India
Canara Bank
Citi Bank NA
ICICI Bank Ltd
IDBI Bank Ltd
ING Vysya Bank Ltd
Punjab & Sind Bank
Standard Chartered Bank
State Bank of Patiala
Yes Bank Ltd

REGISTERED & CORPORATE OFFICE

Plot No. A-177, Okhla Industrial Area,
Phase-I, New Delhi-110020
Phone : 011-49410500, 502, 517 & 599
Fax : 011-49410553 & 49410575

Website : www.acilnet.com
Email ID : mail@acilnet.com



GETTING SMARTER GETTING BIGGER



Growth, if self-limiting, defeats the very purpose of inclusive development. For impactful and holistic growth, it is imperative to position it on a platform of future opportunities and to work towards leveraging those opportunities by building on strengths today.

ACIL's charter for the future is strategically mapped on such an opportunity landscape that promises to deliver smarter and bigger growth, not just for the organisation and its stakeholders but the nation at large.

It is an exciting opportunity matrix that beckons us as we move towards the realisation of our goals through a focused approach





to make the most of the urbanisation potential that is unfolding before us.

With India in the grip of an urbanisation wave, and the infrastructure & construction story set to get bigger with the plethora of initiatives announced by the new government, we are geared up to deliver a new scale of growth - smarter, better, bigger and inclusive.

The following pages will take you through the unfolding opportunities for the construction industry and our readiness to capitalise on those.



THE LANDSCAPE GETS BIGGER... AND THE GROWTH SMARTER!



The urban landscape is getting bigger and the growth story smarter. The numbers tell the story of the new-age urban India. An India pulsating with smarter infrastructure and driven by the passion to live better.

1.4 BN

Expected size of Indian population by 2025

43%

Population staying in Urban areas by 2025, up from 35% currently

8 TIMES

Boost in infrastructure spending needed in the next 12 years, leading to 2025

560 MN

People staying in cities by 2025, up from 431 Mn currently

USD 974 BN

Investment needed in India's cities until 2025

62%

Total investment required in roads & infrastructure

28

No. of cities having a population of more than 2 Mn

USD 1 TN

Amount to be expended during the 12th FYP on infrastructure through PPP mode



It's a veritable playground for the Indian construction industry to showcase its strengths. A platform for a new chapter in growth, matched to global standards. A foundation for building infrastructure that will transform the face of India on the back of an inclusive development programme, in line with the global trend to push urbanisation as a key factor that will shape the next phase of world economic growth.

(*Data – India Infrastructure, Elara Securities (India) Private Ltd., October 2013)

GETTING READY TO BE SMARTER & BIGGER



Our experience, expertise and strengths have placed us strategically on the path to higher growth and greater value delivery to all stakeholders.

Growing in tandem with the opportunity landscape, ACIL has emerged as India's leading, integrated construction company with:

5 decades of offering turnkey solutions in engineering and designing to public and private sectors

80 ongoing projects across **14+** sectors

Pan India presence with construction in **15+** states

2,200+ employees,
800+ engineers and
25,000+ workers

An impressive project portfolio, spanning High Rise Residential, Commercial Complexes, Luxury Hotels, Institutional Buildings, Hospitals & Medical Colleges, Corporate Office Complexes, IT Parks & Industrial Complexes, Metro Rail Stations & Depots, Power Plants, Motorised Car Parking, among other sectors, stands testimony to our ability to grow bigger on the vast landscape of the urbanisation opportunity.

Our execution capabilities, coupled with our excellent track record in managing high-value projects across public and private sectors, gives us a clear edge over other industry stalwarts in delivering superior and quality offerings in a timely manner.

Steered by our visionary management and driven by the passionate commitment of our people, we are fully geared for smarter growth through a focused approach, going forward.



ACIL - a bird's eye view

Having commenced operations in 1965 as an EPC company, Ahluwalia Contracts India Limited (ACIL) was incorporated as a Pvt Ltd. Company in 1979 & converted into a Public Limited Company in 1990. Listed on the Bombay Stock Exchange (BSE) since 2007 and on the National Stock Exchange (NSE) since 2009, ACIL provides turnkey contracts solutions through a single window, including Design to Built Contracts. The first Building Construction Company in India to have ISO 9001:2000, ISO 14001:2004 (EMS) & OHSAS 18001:1999 Certification together, ACIL has three regional offices servicing clients in 15 states across India.



Our Vision

To be a premier company providing comprehensive end to end solutions in the construction industry.

Our Mission

Our mission is to continually improve and integrate systems for Safety, Environment, Personnel, Industrial Relations and Quality Assurance to ensure a seamless, consistent and effective management system.

Our Value drivers

- Excellence
- Integrity
- Team work
- Continuous Evolution
- Accountability
- Corporate Social Responsibility



CHAIRMAN'S MESSAGE



■ Our goals are clearly defined – to get smarter and bigger as we take on the huge opportunity challenge resulting from the transformation that is visible on the Indian landscape ■

Dear Stakeholders

I write you at a very important juncture in our journey. Having successfully bounced back into the profitability zone after two tough years of battling a depressed economic environment, we are now at the threshold of a new wave of growth. Our goals are clearly defined – to get smarter and bigger as we take on the huge opportunity challenge resulting from the transformation that is visible on the Indian landscape.

A nation in the grip of urbanisation

The inflection point in our journey coincides with the urbanisation wave that is sweeping the nation. Just a few weeks back, the new Government unveiled a plethora of initiatives in the Union Budget to boost infrastructure development in the urban areas of the country. On the anvil are a series of measures to boost investment, ease policy norms, relax FDI regulations, build new-age affordable housing and high-profile educational institutions, and generally create an environment favourable for the enhancement of urban life.

The mood in the construction industry, which is directly linked to growth in urban infrastructure, is positive. After a period of de-growth resulting from a policy paralysis and slow rate of project approval, things are finally beginning to look up on the construction front. And, as a leading, integrated construction player, we stand at the helm of this change, ready to take on the multitude of opportunities thrown up by the transforming industry and business environment.

An endorsement of our intrinsic strengths

After 40 years of consistent growth, your Company suddenly found itself plunged into gloom two years back. The last two years proved to be detrimental to our operational and financial performance as we battled a spate of challenges, including volatility in the global environment, slowdown in domestic reforms and hurdles to sectoral growth arising from regulatory decisions and poor sentiment. The consequential inflation, low GDP growth and high interest rate regime that prevailed in the market threw us into despair, causing profitability to dip and decline in sales.

What helped us come out of this challenging situation was a series of strategic interventions that ensured that we were back on the track for growth. The Board approved infusion of around ` 50 Crores through Preferential Allotment and we also went in for completion of loss contracts/ withdrawal from contracts with estimated loss. Sale of non-core assets to increase the Company's cash flow, streamlining of the contracting policy, installation of a high-level committee to regularly review and monitor projects, coupled with manpower planning and cost control measures, enabled us to pull back out of the red.

Unlike many of our peers, we chose not to go in for CDR – a decision that stood us in good stead as it led to a churning which saw reduced competition and improvement in our margins.

In a strategic shift, we have also reduced exposure to the more risk-prone private sector contracts, which shall help us deliver on our promise to grow faster and better through a smarter approach and business model.

The numbers get bigger

A ₹ 3,20,829 lacs order book (as of 15th July 2014) stands testimony to the success of our growth strategy. With 48% of this coming from the public sector, in line with our restructured approach, and greater focus on high margin projects, we expect higher EBITDA and PAT margins to flow in over the next two years. The margins stood at 6.18% and 2.26% respectively for FY 2013-14, with a total growth of 31% over the previous fiscal.

Moving ahead, smartly

The tough times are definitely behind us, and what lies ahead is a period of getting smarter and bigger, as we move towards garnering a bigger chunk of the growth potential unleashed by the ongoing urbanisation drive. The opportunities are humungous and, backed by the vision of our promoters, the support of our stakeholders and partners and the commitment of our people, we are confident of making the most of the same. The US\$ 1 trillion investment in infrastructure targeted in 12th FYP, 50% of it from the private sector, opens up wide vistas for our growth, going forward.

With strong growth drivers in place in the economy, and the push that the infrastructure sector has got in the budget proposals, the construction industry is on the way to expand and grow in a big way in the coming years.

For ACIL, this offers opportunities of the kind not envisaged before. The two tough years that we faced inspired us to learn the smart way of approaching growth and addressing opportunities. It has taught us the ideal

approach to reinforce our presence across diverse sectors while foraying into new areas of growth.

With our eyes firmly fixed on becoming the industry leader, and focus clearly on high margin Government projects, we are set to create new benchmarks in excellence and quality by building new-age infrastructure that will transform the face of India.

Affordable housing shall be high on our growth agenda and we plan to introduce high-tech precast construction Russian Technologies for affordable and mass housing, for which we have already established a strong technical collaboration.

The government plans to set up more IITs and IIMs is another opportunity area that we shall explore aggressively, as we chart our future growth.

On a concluding note

While this may be the conclusion of my message, let me assure you that what we are looking at is actually the beginning of an exciting new chapter in our growth odyssey. With the continuing support of all our stakeholders, to whom we owe much of the success of our strategy, and guided by our visionary promoters, we have embarked on the next phase of progress and expansion, which shall lay the foundation for your Company to get bigger, and of course smarter.

Yours Sincerely

Bikramjit Ahluwalia
Chairman & Managing Director

THE SMART WAY OF GROWING

It's not enough to grow. It's important to grow smartly, without compromising on quality and value. Meaningful growth is only possible if it is led by a smart approach and policy framework.

Smart and sustainable development in most of the developed countries of the world has been led by focused policies aimed at cohesive and inclusive development of the cities. The trend has shaped the world, with many developing nations imbibing the urbanisation mantra to pave the way for their holistic development and progress, resulting in better growth.



The opportunity landscape

The slow pace of urban growth in India has led to lower per capita income of USD 1,500 per annum. A redefining of the parameters also does not make the story any better, with urbanisation level still remaining at a mere 35% even if rural clusters of population more than 10,000 people are classified as urban.

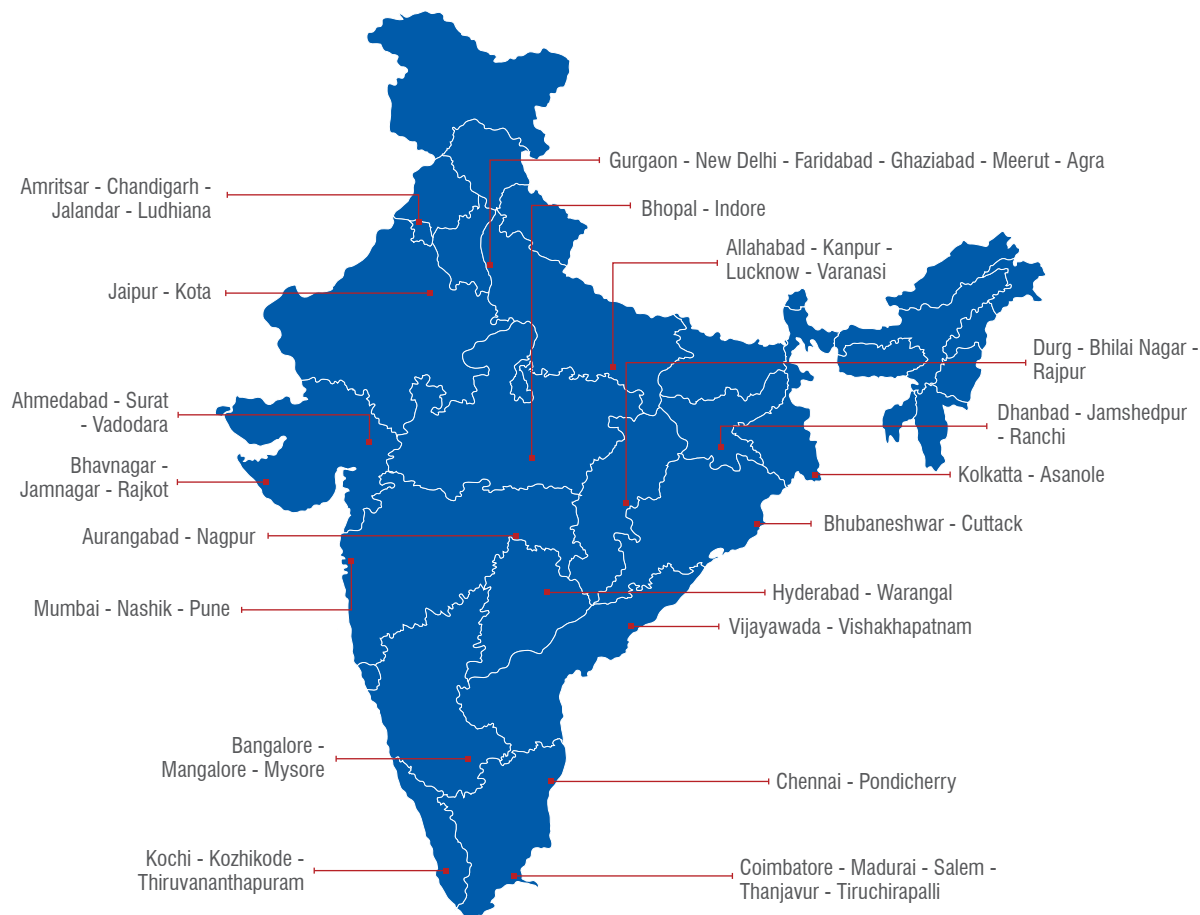
The Jawaharlal Nehru National Urban Renewal Mission (JNNURM) did give a boost to the opportunity environment but, overall, lack of proper urban planning and the resultant deterioration in the quality of urban life have had a detrimental impact on the urban growth story.

On a brighter note, the Indian urbanisation wave has witnessed acceleration over the past decade with an increasing number of cities emerging as engines of the country's economic growth. What is needed a sustainable policy framework, created on a vision for a brighter and better future, and bold steps to execute the same.

There are enough examples to inspire an urbanisation leap by India. Economies like China, South Africa, the Middle East and the UK clearly vindicate the urban growth agenda, underlining the fact that it takes less than a decade to transform cities to deliver on the demands of public goods accompanying urbanisation.

India's urban dividend

Cluster development is necessary to seed the next wave of urbanization in India



Source: Indian Infrastructure, Elara Securities (India) Pvt Ltd.



The ACIL edge

Our extensive presence in 16 cities across India gives us a clear edge in making the most of the big urban growth opportunity. Having bounced back on the track to growth and profitability after a 2-year hiatus, which saw us battling the industry downturn on the back of our strengths, we are now ready and rearing to take on the urbanisation challenge. What we are looking at is qualitative growth that promotes quality living in cities across the country.

A strong in-house service portfolio backed by state-of-the-art equipment has empowered us with the necessary capabilities to ride the current infrastructure growth wave.

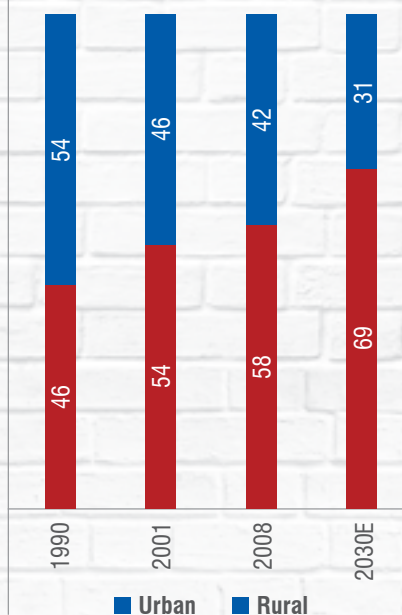
THE MEGA APPROACH TO GROWTH

India's growth story is not about its saturated mega cities, which have become exclusionary in nature. It is about the overall policy on urbanisation, which requires a mega approach in order to address the demands of the new India.

The multiple initiatives announced in the Union Budget for 2014-15 by the new, stable government at the Centre are a precursor to India's transformation into a developed economy, which can only be rendered possible through a strong thrust on infrastructure development in the cities.

Cities to account for 70% of GDP by 2030

100% = 15,903 29,100 49,043 238,041



Source: Indian Infrastructure, Elara Securities (India) Pvt Ltd.

In the 1981 census, there were 12 cities with a population greater than 1 million, which went up to 35 by 2001. UNWUP DESA estimates indicate that the number of such cities will increase to 63 by 2025, including six mega cities.

Urbanisation is, thus, a vital driver for economic prosperity, which the Budget recognizes through its focused emphasis on urban growth via greater infrastructure investment, faster execution of infrastructure projects, relaxation in capital conditions and built-up area to promote FDI, revival of SEZs, among others. And with the construction sector's growth inexorably linked to that of infrastructure and building, what emerges is an exciting platform for the industry, which is effectually poised to gain immensely from the interest shown, and funds coming in, through the domestic and the FDI route.



The ACIL edge

As an integrated player with strengths across the construction value chain, ACIL is ideally positioned to take on the construction opportunity arising out of the big Indian urbanisation story. As the construction industry prepares to enter one of the most exciting phases ever, we find ourselves in the midst of a positive churning that will catapult us to the next level of growth and progress.

Backed by a visionary and experienced management, with a track record of timely construction and delivery of quality projects steered by a qualified and skilled workforce, we are all set to leverage the multi-billion opportunity that lies ahead.

Thinking big, we have put in place a mega approach to address the humungous potential thrown up by the initiatives unveiled in the Budget.



In a marked departure from the approach of the past, we have increased focus on executing high margin orders in the current order book.



THE STORY GETS BIGGER

A necessary corollary of urbanisation is the resultant demand for infrastructure, especially in power stations, electricity grids, water supply & treatment plans, roads, railways, airports, bridges, telecommunication networks, schools & educational institutions, hospitals and more.

Urbanisation, therefore, demands a stark shift from `urbanisation of land' to `urbanisation of people'.



The opportunity landscape

As the nation prepares to build more hospitals, hotels, colleges, institutes and homes, the urbanisation story is set to assume a new level of sophistication and progress. The Union Budget for 2014-15 has set the stage for taking this story forward, chapter and verse, through several specific provisions.

Affordable housing is a key growth area identified by the Budget for an investment push. Increase in tax exemption limits for individuals and on home loan interest are measures expected to boost housing construction. The Government has decided to allocate ₹ 4,000 Crores towards National Housing Bank (NHB) to facilitate building of affordable homes in urban areas, underlining its commitment to urbanisation.

Fund allocation towards setting up IITs and IIMs across all states, and allowing entry of major private players in the field of education are expected to give a further impetus to the kind of infrastructure development needed to transform the urban landscape to match global standards of excellence.

The ACIL edge

At ACIL, we have always been committed to quality construction across sectors and can boast of a diversified portfolio of projects in the Residential, Commercial, Institutional, Educational Institutional, Hospitals and other sectors of urban growth.

Our in-house engineering capacities & proven execution capabilities give us a strong, cutting edge when it comes to delivery of superior and landmark construction that makes living an experience in perfection, be it at home, in office, an IIM or IIT.

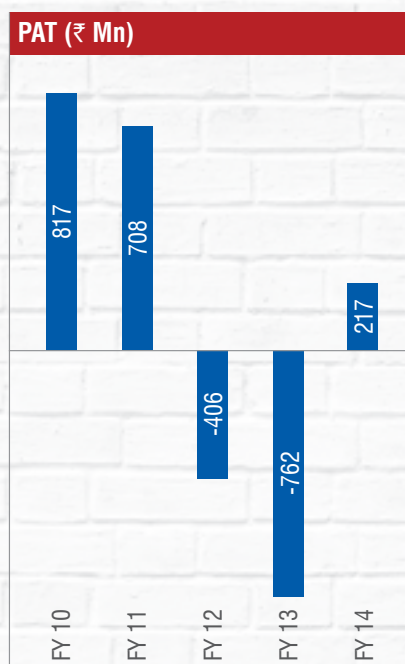
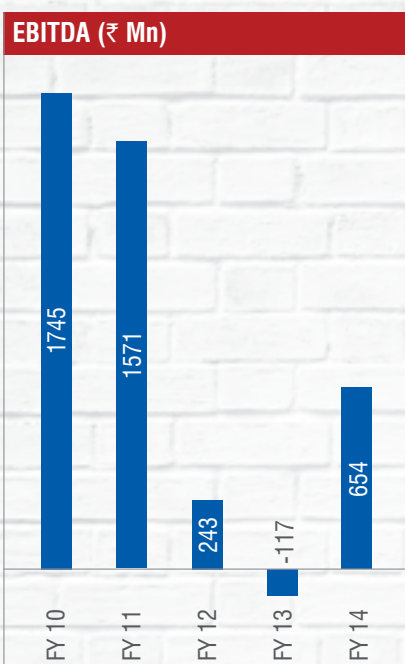
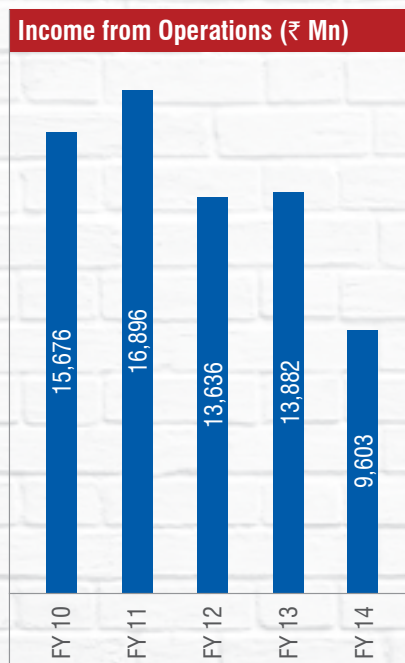
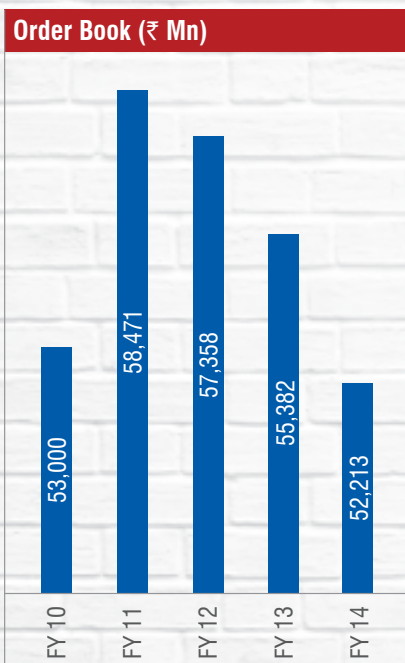


Our collaboration with a Russian entity to build structures using patented high-speed Pre-cast construction using KUB 2.5 system augurs well in view of the increased focus of government projects in mass housing.

THE NUMBERS GET BIGGER....

Five Year Financial Highlights

Parameters	Unit	FY10	FY11	FY12	FY13	FY14
Operational						
Order Book	₹ Mn	53,000	58471	57358	55382	52213
Growth	%	28%	10%	-2%	-3%	-6%
Financial						
Income From Operations	₹ Mn	15676	16896	13636	13882	9603
Growth	%	34%	8%	-19%	-2%	-31%
Other Income	₹ Mn	57	62	109	168	144
EBITDA	₹ Mn	1745	1571	243	-117	654
EBITDA margin	%	11.09%	9.26%	1.77%	-0.80%	6.81%
PAT	₹ Mn	817	708	-406	-762	217
PAT Margin	%	5.20%	4.18%	-2.95%	-5.48%	2.26%



MANAGEMENT DISCUSSION AND ANALYSIS

INDIAN ECONOMIC SCENARIO

FY 2013-14 was, admittedly, a year of considerable slowdown in the economy, recording a sub-5% GDP growth for the second consecutive year.

The overall global economic depression adversely impacted the first half of the year, along with domestic factors such as high inflationary regime, high interest rate environment, increased currency volatility, slow-industrial outputs, etc.

The trend reversed somewhat in the second half of the year, following considerable improvement in Current Account Deficit (CAD), which declined to manageable levels, reduction in fiscal deficit, currency stability, lower Consumer Price Index (CPI) (especially in the last quarter), upsurge in capital markets, among other factors. Focused reform measures adopted by the Government and RBI gave a definitive push to the economy, which showed signs of improvement.

Going forward, the outlook for FY 2014-15 looks bright, with the new, stable government at the Centre expected to give the reforms agenda a boost, thereby leaving behind the policy paralysis of the last couple of years. Business sentiment in the country is upbeat amid expectations of concerted measures to address supply-side concerns, boost infrastructure investments, revive the investment climate and thereby inject growth, positivity and confidence in the economy.

These factors, coupled with expectations of moderate recovery in some advanced economies, are likely to provide the much needed fillip to the country's growth prospects.

INDIAN CONSTRUCTION INDUSTRY

OVERVIEW

Construction activity is an integral part of the country's infrastructure and industrial development, and the construction industry has a significant impact on the Indian economy. The industry covers such vital sectors such as hospitals, schools, townships, offices, houses and other buildings; urban infrastructure (including water supply sewerage, drainage); highways, roads, ports, railways, airports; power systems; irrigation and agriculture systems; telecommunications etc. With such a wide spectrum covered, the sector becomes the basic input for socio-economic development.

The importance of the Construction sector can be gauged from the following statistics.

- It contributes to about 65% of the total investment towards infrastructure.
- It provides employment to about 33 million people, making it the second largest employer after agriculture.

According to the latest report published by 'The Market, Financial Intelligence', the country's construction capacity for asset building was estimated at ₹ 4,15,000 Crores p.a. in 2012. During the 12th Five Year Plan Period (2012-17), it is expected to build assets worth ₹ 52,30,900 Crores. It's a tall target, which would require the sector to double its capacity during this period.

This means that the human as well as the material inputs need considerable stepping up, and therefore, the Government's plans and policies too, will need upgradation and modifications accordingly.

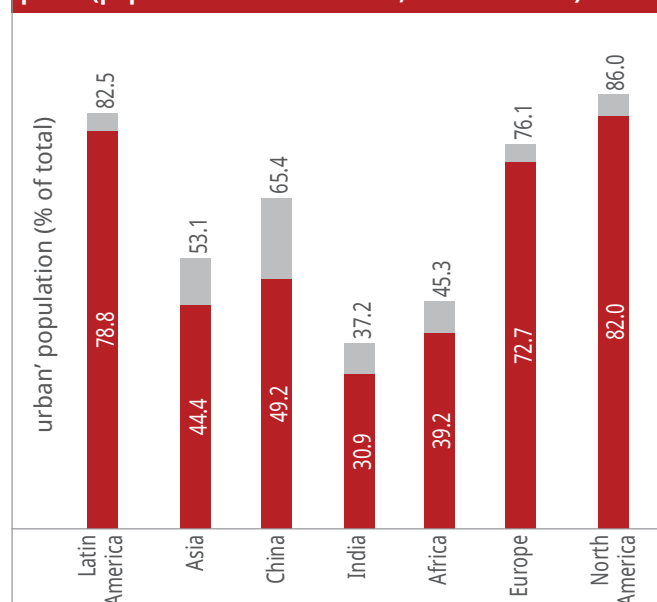
GROWTH DRIVERS

INCREASING URBANISATION TREND

Today, about 31% of India's population lives in the urban areas (The level rises to 35%, if the rural clusters having a population of more than 10,000 people, are classified as urban). It is much lower than its emerging market peers – 49% in China, 54% in Indonesia, 78% in Mexico and 87% in Brazil. However, Indian economy is in quest of a rapid change in the pace of urbanisation that will dwarf what it has witnessed in the past decades. Indian economy is slated to grow to 43%, housing a population of about 540 Million

(Source: Elara Securities, World Urbanisation Prospects (WUP)), of the UN's Department of Economic & Social Affairs (DESA).

Exhibit: India: Lots to catch up compared to global peers (population in urban areas, 2010 and 2025)



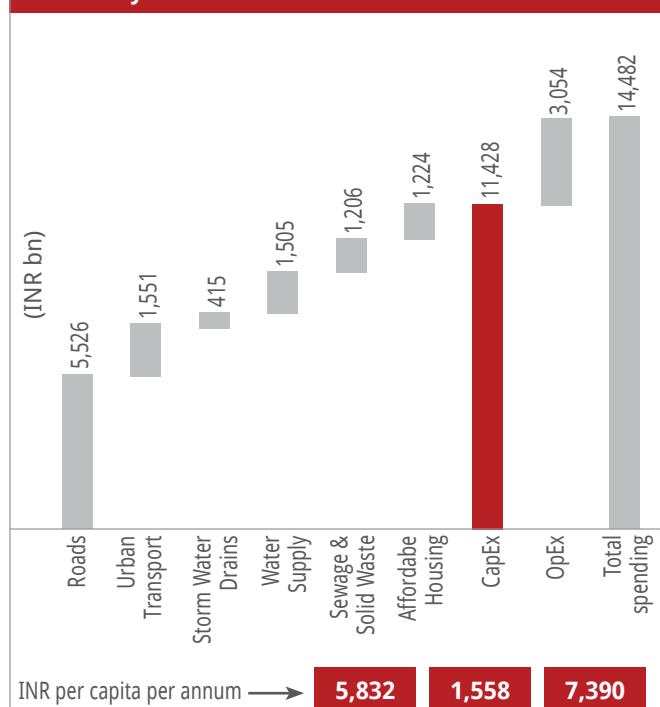
Source: United Nations, Department of Economic and Social Affairs, Population Division (2012). World Urbanization Prospects: The 2011 Revision.

1. Calculated as per relative national definitions of urban population

INVESTMENT IN CITIES

Excluding few Tier-I cities, most cities and urban hubs in India are open to planning from a practical viewpoint. Investments are required to fuel the growth of urbanisation and ₹ 11.4 Trillion towards capital expenditure and ₹ 3.1 Trillion towards operations & maintenance are required, to be spent over the period 2013-2025, on the 'Focus 15 cities'*.

Exhibit: Investment requirement in 'Focus 15'* cities: From the year 2013 to 2025



Source: Elara India Urbanisation model

(*Focus 15 cities include the focus cities identified under the Elara India Urbanisation Report, October 2013. Delhi, Chennai, Bengaluru, Hyderabad, Mumbai, Pune, Ahmedabad, Kolkata, Jaipur, Coimbatore, Surat, Nagpur, Kanpur, Lucknow, Indore comprise the list)

The amount is equivalent to an average per capita annual spending of ₹ 7,390. The size of the urban centre determines the spatial distribution of city-wise gross spending (except Mumbai). The pattern reverses away from Tier-I cities, when based on per capita calculations. Tier-I cities including Coimbatore, Pune, Nagpur, Jaipur and Indore have a higher per capita requirement, indicating acute non-availability of public services. This is the greatest edge for Indian policy making on urbanisation and therefore, translating into a huge opportunity for construction.

RISING INCOME

The annual personal disposable income has been increasing steadily for some years now and is further expected to grow at a very steady rate.

WEALTH CREATION

Real estate holdings, both personal and corporate, have grown manifold in value. Overall, accumulation and generation of wealth has aided in bigger and faster expansion plans of companies.

FOREIGN INVESTMENT

At least 80% of the private and public investors across the globe are already in India. India has a very low percentage of Foreign Direct Investment (FDI) to GDP ratio. With the improvement in business climate and sentiments, rapid acceleration of inflows of FDI into the country can be expected.

POLICY ACTION

The combination of a clear mandate to usher sweeping economic reforms and the promise to replicate the success of attracting investments and building infrastructure across the nation (as in Gujarat) is vindicated by the firm measures undertaken by the Government so far.

GOVERNMENT IMPETUS TOWARDS THE SECTOR

Reflecting the Government's commitment to injecting fresh reforms into the system to bring the economy back on track, the Union Budget for FY 2014-15 underlines several positive initiatives favouring the infrastructure and realty sectors, thereby promising a cascading effect on the construction sector. The Budget is also packed with various measures to boost both the capital inflow and household savings, which are likely to spruce up the sector's current sluggish demand and sales statistics. Some of these measures are listed here:

Area	Budget announcements / Opportunities	Likely Impact
Investment in infrastructure	500 crores allocated in Budget towards 3P India to rejuvenate the PPP model - New rail corridors announced, such as agri-rail and tourist rail networks creating opportunities, requiring real estate for the warehousing, cold storage and hospitality sectors - Faster project execution due to regular approvals and clearance of pending receivables to the private sector via fast-tracked bureaucratic decision-making	Will spur construction activities in the long run.

Area	Budget announcements / Opportunities	Likely Impact
Boost for urbanisation	Relaxation in capital conditions and built-up area for FDI: - Minimum capitalisation conditions revised from USD 10 Million to USD 5 Million - Reduction in built-up area requirement from 50,000 sq. mtr. to 20,000 sq. mtr., with a three year lock-in period post construction	- Likely to provide impetus to urbanisation, largely in tier-II and tier-III cities. (These cities have faced development troubles, as large project developers kept themselves at bay, being wary of taking up such risky ventures) - With the minimum requirement limits being relaxed, it will attract FDI and bring in expertise to set up new townships and cities
Fund allocations	Allocation of: ₹ 4,000 Crores towards National Housing Bank (NHB) to facilitate building of affordable homes in urban areas ₹ 8,000 Crores towards rural housing ₹ 7,060 Crores towards commencement of development of the 100 'Smart' cities	- Reflects Government's commitment to provide housing for all by 2022 - Likely to mobilise employment, development and create new real estate markets
IITs and IIMs	- Fund allocation towards setting up IITs and IIMs across all states - Entry of major private players in the field of education	To provide additional construction opportunities in the sector
REITs	REITs and modified REITs structure have been proposed	- Pass-through tax benefits according to SEBI guidelines - REITs, coupled with tax benefits, will fulfill long awaited real estate demand and ease up liquidity crunch - Likely to open up channels for both the commercial and infrastructure sectors
Tax exemptions and benefits	- Tax exemption limits raised by 25% to ₹ 2.5 Lakhs for individuals below 60 years of age - Exemption limit on home loan interest increased by 33% to ₹ 2 Lakhs	- Measures likely to boost household savings, especially in a sustained period of high inflation - Increased savings compounded with higher tax benefits likely to motivate home buyers who have been sitting at the fence
Revival of SEZs	- Commitment to revive Special Economic Zones (SEZs) - Plans for development of 20 new industrial clusters	Likely to spur unprecedented export and economic growth, providing more opportunities for real estate developers

These, and other measures proposed in the Budget, have strongly outlined the Government's commitment to inclusive growth through structural adjustments that are likely to augment capacity creation and investments.



BUSINESS ACTIVITIES

ACIL is an integrated construction company, offering turnkey solutions in engineering and designing to public and private sectors. The Company executes projects across high rise residential, commercial complexes, luxury hotels, institutional buildings, hospitals & medical colleges, corporate office complexes, IT parks & industrial complexes, metro rail stations & depots, power plants, motorised car parking, among others.

The ACIL presence extends across the value chain and the Company develops assets right from planning and conceptualisation to execution. The Company retains the ownership rights on the assets so created, and the returns generated from utilisation of the assets lead to value expansion.

ACIL has a robust Order Book, built on the strengths of its strategically focused direction, expertise & experience, and strong execution capabilities. The Company's Order Book pipeline, as on 31st March, 2014, was approximately ₹ [5,221] Crores, with about [48%] of it coming from Government projects and the remaining from Private Projects.

The Company has a portfolio of marquee clients across the public and private sectors, with repeat orders coming in for several of them.

Armed with robust cost control and optimisation measures, the Company has built in robust efficiencies which have enabled it to keep its growth agenda on track despite the downturn witnessed by the industry over the last couple of years.

OPERATIONAL AND FINANCIAL PERFORMANCE

The industry has battled a multitude of problems in the past two years. The year gone by witnessed an increase in raw material prices, higher interest rate environment, slowdown in general economy and project execution, reduced sanctions from banks to real estate and construction industry, etc.

However, despite the constraints resulting from these developments, ACIL was able to stage a turnaround in its operations and bring in profits after two years of significant losses. The Company achieved profitability margins of 6.81% at the EBITDA level and 2.26% at the PAT level. A series of focused measures enabled the Company to reverse the trend, including cost control, completion of loss contracts, sale of non-core assets, manpower planning, etc. These, coupled with strong and streamlined project monitoring system and contracting policy, aided funding of the working capital gaps etc.

The Company's order book is stable at ₹ [5,221] Crores as on 31st March, 2014.

Important highlights (in ₹ Million).

Parameters	FY 2012-13	FY 2013-14
Operational		
Gross Order Book	55382	52213
Growth	(3%)	(6%)
Financial		
Income From Operations	13882	9603
Growth	(2%)	(31%)
Other Income	168	144
EBITDA	(117)	654
EBITDA margin	(0.8%)	6.81%
PAT	(762)	217
PAT Margin	(5.48%)	2.26%
EPS (₹)	(12.15)	3.46
RONW	(37.28)	9.61
Long term Debt/Equity	0.28	0.20

SAFETY, HEALTH AND ENVIRONMENTAL PERFORMANCE

ACIL believes that the Company's long-term business success depends on its ability to continually improve the quality of services while protecting people and the environment. Hence, the Company is committed to meeting the expectations of its customers and continuously strives to improve the effectiveness of its Quality, Health, Safety and Environment Management System.

At ACIL, management of safety, health and environment has two general objectives: One, prevent occurrence of incidents and accidents that may result from abnormal operating conditions and two, reduction of adverse effects that result from normal operating conditions.

ACIL's integrated management system works on a predefined framework that allows it to organise its works and take care of Safety, Health, Environment, Personnel, Industrial Relations and Quality Assurance. It translates into a satisfying relationship with all employees and others who work with the Company.

Exhibit: Safety, health and environment management framework at ACIL



QUALITY AND SAFETY

- ACIL provides personnel training through QA/QC/SHE Department Heads, who have been posted on sites. About [750] persons have undergone training, so far.
- On the ground level, more than 10,000 workers have benefitted through a presentation and film presented by Heads of QA/OC/SHE Departments.
- Training was also imparted to workers to ensure their safety while working at heights. So far, more than 2,500 workers have been trained on different projects.

HEALTH

Health and medical services are provided to all employees, including on ground workers. Regular feedback mechanisms ensure that they are aware of their health status.

ACIL also provides primary medical care services and specialist expertise in the area of monitoring of work environment. It also organises medical surveillance of all the employees through periodic monitoring of health of operators at various sites.

In case of an unforeseen event or a mishap, the Company liaises with the concerned hospital authorities at a nearby hospital to take care of the injured. Hospitals have been identified in the vicinity and the injured personnel requiring medical treatment are referred to the nearest hospital.

Other actions taken in relation to the health of the workers and their families:

- Regular testing of drinking water
- Regular disposal of garbage

- Periodical spraying of hygiene chemicals
- Regular cleaning of bathing tanks
- Daily cleaning of the living and working areas

CARE OF THE WORKERS

At ACIL, construction workers are provided the best of amenities that can be made available in a factory environment. Various welfare measures are adopted for the construction workers at sites.

- Clean accommodation, free electricity, filtered drinking water etc.
- Hygienic & clean toilets and bathing areas; separate for ladies and gents
- Separate cooking areas
- Crèches for the children of the workers, where children are provided with books, stationary and mid-day meals
- Workers' insurance under the Workman's Compensation Policy; coverage under Employees Provident Fund scheme
- National Safety Day Celebrations and EHS events
- Free and fair chance for workers to air their grievances and suggestions to the Management through various site meetings and EHS & Suggestion Committee
- Rewarding workers for providing good suggestions
- Providing certificate training/ Workmen Training to workers, at the end of which they are presented Certificates

WORKMEN TRAINING

As part of its efforts to streamline the training process for workmen, ACIL has been making continuous efforts to promote interface between various disciplines like Administration, Planning, Design, Construction and Maintenance of Built Environment.

As per the 'Skill Development Initiative' launched by the Ministry of Labour, Government of India, ACIL has taken an initiative to provide onsite training to Workmen.

On-the-Job-Training has already been initiated under the abovementioned initiative. More than 200 workers have so far been trained by ACIL, and assessed by an independent Testing Agency appointed by Directorate General of Employment & Training (DGET) based on Modular Employable Skills (MES).

- Intensive drive has been launched to impart training under the aegis of Indian Building Congress (IBC). The campaign is headed by Shri Shobhit Uppal, who is the Sr. Vice President of the IBC
- Batch of trained masons and shuttering carpenters went through a grueling skill test at IBC's Dev Nagar Assessment Centre in New Delhi. The assessment was carried out



by an independent agency on behalf of DGET, under MES programme. Certificates were issued to successful candidates by Directorate of Apprenticeship and Training, DGET, GOI along with an ACIL Certificate. These certificates hold high value as they are valid both in India and abroad. It implies a career progression for the successful construction workers and is likely to result in an increased output from the individuals on the ground. It is also likely to motivate fellow construction workers to go in for training and similar certification and upgrade their skills

AWARDS AND RECOGNITION

- ACIL was bestowed with the prestigious Commendation Certificate of Indian Buildings Congress Award for Excellence in Built Environment, 2013, for 'Indian Institute of Corporate Affairs' Project, built at Manesar, Haryana. The award was received by Shri Harpal Singh – Asst. Vice President from Dr. Girija Vyas, Union Minister of Housing and Urban Poverty Alleviation and Dr. Sudhir Krishna, Secretary, Ministry of Urban Development.

- ACIL bagged the prestigious 'Prashansa Patra' for the second consecutive year, in NSCI Awards 2012 for Mumbai Metro One Project, from Shri Arun Kumar Sinha, Additional Secretary, Ministry of Labour & Employment, Govt. Of India. The award was conferred in recognition of exemplary monitoring and implementation of effective safety systems and procedures.

RISKS AND CONCERNS

ACIL is fully cognizant of the need to regularly address risks and concerns, and to this end, it makes special efforts to understand, anticipate and mitigate business risks, thereby minimising the frequency and impact of risks. The Company follows the Enterprise Risk Management (ERM) process that provides a holistic, integrated, structured and disciplined approach to mitigate risks. Regular measures are taken to effectively bring down threats to manageable levels, thus instilling renewed confidence in reaching the desired goals, taking informed decisions about exploiting opportunities, etc.

Exhibit: Principles of risk management framework

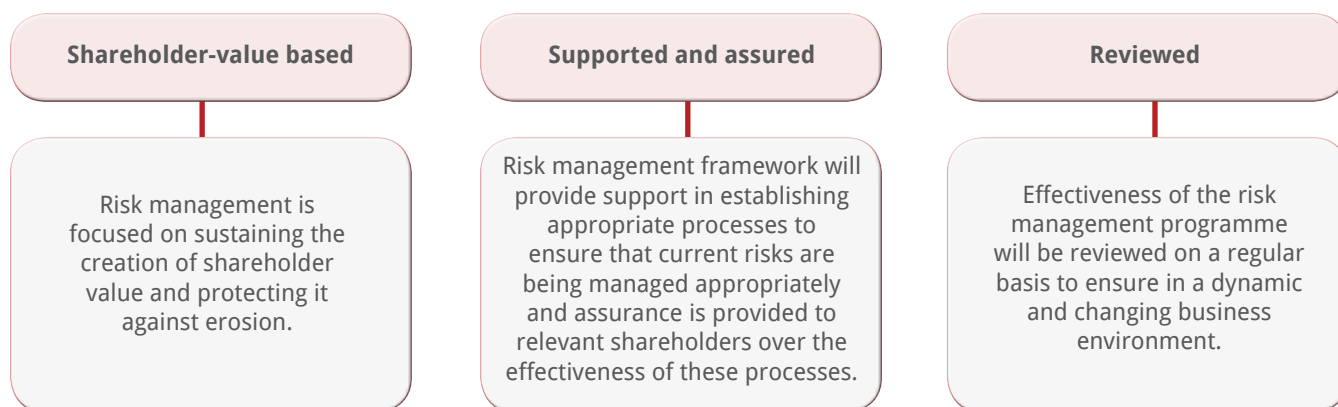
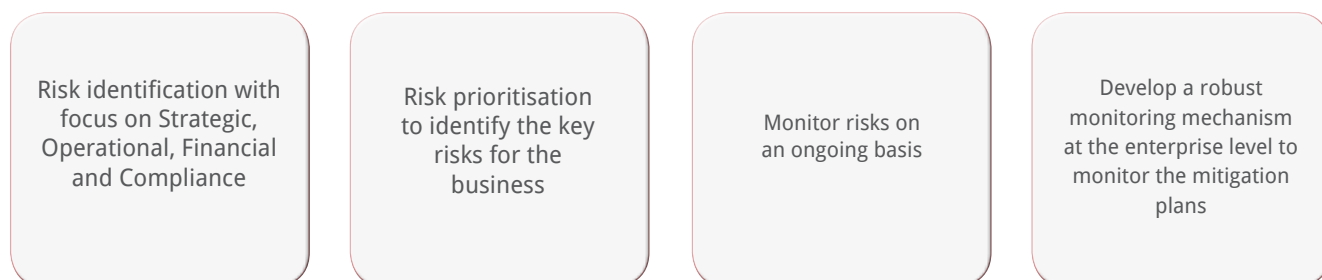


Exhibit: Risk Management process adopted by ACIL



RISKS AND MITIGATION STRATEGIES

Risk	Nature of risk	Mitigation strategy
Credit Risks	- The payment collection process may extend over a period of time, as a matter of business practice. - Customers' budgeting constraints can impact their ability to make required payments. - Creditworthiness of clients may deteriorate and the Company can be adversely affected by bankruptcies or other business failures of its customers.	- ACIL's credit terms are standard and there is rigorous process in following up with customers for payments as and when the invoice falls due for payment. - ACIL has suitably streamlined the process to develop a focused and aggressive receivables' management system to ensure timely collections.
Contractual Risk	The primary contractual risks at ACIL pertain to its obligations to provide services with full adherence to contracted terms of quality, time deadlines, output per hour, protection of confidential information, etc.	- ACIL has a rigorous process to evaluate the legal risks involved in a contract, ascertain its legal responsibilities under the applicable law of the contract and strive to restrict liabilities to the maximum extent possible. - The Company has 'no consequential losses' clauses to protect itself. - ACIL ensures that the risks are protected through various insurances like professional liability, workers compensation, Directors' and Officers' Liability insurances.
Execution Risk	- Significant numbers of ACIL's clients are Large Banks, Corporates, Financial Institutions and Government Authorities. - These clients need high quality and timely delivery of services with very stringent services level bench agreements, product features and functionalities that could adversely affect the Company's relationship with clients, which could potentially have an impact on revenues and profitability.	- The Company has continuously invested in processes, people, training, information systems and quality standards to mitigate the risks associated with the execution of the projects. - ACIL has adopted quality models and practices, such as ISO, to ensure identification of risks and their mitigation at various levels in the planning and execution process. - Further, senior management personnel, project managers and process leaders are entrusted with responsibility to meet the project and service level expectations on various engagements. - Planned intervention and escalation systems are further deployed to minimise risks.
Directors and Officers Liability Risks	The Directors and Officers of ACIL are required to take material decisions in the best interest of the Company.	To mitigate this risk, the Directors and Officers take legal and expert advice, when required, and have taken various insurance policies.



	Such decisions might result in errors and omission, and ACIL might be sued by other counterparts.	- ACIL always tries to limit its contractual liability for damages arising from negligent acts, errors, mistakes or omissions by Directors and Officers in rendering services. - Though the Company maintains general liability insurance coverage, including coverage for errors or omissions, going forward, there can be no assurance that such coverage will be available on reasonable terms and in sufficient amount to cover one or more large claims, or that the insurer will not disclaim coverage as to any future claim. - The successful assertion of one or more large claims against ACIL could adversely affect the result of its operations and financial condition.
Competition Risks	Increasing Competition from domestic and international construction companies may affect the market share and profitability.	- Investment in processes, technical skills, equipment, specialised manpower and brand building exercise is carried out. - ACIL has adequate strong customer franchises, consisting of large and mid-sized corporations.
Political Risks	Uncertainties regarding Government policies may have an impact on the Company's operations.	- The Govt. has been prioritising infrastructure investments, limiting the inherent policy risks. - The residual risks are managed by seeing opportunities to control costs to hedge from adverse policy changes.
Assets and Inventory Risks	Risks of fire, theft, accident, etc. may impact ACIL's operations and profitability.	The Company undertakes requisite steps to provide security to its assets and inventory by taking appropriate Workmen Compensation Insurance Policy/Fidelity Insurance Policy, etc. to avoid or mitigate such a risk.

INFORMATION TECHNOLOGY

The new-age business is strongly driven by Information Technology, which has emerged as a critical business enabler. IT's value lies in providing information for decision-making, connecting various stakeholders, providing productivity tools to increase efficiency through automation and application.

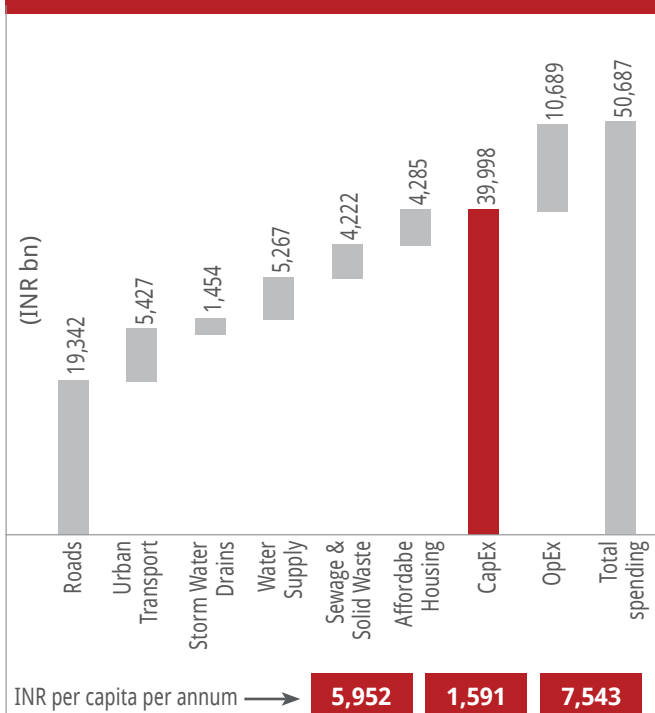
ACIL uses Information Technology to provide reliable, contemporary and integrated business processes, which enable the Company to improve its all round efficiencies. The IT function at ACIL is focused on providing end-user satisfaction by ensuring high uptimes, latest modes of communication, business aligned applications and proactive compliance to industry and regulatory needs. All this has improved productivity of users with smooth workflow across all functions of the organisation. It has also led to enhanced

consistency in management practices applied across all the systems.

OUTLOOK

With a backlog of years of underinvestment and incremental demands from the rising urban population, ₹ 40 Trillion is estimated towards capital expenditure and about ₹ 10.7 Trillion towards operations & maintenance (aggregating to ₹ 50.7 Trillion), across Indian cities between the years 2013 and 2025 (based on the norms prepared by the Ministry of Urban Development, Govt. of India).

The amount is equivalent to an average per capita annual spending of ₹ 7,543 over the abovementioned period. As per the estimates, 80% of this opportunity lies in fresh capital expenditure, a major portion of which would address the gaps in the existing infrastructure requirement across Indian cities.

Exhibit: India's urban infrastructure requirement (2013-25)

Source: Elara India Urbanisation model

Further, the regional urban hubs like Gurgaon & Noida (satellites of Delhi), Kanchipuram & Arakkonam (satellites of Chennai), Navi Mumbai & Thane (satellites of Mumbai), Salt Lake City & Kalyani (satellites of Kolkata) are situated in the peripheries of their respective mega cities. These satellite towns/concept cities are expected to absorb the pressure off megacities in terms of overall economic activities, in line with the growing opportunities generated by domestic demand and greater inter-linkages from the other regions in the country (Source: Indian Urbanisation - Elara Securities, October, 2013).

India is therefore, poised for sustained growth in infrastructure build-up, with myriad opportunities opening up in the wake of recent positive policy changes. Investments in infrastructure are the most important growth driver for construction companies in the country. The proposed US\$ 1-Trillion allocation for infrastructure in the 12th Five Year Plan (FYP) will power the strong growth wave in the sector through large spends on housing, roads, ports, water supply, rail transport and airport development. This will translate into healthy business for construction companies.

The 12th FYP provides for a PPP-based development in infrastructure investment, where feasible, to address the constraints faced by the public sector to fund infrastructure projects. As a result, about 50% of total investment is targeted from the private sector. Adequate measures have

also been announced in the Union Budget for FY 2014-15 (outlined earlier), that are aimed at encouraging private sector participation.

With adequate funds allocated in the Budget towards setting up of new IITs, IIMs and AIIMs across the country, the demand for quality healthcare and education throws open further growth opportunities for the construction sector as well. Funds allocated towards building of affordable homes in the urban areas and providing housing in the rural areas, development of 100 new smart cities, will also provide abundant opportunities for the industry players such as ACIL, which has, in the past, leveraged its intrinsic strengths to build extensive presence in these segments.

With a combination of housing demand and investment of funds in the asset classes, primarily through NCDs (providing fixed returns), investment made towards the right projects can yield healthy returns. Through its strengths, ACIL is all geared up to take advantage of the plethora of opportunities that the sector has on offer.

In addition to these policy initiatives, another factor that favours growth in the sector is the prospect of increased global investment. A number of global real estate investors, including sovereign funds, are lining up investments in the real estate market in India by tying up with successful local investors and developers. The investments will create a high transaction zone, with large activity in the commercial office asset space during FY 2014-15. The residential sector is also geared up with ample growth potential.

With an eye on the opportunity matrix, the Company is continuously upgrading its competencies through state-of-the-art mechanised solutions enabling strict control on quality and deliverables. Also, significant efforts have been undertaken towards cost reduction, optimisation of working capital requirements and, consequently, reduction of finance costs. Along with operational prowess, the Company has also been able to come back into profits and is confident of carrying the momentum into the next year as well.

CAUTIONARY STATEMENT

Statements in this Management Discussion and Analysis describing the ACIL's Objectives, projections, estimates and expectations may be 'Forward Looking Statements' within the meaning of applicable laws and regulations.

Actual result might differ substantially or materially from those expressed or implied. Important developments that could affect the Company's operations include unavailability of finance at competitive rates- global or domestic or both, reduction in number of viable infrastructure projects, significant changes in political and economic environment abroad, tax laws, litigation, interest and other costs.



DIRECTORS' REPORT

To the Members,

Your Directors are pleased to present the 35th Annual Report on the working of the Company, together with the Audited Accounts for the financial year ended 31st March, 2014.

FINANCIAL HIGHLIGHTS

	(₹ in Lacs)	
FINANCIAL	YEAR ENDED 31-03-2014	YEAR ENDED 31-03-2013
Gross Income	97,477.48	1,40,359.15
Profit before Interest and Depreciation	6549.85	(1167.58)
Less: Interest	3154.15	2929.12
Less: Depreciation	1215.52	3519.55
Profit/(Loss) before Tax	2179.81	(7616.25)
Less: Provision for Taxation	5.00	6.00
Profit/(Loss) after Tax	2174.81	(7622.25)
Balance of profit/Loss brought forward for appropriation	15508.60	23130.85
Less: Proposed Dividend on Equity Shares	0	0
Less: Tax on Dividend	0	0
Less: Transfer to General Reserves	0	0
Balance Carried Forward to Balance Sheet	17683.42	15508.60

DIVIDEND

In view of the losses suffered by the Company, your Directors have not recommended any dividend for the financial year ended March 31, 2014.

OPERATIONS

During the year ended March 31, 2014, your Company has achieved Total turnover of ₹ 974.77 crores as against 1403.59 crores for the previous year ended March 31, 2013 decreased by 30.55% as compared with previous year. The Company has Profit of ₹ 21.75 crores as against net loss ₹ 76.22 crores. EPS for the financial year 2013-14 stood at ₹ 3.47. On consolidated basis, the total income of your company and its subsidiaries stands at ₹ 960.59 crores.

The inflationary trend in the economy increased the input cost, thereby putting pressure on margins.

FUTURE OUTLOOK

FY 2014 is expected to be another difficult year for the Company. However, one expects good order is supposed to perform reasonably well with a slow economy. Overall, the

focus will be cost reduction, cost optimization and timely delivery of the projects. The macro economic situation in the industry and business environment continues to remain uncertain. Therefore, our priority will be for execution of orders in hand.

PUBLIC DEPOSITS

During the year under review, your company has neither invited nor accepted any public deposits from the public.

SUBSIDIARIES

During the year Ahlcon Ready Mix Concrete Pvt Ltd has been ceased to as 100% wholly and subsidiary company of Ahluwalia Contracts (India) Ltd. As on March 31, 2014, the Company has five subsidiary companies namely Premsagar Merchants Pvt. Ltd., Splendor Distributors Pvt. Ltd., Jiwanjyoti Traders Pvt. Ltd., Dipesh Mining Pvt. Ltd. and Paramount Dealcomm Pvt. Ltd.

The Ministry of Corporate Affairs vide its General Circular No. 2/2011 dated February 08th, 2011 has granted a general exemption for not attaching the Balance sheet of subsidiary companies and compliance of conditions enlisted therein.

Therefore the Company shall not be attaching the audited accounts of the subsidiaries to the annual accounts of your Company for the current year. The annual accounts of the subsidiary companies and related detailed information will be made available to any member of the Company or subsidiary company upon request and are also available for inspection by any member of the Company, during the business hours, at the registered office of the company and that of the subsidiary company concerned. The annual accounts of the individual subsidiary company shall also be available on the website of the company.

DIRECTORS

In accordance with the provisions of Section 255 and 256 of the Companies Act, 1956, Section 152 of Companies Act, 2013 and the Articles of Association of the Company Mr. Bikramjit Ahluwalia retire by rotation at the ensuing Annual General Meeting of the Company and being eligible offer himself for re-appointment.

In terms of the provisions of Section 149, 152(6) and other applicable provisions of the Companies Act, 2013, an independent Director will hold office up to a term of five consecutive years on the Board of the Company and shall not be liable to retire by rotation.

Mr. Arun Kumar Gupta, Mr. S.K. Chawla & Dr. Sushil Chandra, the existing independent directors of the Company in view of the same, your Directors are seeking appointment for a period of 5 years w.e.f. 1st April, 2014 as per the requirement of the Companies Act, 2013.

CONSOLIDATED FINANCIAL STATEMENT

The consolidated financial statements together with Auditors Report thereon from a part of the Annual Report. In compliance with clause 32 of the listing agreement the consolidate financial statement are prepared in accordance with accounting standard notified under section 211(3c) of the Companies Act, 1956 read with the companies (Accounting Standard) Rules 2006.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to the requirements under section 217 (2AA) of the Companies Act, 1956, with respect to Directors Responsibility Statement, it is hereby confirmed that:

- i) in the preparation of the annual accounts the applicable accounting standards have been followed

along with proper explanations relating to material departures;

- ii) the Directors have selected such accounting policies and applied them consistently and made judgment and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March, 31st, 2014 and of the profit of the Company for the financial 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; and
- iv) the Directors have prepared the annual accounts of the Company on a 'going concern' basis.

LISTING WITH STOCK EXCHANGES

The equity shares of the Company continue to remain listed with the National Stock Exchange of India Limited (NSE), Bombay Stock Exchange Limited (BSE), Jaipur Stock Exchange (JSE), Delhi Stock Exchange (DSE) and Calcutta Stock Exchange (CSE). The Listing fees payable to all the exchanges for the financial year 2013-14 have been paid.

PARTICULARS OF EMPLOYEES

No employee was in receipt of remuneration exceeding specified limits as prescribed under section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules 1975.

HUMAN RESOURCES (HR)

Your Company's Human Resource Development Strategy seeks to fulfill this mandate through careful selection and rigorous implementation of a wide range of programmes and interventions.

Human Resource Development practices in your Company are guided by the principles of relevant consistency and fairness based on the premise that what is done in Human Resource Development is as critical as how it is done. Taken together, these initiatives and processes are making a positive impact on talent attraction, retention and commitment.

Your Company belief in the mutually of interests of key stakeholders, aligns all employees to a shared purpose and vision, thus providing it with the vital force to win in the market and enhance value creation.



Your Company firmly believes that Human Resource Development strategies and practices will continue provide sustained competitive advantage and will continuously work toward nurturing and enhancing competitively superior position in terms of human capital, people processes and employee behaviors. Your Company believes that is the quality and dynamism of its human resource that will enable it make a significant contribution to creating enlarged societal value. The Directors of Your Company deeply appreciate the spirit and commitment of its dedicated team of nearly 20000 employees and workers.

The Company always moves in a direction where it can keep its employees highly motivated, result-oriented and adaptable to changing business environment, so that they can be more capable for attaining their goal as well as Organizational Success. The company has reward and recognition system to provide fast track growth for high potential employees and star performers as well as motivate the underperformer through counseling by their superiors.

The labour relations were cordial throughout the year across all the project sites of the Company.

Regular communication meetings are held with the workmen representatives to exchange views and to address issues & resolve the same with mutual consent.

CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

In pursuance of the provisions of Section 135 read with Schedule VII to the Companies Act, 2013, 'Corporate Social Responsibility Committee' has been formed to recommend (i) the policy on Corporate Social Responsibility (CSR); and (ii) implementation of the CSR projects/ programmes to be undertaken by the Company, to the Board of Directors for consideration.

Your company is committed to belief that it exists not just run business and generates profits, but also to fulfill its duties as a responsible corporate citizen. As a responsible corporate citizen, ACIL management recognized its need to deliver value to society, which is reason for its existence.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management Discussion and Analysis Report for the year under review, as stipulated under clause 49 of the Listing Agreement with the Stock Exchanges in India, is presented in a separate section forming part of the Annual Report.

CORPORATE GOVERNANCE REPORT

The Company is committed to maintain the highest standards of corporate Governance. The Report on corporate Governance as stipulated under Clause 49 of the listing Agreement forms part of this report.

AUDITORS & AUDITORS' REPORT

M/s Arun Kumar Gupta & Associates, Chartered Accountants, (Regn. No. 000605N) Auditors of the Company will retire at the conclusion of the ensuing Annual General Meeting and being eligible offer themselves for reappointment. Your Directors are seeking the reappointment of the Statutory Auditors from the conclusion of the ensuing 35th Annual General Meeting (AGM) of the Company till the conclusion of the 38th AGM of the Company. Pursuant to the provisions of Section 139 of the Companies Act, 2013 and rules framed thereunder, it is proposed to appoint M/s. Arun K Gupta & Associates, Chartered Accounts as Statutory Auditors of the Company from the conclusion of the forthcoming AGM till the conclusion of the 38th AGM to be held in the year 2018. The Company has received a certificate from the Auditors to the effect that their re-appointment, if made, would be in accordance with Section 141 of the Companies Act, 2013. The Board recommends their re-appointment.

The Notes to the Accounts referred to in the Auditors' Report are self-explanatory and/or explained suitably in the notes forming part of the financial statements.

Due to reconciliation lapses, the service tax amount was outstanding on 31st March 2014. However following reconciliation, the amount of ₹ 39,92,225 has been since deposited and balance is being deposited in early course.

INFORMATION PURSUANT TO SECTION 217 OF THE COMPANIES ACT, 1956

The information required to be disclosed under Section 217(1) (e) of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 with respect to conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo, are explained as under :-

CONSERVATION OF ENERGY, RESEARCH AND DEVELOPMENT, TECHNOLOGY ABSORPTION

Since your company does not own any manufacturing facility the requirements pertaining to disclosure of particulars

relating to conservation of energy, research & development and technology absorption, as prescribed under the Companies (Disclosure of Particulars in the Report of Board of Directors) rules, 1988 are not applicable.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

ACIL has instituted a robust system of internal control headed by a senior person, to ensure optimum use and protection of assets, facilitate accurate and timely reporting of financial statements and compliance of statutory laws, regulations and company's policies with regard to identification, review and management of risks. A dedicated in house internal audit team ensures that financial and other records are maintained properly and the established systems, procedures are adhered to. The said audit is by and large conducted periodically to review the adequacy and effectiveness of internal controls and to suggest improvement for strengthening them. The reports submitted by the internal audit team are reviewed quarterly by the Audit Committee.

TRANSFER TO INVESTOR EDUCATION AND PROTECTION FUND(IEPF)

The company has, during the year under review, transferred a sum of ₹ 87596/- to Investor Education and protection fund, in compliance with provisions of section 205C of the Companies Act, 1956. The said amount represents dividend for the year 2006-7 which remained unclaimed by the shareholders of the company for period exceeding 7 years from its due date of payment.

FOREIGN EXCHANGE EARNINGS AND OUTGO

	Current Year (₹)	Previous Year (₹)
Foreign Exchange Earnings	NIL	NIL
Foreign Exchange Outgo		
a. Raw Material	2,22,63,902	85,88,710
b. Capital Goods	2,34,19,135	56,09,603
c. Advance Payment for Raw Materials	-	-
d. Advance Payment for Capital Goods	-	35,20852
e. Travelling Expenses	7,21,573	6,63,456
f. Consultancy Charges/ Technical Fee	32,55,910	-

ACKNOWLEDGEMENTS

Your Directors would like to express their appreciation for assistance and cooperation received from Banks, Government Authorities, Clients, Vendors and members during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed services by the executives, staff and workers of the Company.

On behalf of the Board of Directors

(BIKRAMJIT AHLUWALIA)

Chairman-cum-Managing Director

DIN No.: 00304947

Regd. Office:

Plot No. A-177, Okhla Industrial Area

Phase-I, New Delhi-110020

Dated: 14-08-2014



REPORT ON CORPORATE GOVERNANCE

The Company continues to focus on good Corporate Governance, which aims to improve the Companies eligibilities and Social efficiency, effectiveness & Social responsibilities. The Basic Philosophy of Corporate Governance in the Company emphasizes on highest label of transparency, accordingly and integrity. Your Company believes that strong companies are built on the foundation of good governance practices. Corporate Governance encompasses the effective management of relationships among constituents of the ecosystem - shareholders, management, staff members, clients, vendors, governments, regulatory authorities and community at large. These relationships can be strengthened through corporate fairness, transparency, empowerment and compliance with the law in letter and spirit. Your Company takes proactive approach and revisits its governance practices from time to time so as to meet business and regulatory needs.

Your Company has also implemented several best corporate governance practices as prevalent globally, such as the Whistle Blower Policy and Code of Conduct and Ethics. Your Company has complied with all the requirements relating to Corporate Governance as stipulated in Clause 49 of the Listing Agreement. The report of the Directors on corporate governance is given as a separate Auditors' Certificate confirming the compliance to the conditions of the corporate governance stipulated in Clause 49 of the Listing Agreement is annexed to the Report on Corporate Governance.

The Board of Directors represents the interest of the Company's stakeholders, for optimizing long-term value by way of providing necessary guidance and strategic vision to the Company. The Board also ensures that the Company's management and employees operate with the highest degree of ethical standards through compliance of Code of Conduct.

COMPLIANCE WITH CORPORATE GOVERNANCE GUIDELINES

Clause 49 of the listing Agreement with Stock Exchange, sets up norms and disclosures that are to be met by the company on corporate governance front. We confirm our compliance with corporate Governance Criteria, as required under the said clause, vide this report.

COMPLIANCE WITH CORPORATE GOVERNANCE GUIDELINES

SAFETY, HEALTH AND ENVIRONMENTAL PERFORMANCE:

At ACIL, Health, Safety & Environment (HSE) is given the highest priority. The EHS policy enunciated by the Corporate Management lays emphasis on Health, Safety and Environment through a structured approach and well defined practices. Systems and procedures have been established for implementing the requisites at all stages of construction and they are accredited to the International standards of ISO 9001:2008, ISO 14001:2004 and OHSAS 18001:2007.

ACIL continues to maintain the trail blazing tradition of meeting the stringent quality standards and adherence to time schedules in all the projects. Hence, we are committed to meet the expectations of our customers and continuously strive to improve the effectiveness of our Quality, Health, Safety and Environment Management System.

QUALITY & SAFETY

- The Company has provided Training personally at various sites.
- ACIL is with the agreement of Construction Skill development council of India (CSDCI) to provide training to the ground level.
- Established on the job training centers at site level authorized by CSDCI
- Trainer cum assessor is authorized by CSDCI by providing 15 days training.
- ACIL have competent trainers for Masonry, Carpentry and Bar Bending works.
- So far 1100 persons including Supervisor/Engineer/Project Manager (PM)/Assistant general Manger (AGM) have been undergone training through QA/QC department.
- On Ground Level more than 10,000 workers have been given presentation and Film through head of QA/OC/SHE Department
- Training on Safe working at height at ground level staff. So far more than 2500 workers are trained at different projects.

Besides the enforcement of engineering measures and management controls, Personal Protective Equipment, as per need of the operations are provided. HSE awareness among employees is created and sustained through regular training programmes.

Systems are rigorously implemented to ensure high standards of, Health, Safety & Environment at our jobsites.

BOARD OF DIRECTORS

COMPOSITION OF THE BOARD

As on date the company has a strong and broad-based Board consisting of six directors with adequate blend of professional, executive, non-executive and independent professionals. The Board is having an Executive Chairman and comprised of executive and non-executive directors, conforming to the norms required under clause 49 of the listing agreement.

None of the Directors on the Board are members of more than ten Committees or Chairman of more than five committees across all the companies in which they are Directors. Necessary disclosures regarding Committee positions in other public companies as on March 31, 2014 have been made by the Directors.

COMPOSITION OF THE BOARD OF DIRECTORS

Director, Executive/ Non-Executive/ Independent

Sh. Bikramjit Ahluwalia	Chairman & Managing Director-Executive
Sh. Shobhit Uppal	Dy. Managing Director-Executive
Sh. Vikaas Ahluwalia*	Whole Time Director-Executive
Sh. Vinay Pal	Whole Time Director-Executive
Sh. Arun Kumar Gupta	Director—Non –Executive & Independent
Sh. Balbir Singh*	Director---Non –Executive & Independent
Sh. S.K. Chawla	Director---Non –Executive & Independent
Dr. Sushil Chandra	Director ---Non –Executive & Independent

1. Mr.Balbir Singh, Independent Director resigned w.e.f.16-08-2013
2. Mr.Vikaas Ahluwalia, Whole Time Director resigned w.e.f. 14-02-2014

BOARD PROCEDURE

The Company's Board of Directors play primary role in ensuring good governance and functioning of the Company. The Board's roles, functions, responsibilities and accountabilities are well defined. All relevant information as required under the Listing Agreement with the Stock Exchanges is regularly placed before the Board. The Board reviews compliance reports of all laws as applicable to the Company, as well as steps taken by the Company to rectify instances of non-compliances, if any. The Members of the Board have complete freedom to express their opinion; and decisions are taken after detailed discussions.

BOARD MEETINGS

The details of Board Meetings held during FY 2013-14 are as outlined below:

Date of Board Meeting	City	No. of Directors Present
30 th May 2013	New Delhi	8 out of 8
14 th August 2013	New Delhi	6out of 8
25 th October 2013	New Delhi	7 out of 7
14 th November 2013	New Delhi	7 out of 7
14 th February 2014	New Delhi	6 out of 7
26 th March 2014	New Delhi	6 out of 6
29 th March 2014	New Delhi	4 out of 6

RECORDING MINUTES OF PROCEEDING AT THE BOARD MEETINGS:

Minutes of the proceedings of each Board/ Committee meeting are recorded. Draft minutes are circulated amongst all members of the Board/ Committee for their comments. Comments are recorded in minutes and thereby confirmed in minutes in next Board/ Committee meeting.


Composition and Attendance:

Name of Directors	Category of Directorship	No. of Board Meetings held/ attended	No. of out- side Director-ship held	Attendance at the Last AGM held on 30-09-2013	No. of member-ship / chairman-ship in the Committee in other Companies	Remarks
Mr. Bikramjit Ahluwalia	Chairman & Managing Director	7/6	3	Yes	NIL	Re-appointment on 01-04-2012
Mr. Shobhit Uppal	Dy. Managing Director	7/6	NIL	Yes	NIL	Re-appointment on 01-04-2012
Mr. Vikaas Ahluwalia*	Whole Time Director	7/5	7	Yes	NIL	Re-appointment on 01-04-2012 Resigned on 14-02-2014
Mr. Vinay Pal	Whole Time Director	7/6	5	Yes	1	Appointed on 14 th August 2010
Mr. Arun Kumar Gupta	Independent Director	7/7	2	Yes	4	Appointed on 28 th August 2000
Mr. Balbir Singh *	Independent Director	2/1	NIL	Yes	NIL	Appointed on 15 th March 2003 Resigned on 16-08-2013
Mr. S.K. Chawla	Independent Director	7/6	NIL	Yes	NIL	Appointed on 28 th August 2000
Dr. Sushil Chandra	Independent Director	7/7	NIL	No	NIL	Appointed on 8 th March 2010

*Mr. Balbir Singh, Independent Director resigned with effect from 16-08-2013

*Mr. Vikaas Ahluwalia, Whole Time Director resigned with effect from 14-02-2014

INDEPENDENCY OF DIRECTORS

As mandated by Clause 49, a Director is considered as Independent, if the Board determines that the Director does not have any direct or indirect material pecuniary relationship with the Company. The Board has adopted a guideline which confirms applicable legal requirements.

INFORMATION TABLED BEFORE THE BOARD

The necessary information as mentioned in Annexure 1A of clause 49 of the listing agreement has been placed before the consideration. The Board /Committee have inter-alia the following by items.

- Annual Operating plans & budgets and any update thereof.
- Capital Budgets and any updates thereof.
- Quarterly results for the Company and its operating divisions or business segments.

- Dividend Declaration.
- Quarterly summary of all long-term borrowings made, bank guarantee issued, Loans and investments made.
- Significant Changes in accounting policies and internal controls.
- Sale of material nature of investments, assets, which is not in the normal course of business.
- Materially important shows cause notice, demand, prosecution notices and penalty notices.
- Appointment or resignation of Chief Financial Officer and Company Secretary.
- Statement of significant transactions and arrangements entered by unlisted Subsidiary companies.
- Quarterly details of foreign exchange exposure and the steps taken by the management to limit the risk of adverse exchange rate movement, if material.
- Making of Loans and Investments of surplus funds.

- Fatal or serious accidents, dangerous occurrences, any material effluent or pollution problems.
- Any material default in financial obligations to and by the company, or substantial nonpayment for services sold by the company.
- Any issue, which involves possible public or any other liability claims of substantial nature, including any judgment or order which, may have passed strictures on the conduct of the Company or taken an adverse view regarding another enterprise that can have negative implications on the company.

BOARD COMMITTEE:

In accordance with the provisions of the companies act, 2013 and clause 49 of the listing agreement with the Stock Exchanges inter-alia, the following committees are in operation:

- **Audit Committee**
- **Nomination & Remuneration Committee**
- **Stakeholders & investor Grievances Committee**
- **CSR Committee**

AUDIT COMMITTEE

POWERS OF THE AUDIT COMMITTEE

1. To investigate any activity with in terms of reference
2. To seek information from any employee
3. To obtain outside legal or other professional advice
4. To secure attendance of outsiders with relevant expertise, if it considers necessary

TO REVIEW THE SCOPE OF THE AUDIT COMMITTEE AS PER THE COMPANIES ACT, 2013.

The constitution of the Audit Committee is now governed by the provisions of Section 177 of the Companies Act, 2013 and the Companies (Meetings of Board and its Powers) Rules, 2014. The provisions of the Companies Act, 2013 and the applicable Rules have been pursued and it may be stated that since the Company is a Listed Company, there remains applicability for the Company to constitute an Audit Committee of the Board. Considering the provisions of the Companies Act, 2013. The scope of the Audit Committee as per the Companies Act, 2013

read with circular issued by **SEBI dated 17th April, 2014** are as follows:

- i. Recommendation for appointment, remuneration and terms of appointment of auditors of the company;
- ii. Review and monitor the auditor's independence and performance, and effectiveness of audit process;
- iii. Examination of the financial statement and the auditors' report thereon;
- iv. Approval or any subsequent modification of transactions of the company with related parties;
- v. Scrutiny of Inter-Corporate Loans and Investment;
- vi. Valuation of undertaking or assets of the company, wherever it is necessary;
- vii. Evaluation of internal financial controls and risk management systems;
- viii. Monitoring the end use of funds raised through public offers and related matters;
- ix. Calling comments of the auditors about internal control systems, the scope of audit, including the observations of the auditors and review of financial statement before their submission to the Board and Discussing any related issues with the internal and statutory auditors and the management of the company;
- x. Investigation into any matter in relation to the items specified above or referred to it by the Board and for this purpose committee shall have power to obtain professional advice from external source;
- xi. Committee shall have access to information contained in the records of the Company;
- xii. Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- xiii. Approval of payment to statutory auditors for any other services rendered by the statutory auditors;
- xiv. Reviewing, with the management, the annual financial statements and auditor's report thereon before



- submission to the board for approval, with particular reference to:
- a. Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (c) of sub-section 3 of section 134 of the Companies Act, 2013;
 - b. Changes, if any, in accounting policies and practices and reasons for the same;
 - c. Major accounting entries involving estimates based on the exercise of judgment by management;
 - d. Significant adjustments made in the financial statements arising out of audit findings;
 - e. Compliance with listing and other legal requirements relating to financial statements;
 - f. Disclosure of any Related Party Transactions;
 - g. Qualifications in the draft Audit Report.
- xv. Reviewing, with the management, the quarterly financial statements before submission to the board for approval;
 - xvi. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter;
 - xvii. Approval or any subsequent modification of transactions of the company with related parties;
 - xviii. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
 - xix. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
 - xx. Discussion with internal auditors of any significant findings and follow up there on;
 - xxi. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
 - xxii. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
 - xxiii. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
 - xxiv. To review the functioning of the Whistle Blower mechanism;
 - xxv. Approval of appointment of CFO (i.e., the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience and background, etc. of the candidate;
 - xxvi. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

STAKEHOLDERS & INVESTOR GRIEVANCES COMMITTEE

Consequent upon passing of the Companies Act, 2013 (New Act) by the Parliament and assent to the same by the President, the New Act was notified in the Official Gazette by the Government of India on 30 August 2013. Later the Ministry of Corporate Affairs (MCA), Government of India made 98 Sections of the New Act effective from 12 September 2013. The MCA has now notified most of the remaining sections of the Companies Act, 2013, which have come into force with effect from 1 April 2014. The Rules governing the sections of the New Act have also been notified by the MCA with effect from 1 April 2014.

The impact of provisions of the New Act and the Rules on the Company has been analyzed and actions are being taken to comply with the provisions contained in the New Act. The Company needs to take action with regard to the Stakeholder/

Investor Grievance Committee already constituted by the Board pursuant to the provisions of the Companies Act, 1956.

The Company has accordingly been examining the applicability of provisions of the New Act. In this regard, it has been noticed that changes have taken place with regard to the Stakeholder/ Investor Grievance Committee constituted by the Board. It is observed that the requirement of constitution of Shareholder/ Investor Grievance Committee for the Company remains since the Company has more than 1000 shareholders, debenture-holders, deposit-holder and any other security holder in the last Financial Year. The Company needs to however, make following changes:

- (a) The Shareholder/ Investor Grievance Committee is now required to be renamed as Stakeholders Relationship Committee.
- (b) The Chairman of such committee shall be Non-Executive director and such other members as decided by the Board.
- (c) The Stakeholders Relationship Committee shall consider and resolve the grievances of security holders of the company.
- (d) Chairperson of Committee or any other member in absence of Chairperson shall attend the General Meeting of the Company.

NOMINATION & REMUNERATION COMMITTEE

Consequent upon passing of the Companies Act, 2013 (New Act) by the Parliament and assent to the same by the President, the New Act was notified in the Official Gazette by the Government of India on 30 August 2013. Later the Ministry of Corporate Affairs (MCA), Government of India made 98 Sections of the New Act effective from 12 September 2013. The MCA has now notified most of the remaining sections of the New Act, which have come into force with effect from 1 April 2014. The Rules governing the sections of the New Act have also been notified by the MCA with effect from 1 April 2014.

The Company has accordingly been examining the applicability of provisions of the New Act. In this regard, it has been noticed that changes have taken place with regard to the Remuneration Committee constituted by the Board.

The relevant provisions of the New Act and Rules issued by the MCA on the subject are as follows:

1. Section 178 of the Companies Act, 2013.
2. Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014.

It is observed that the requirement of constitution of Remuneration Committee for the Company remains since the Company is a Listed Company. The Company needs to however, make following changes:

- (e) The Remuneration Committee is now required to be renamed as Nomination and Remuneration Committee.
- (f) The Nomination and Remuneration Committee has to consist of three or more Non Executive Directors out of which not less than one-half shall be Independent Directors. In addition, the Chairperson of the Company i.e. Chairman and Managing Director needs to be appointed as a member of the Nomination and Remuneration Committee. He shall, however, not chair the meetings of the Nomination and Remuneration Committee.
- (g) The scope of work of the Nomination and Remuneration Committee has been enlarged and specified in the relevant Section of the Companies Act, 2013, which are as follows:
 - a. Formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration for the directors, key managerial personnel and other employees;
 - b. Formulation of criteria for evaluation of Independent Directors and the Board;
 - c. Diversing a policy on Board diversity;
 - d. Identify persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, recommend to the Board their appointment and removal and shall carry out evaluation of every director's performance.



- e. The Committee shall while formulating policy over point 1 above ensure that:
- Level & composition of remuneration is sufficient to attract, retain and motivate directors;
 - Relationship of remuneration to performance is clear and meets benchmark;
 - Remuneration to directors, KMP's & senior management involves balance between fixed and incentive pay.

Kumar Gupta Mr. Shobhit Uppal, Mr. Vinay Pal, Mr. S.K. Chawla and Dr. Sushil Chandra out of which three are independent Directors. Mr. Arun. K. Gupta is the Chairman of Audit Committee.

OBJECTIVE

The Audit Committee assists the Board in its responsibility for overseeing the quality and integrity of the accounting, auditing and reporting practices of the company and its compliance with the legal and regulatory requirements. The Committee's purpose is to oversee the accounting and financial reporting process of the company, the audits of the company's financial statement, the appointment, independence, performance and remuneration of the statutory auditors including the cost auditors, the performance of internal auditors and the company's risk management policies.

COMPOSITION OF THE AUDIT COMMITTEE

All the members of the Audit committee possess financial/ accounting /management / engineering exposure The Audit Committee comprises of five members namely Mr. Arun

The composition of Audit Committee and the details of meetings attended by its members are given below:

Name of the Directors	Designation	Nature of Directorship	Number of Meetings during the Year 13-14	
			Held	Attended
Sh. Arun Kumar Gupta	Chairman	Independent Director	4	4
Sh. S. K. Chawla	Member	Independent Director	4	3
Sh. Shobhit Uppal	Member	Dy. Managing Director	4	3
Sh. Vinay Pal	Member	Whole Time Director	4	4
Dr. Sushil Chandra	Member	Independent Director	4	4

Four Audit Committee Meetings were held during the year. The dates on which the said meetings were held as follows:

May 30th, 2013; August 14th, 2013; November 14th, 2013; February 14th, 2014

The necessary quorum was present for all meetings.

NOMINATION & REMUNERATION COMMITTEE

The remuneration committee has been constituted to recommend/review remuneration of the Managing Director and whole time directors, based on the performances and defined assessment criteria. The Composition of the Remuneration Committee and the details of meetings attended by its members are given below:

Name of the Directors	Designation	Category
Sh. S.K. Chawla	Chairman	Independent Director
Sh. Arun Kumar Gupta	Member	Independent Director
Dr. Sushil Chandra	Member	Independent Director

The Remuneration Committee reviews that Company's policies on specific remuneration package and overall remuneration structures of Managing Director, Dy. Managing Director, Whole Time Directors and senior officer of the company. The Remuneration policy of the Company is directed towards rewarding performance based on review of achievements on a periodic basis.

REMUNERATION POLICY

The remuneration policy of the company is directed towards rewarding performance, based on review of achievements on periodic basis. The remuneration policy is in consonance with the existing industry practice and financial status.

During the year 2013-14, the Company paid sitting fee to its non-executive directors for attending meetings of the Board and meetings of Committees of the Board.

The remuneration policy of the Company is in consonance with the experience and performance of the Directors and as per existing industry practice.

The aggregate value of Remuneration of the Directors for the financial year ended 31st March, 2014 is as follows:-

Name of Directors	Salary Allowances	Perquisites	Sitting Fee	Total Amount
				In ₹ P.Y.
Sh. Bikramjit Ahluwalia	4800000	0	NIL	4800000
Sh. Shobhit Uppal	4800000	0	NIL	4800000
Sh. Vikaas Ahluwalia*	892500	24790	NIL	917290
Sh. Vinay Pal	4680000	NIL	NIL	4680000
Sh. Arun Kumar Gupta	NIL	NIL	110000	110000
Sh. S. K. Chawla	NIL	NIL	90000	90000
Sh. Balbir Singh*	NIL	NIL	10000	10000
Dr. Sushil Chandra	NIL	NIL	110000	110000
TOTAL	15172500	24790	320000	15517290

*Mr. Balbir Singh resigned w.e.f. 16-08-2013

*Mr.Vikaas Ahluwalia resigned w.e.f 14-02-2014

During the year 2013-14, the Company did not advance any Loan to any its Directors except advance for travel or other purposes to discharge their official duties in the normal course of business.

There is no provision for any stock option scheme and any severance fee payable to any Director on cessation of their employment and Directorship with the Company.

There was no other pecuniary relationship or transactions of the non-executive Directors vis- a- vis the company

The remuneration structure for the Managing Director and Whole Time Directors of your Company has following components:

Name of Directors	Basic Salary in ₹ P.M.	Perquisites in ₹ P.M.	Sitting Fee in ₹ Per Board Meeting	Total in ₹ P.M.
Sh. Bikramjit Ahluwalia	400000	0	NIL	400000
Sh. Shobhit Uppal	400000	0	NIL	400000
Sh. Vikaas Ahluwalia*	85000	2361	NIL	87361
Sh. Vinay Pal	390000	NIL	NIL	390000
TOTAL	1275000	2361	0	1277361

*Mr. Vikaas Ahluwalia resigned w.e.f. 14-02-2014


PARTICULARS OF THE BOARD OF DIRECTORS AS ON 31/03/2014

Name of Directors	Designation	Age	Director Ship	Shareholding in the Company as on 31.03.2014
Sh. Bikramjit Ahluwalia	Chairman & Managing Director (Promoter & Executive)	75	3	5181198 8.26%
Sh. Shobhit Uppal	Dy. Managing Director (Executive)	47	NIL	4308000 6.86%
Sh. Vikaas Ahluwalia*	Whole Time director (Executive)	40	7	33500 0.05%
Sh. Vinay Pal	Whole Time director (Executive)	55	5	NIL
Sh. Arun Kumar Gupta	Independent Director (Non-Executive)	66	2	632
Sh. S. K. Chawla	Independent Director (Non-Executive)	74	NIL	400
Sh. Balbir Singh*	Independent Director (Non-Executive)	79	NIL	400
Dr. Sushil Chandra	Independent Director (Non-Executive)	76	NIL	NIL

*Mr.Vikaas Ahluwalia resigned w.e.f. 14-02-2014

*Mr.Balbir Singh resigned w.e.f. 16-08-2013

STAKEHOLDERS & INVESTORS' GRIEVANCE COMMITTEE

Change the name of Committee from Shareholders/Investor Grievance Committee to Stakeholders & Investor Grievance Committee.

The Shareholders'/investors Grievance Committee, inter alia, approves issue of duplicate certificates and oversees, review all matters connected with the transfer of securities of the Company. The Company has a Shareholders/Investors Grievance Committee of Directors to look into the redresses of Complaints of investors such as non-transfer or credit of shares, non-receipt of dividend/ notices/ annual reports, etc. The committee oversees performance of Registrar and Transfer Agents (RTA) of the Company and recommends measures for overall improvement in the quality of investor services. The Committee also monitors implementation and compliance with the Company's code of conduct for Prohibition of Insider Trading in pursuance of SEBI (Prohibition of Insider Trading) Regulations 1992 The Composition of the Shareholders / Investors Grievance Committee, Comprising of Sh. S.K. Chawla (Chairman), Sh. Shobhit Uppal, (Member) & Dr.Sushil Chandra (Member).

Two Shareholders and Grievance Meetings were held during the year. The dates on which the said meetings were held as follows:

09-04-2013 & 06-12-2013

The Board of Directors has delegated the power of approving transfer of securities to the Company Secretary. The Board had designated Mr.Vipin Kumar Tiwari, GM (Corporate) & Company Secretary, as the Compliance Officer. No complaints were pending for redressal from any shareholder at the end of current year.

Name designation and address of Compliance Officer:**Mr. Vipin Kumar Tiwari****G. M. (Corporate) & Company Secretary****Ahluwalia Contracts (India) Limited**

Registered/Corporate Office:

Plot No. A-177, Okhla Industrial Area,

Phase-I, Okhla, New Delhi-110020

Telephone: 011-49410502, 517, 599

Fax: 011-49410553-575

Email ID.: cs.corpoffice@acilnet.com, vktiwari@acilnet.com

Details of Investor Complaints received and redressed during the year 2013-14 are as follows:

Opening Balance	Received during the Year	Resolved during the year	Closing Balance
NIL	NIL	NIL	NIL

SUBSIDIARY MONITORING FRAMEWORK

All subsidiary companies of the Company are managed with their Boards having the rights and obligations to manage such companies in the best interest of their stakeholders. The Company monitors performance of subsidiary companies, inter alia, by following means:

- Financial Statements, in particular the investments made by the unlisted subsidiary companies, are reviewed quarterly by the Audit Committee of the Company.
- A statement containing all significant transactions and arrangements entered into by the unlisted subsidiary companies is placed before the Company's Board.

GENERAL BODY MEETINGS

The particulars of last three years Annual General Meeting (AGM) of the Company are under. The Shareholders passed all the resolutions set out in the respective notices.

F.Y.	GM	Venue	Date	Time
2010-2011	AGM	Ahlcon Public School Auditorium, Mayur Vihar, Phase-I, Delhi-110091	30 th September, 2011	4.00 p.m.
2011-2012	AGM	Ahlcon Public School Auditorium, Mayur Vihar, Phase-I, Delhi-110091	28 th September, 2012	4.00 p.m.
2012-2013	AGM	Ahlcon Public School Auditorium, Mayur Vihar, Phase-I, Delhi-110091	30 th September, 2013	4.00 p.m.
2013-14	EGM	Ahlcon Public School Auditorium, Mayur Vihar, Phase-I, Delhi-110091	9th December, 2013	4.00 p.m.



The following **Special Resolutions** were passed by the shareholders of the company in the last three years as under:

Date of (AGM)	Section(s)	Particulars of Special Resolutions
28-09-2012	198, 269, 309, 310 & Schedule XIII	Reappointment of Mr.Bikramjit Ahluwalia, Managing Director of the Company for the period of three years
28-09-2012	198, 269, 309, 310 & Schedule XIII	Reappointment of Mr.Shobhit Uppal, Dy.Managing Director of the Company for the period of three years.
28-09-2012	309(5) B of the Companies Act, 1956	Waiver of Excess Managerial Remuneration paid to Mr.Bikramjit Ahluwalia, Managing Director of the Company.
28-09-2012	309(5) B of the Companies Act, 1956	Waiver of Excess Managerial Remuneration paid to Mr.Shobhit Uppal, Dy.Managing Director of the Company.
09-12-2013	u/s 81 (1) & (1A) of the Companies Act, 1956	Approval of Right issue proposal u/s 81 (1) & (1A) of the Companies Act, 1956 of ₹ 50.00 Crores.

POSTAL BALLOT

No postal ballot was conducted during the year 2013-2014. However, Company has issued Postal Ballot Notice to all shareholders for the purpose of Preferential allotment to the promoters of the Company on 9th July, 2014.

DISCLOSURES

(A) RELATED PARTY TRANSACTIONS:

All the related party transactions are strictly done on arm's-length basis. The Company places all the relevant details relating to related party transactions before the Audit Committee from time to time. Particulars of related party transactions are listed out in the Balance Sheet forming part of the Annual Report.

(B) DISCLOSURE OF ACCOUNTING TREATMENT:

The Company has followed all relevant Accounting Standards while preparing the financial statements.

(C) RISK MANAGEMENT:

Some of the Key factors which expose our business to risk and our assessment and management of the same are provided below:

- Risk arising from increase in cost of materials
- Risk arising from modification in our projects
- Risk arising from cost and time overruns
- Risk arising from accidents

ACIL realizes the need to better understand, anticipate and mitigate business risks in order to minimize the frequency and impact of risks. As the company contends with the new responsibility for the risk management, it is looking for greater assurance that there is system in place, with well- documented effective mitigation plans and accountability, which provides relevant information for decision making to the appropriate employees in timely manner,

(D) REMUNERATION OF DIRECTORS:

The Company has a system where all the directors and senior management personnel of the Company are required to disclose all pecuniary relationship(s) or transaction(s) with the Company. No significant material transactions have been made with the non-executive Director's vis-à-vis the Company.

(E) DISCLOSURE OF NUMBER OF SHARES HELD BY NON-EXECUTIVE DIRECTORS

Sh. Arun Kumar Gupta holds 632 Equity Shares, Sh. S.K. Chawla holds 400 Equity Shares, Sh. Balbir Singh holds 400 equity Shares (resigned w.e.f. 16-08-2014) and Dr. Sushil Chandra holds NIL equity Shares.

(F) ADOPTION OF MANDATORY AND NON- MANDATORY REQUIREMENT OF CLAUSE 49

The Company has complied with all mandatory requirements and has adopted following non- mandatory requirements of clause 49.

(G) DISCLOSURE RELATING TO NON- MANDATORY COMPLIANCES

The Company has implemented a whistle Blower Policy in the Company and no personnel have been denied access to the Audit Committee of the Company.

(H) DETAILS OF NON-COMPLIANCES

Details of non-compliance by the company, penalties, and strictures imposed on the Company by Stock Exchanges or SEBI, or any other statutory authority, on any matter related to capital markets, during the last three years.

No penalty or strictures had been imposed on the Company by any regulatory authority relating to capital markets during the last three years.

(I) AUDIT QUALIFICATION

During the year under the review there is no audit qualification your company's standalone financial statements. Your company continues to adopt best practice to ensure regime of unqualified financial statements.

(J) SECRETARIAL AUDIT

A qualified practicing Company Secretary carried out secretarial audit to reconcile the total admitted equity share capital with the National Securities Depository Limited (NSDL) and the Central Depository Services (India) Limited (CDSL) and the total issued/paid-up capital is in agreement with the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL.

(K) MEANS OF COMMUNICATION

The quarterly, half- yearly and annual results of the Company are published in leading newspapers in India which include Financial Express in English and Rashtriya Sahara/Jansatta in Hindi. The results are also promptly forwarded to the Bombay Stock Exchange, National Stock Exchange, Delhi Stock Exchange, Calcutta Stock Exchange and Jaipur Stock Exchange. The results are also displayed on the Company's website www.acilnet.com. Press releases made by the Company from time to time are also displayed on the company's website. Presentations made to the Institutional investors and analysts after the declarations of the quarterly, half-yearly and annual results are displayed on the company's website.

Management Discussion and Analysis Report is attached to and forms part of the Annual Report.

GENERAL SHAREHOLDER INFORMATION**Annual General Meeting:**

Date	: 30th September, 2014
Day	: Tuesday
Time	: 4.00 p.m.
Venue	: Ahlcon Public School, Mayur Vihar, Phase-I, New
Delhi-110091	

Financial Calendar:

Year Ending	: March 31, 2014
AGM on	: September, 30th 2014


Date of Book Closure/
Record Date : 23/09/2014 to 30/09/2014

- **Listing on Stock Exchange** : Bombay Stock Exchange, National Stock Exchange, Jaipur Stock Exchange, Delhi Stock Exchange, Calcutta Stock Exchange
- **Stock Codes/ Symbol** :
 - National Stock Exchange : AHLUCONT
 - Delhi Stock Exchange : 7526
 - Bombay Stock Exchange : 532811
 - Jaipur Stock Exchange : 0922
 - Calcutta Stock Exchange : 011134
- **Corporate Identification Number** : L45101DL1979PLC009654 (CIN) of the Company
- Demat ISIN Numbers in NSDL & CDSL for Equity Shares : ISIN No. INE758C01029
- **Designated Exclusive e-mail-ID:**

The Company has designated the following email-ids exclusively for investor servicing.

 - (a) For queries on Annual Report- investor_relations@acilnet.com
 - (b) For queries in respect of shares in physical mode - investor_relations@acilnet.com
- **Payment of Listing Fees:** Annual Listing fee for the year 2014-15 (as applicable) has been paid by the company to BSE, NSE, JSE, CSE and DSE. Annual maintenance and listing agency fee for the financial year 2014-15 has been paid by the Company to the NSDL and CDSL.
- **REGISTRARS AND TRANSFER AGENTS:**

LINK INTIME INDIA PVT. LTD 44, Community Centre, Naraina Industrial Area, 2nd Floor, Phase- I, New Delhi-110028 Tel. No.- 011-41410592-94, Fax No.-011-41410591 e-mail: delhi@linkintime.co.in

CORPORATE E-FILING THROUGH BSE & NSE ELECTRONICS APPLICATION PROCESSING SYSTEM

The neaps are a web based application designed by BSE & NSE for corporate e-filing. The shareholding pattern and corporate Governance report are also filed electronically on BSE Listing & NEAPS.

COMPLIANCE MANDATORY REQUIREMENTS

The company is fully compliant with the applicable mandatory requirements of the revised clause 49 of listing agreement:

QUARTERLY COMPLIANCES:

First Quarter:	06-07-2013
Second Quarter	06-10-2013
Third Quarter	07-01-2014
Fourth Quarter	03-04-2014

MARKET PRICE DATA

The High and Low of the share price of the Company during each month in the Last Financial year at BSE and NSE Website were as under:

MONTH	MUMBAI STOCK EXCHANGE			NATIONAL STOCK EXCHANGE		
	HIGH (₹)	LOW (₹)	VOLUME	HIGH (₹)	LOW (₹)	VOLUME
April, 2013	34.85	22.05	87387	34.65	22.05	187356
May, 2013	43.00	27.30	32399	42.00	28.05	107576
June, 2013	39.05	27.50	18394	39.00	27.70	139807
July, 2013	30.45	24.75	19709	30.00	25.25	88721
Aug, 2013	26.35	17.65	37309	26.55	17.45	145324
Sep, 2013	19.15	15.55	68492	20.40	15.15	205964
Oct, 2013	29.00	17.50	87434	28.75	17.00	722736
Nov, 2013	29.15	23.55	22704	27.75	23.50	42497
Dec, 2013	32.90	24.65	74334	32.20	24.35	85744
Jan, 2014	28.95	21.15	62603	28.65	21.70	120364
Feb, 2014	30.25	22.90	1229853	30.90	23.00	1976509
Mar, 2014	43.55	27.40	668822	44.00	26.40	1111422

SHARE TRANSFER SYSTEM:

The Shares of the Company are compulsorily traded in dematerialized form. Shares received in physical form are transferred within prescribed period from the date of lodgment subject to documents being valid and complete in all respects.

DEMATERIALIZED OF SHARES AND LIQUIDITY:

As on 31-03-2014, 62440198 equity shares representing 99.49% of the total dematerialized equity share of the company with NSDL & CDSL.

The break-up of the physical and dematerialized form as on 31st March 2014 is given below:

Particulars	No. of Shares	Percentage
Physical Segment	322362	0.51%
Demat Segment		
NSDL	57284694	91.27%
CDSL	5155504	8.22%
Total:	62762560	100%

The Promoters hold their entire equity shareholding in the company in dematerialized form.

The Company's Share/equity are regularly traded on the BSE and NSE

Transfer of these shares is done through the depositories with no involvement of the Company. As regards transfer of shares held in physical form the transfer documents can be lodged with

Registrar and Transfer Agent: The Company has appointed Link Intime India Pvt. Ltd as its Registrar and Transfer Agent, to whom all shareholders communication regarding change of Address, Transfer of Shares, and Change of Mandate etc. should be addressed to the Registrar and corporate office of the company is as under:


Name and Address of Registrar and Share Transfer Agent dematerialization request
LINK INTIME INDIA PVT. LTD.

44, Community Centre, 2nd Floor

Naraina Industrial Area Phase- I, New Delhi -28

Tel. No.- 011- 41410592-94, Fax No.- 011-41410591

E-mail id: delhi@linkintime.co.in

DISTRIBUTION SCHEDULE OF SHAREHOLDING AS ON 31ST MARCH, 2014:
CATEGORIES OF EQUITY SHAREHOLDING AS ON MARCH 31ST, 2014

CATEGORY	Number of Shares Held	% of Shares Held	Number of Shares Pledged	% of Shares Pledged
Promoters	45543918	72.57	11,771,380	25.83
Other entities of the Promoter Group	25000	0.04	NIL	NIL
Foreign Institutional Investor	8458420	13.48	NIL	NIL
Corporate Bodies	4765201	7.59	NIL	NIL
Indian Public (Individuals)	3308964	5.27	NIL	NIL
Directors & their relatives	11231	0.02	NIL	NIL
Non Resident Indians	188959	0.30	NIL	NIL
Hindu Undivided Family	430739	0.69	NIL	NIL
Clearing Members	30128	0.05	NIL	NIL
Total:	62762560	100	11771380	25.83

DISTRIBUTION OF EQUITY SHAREHOLDING AS ON MARCH 31ST, 2014

Share or Debenture holding of nominal value	Share / Debenture Holders		Share / Debenture Amount	
₹	Number	% to total	Amount in ₹	% to total
(1)	(2)	(3)	(4)	(5)
Upto 2,500	6707	93.036	6707	93.036
2,501 - 5,000	193	2.677	193	2.677
5,001 - 10,000	146	2.025	146	2.025
10,001 - 20,000	61	0.846	61	0.846
20,001 - 30,000	30	0.416	30	0.416
30,001 - 40,000	10	0.139	10	0.139
40,001 - 50,000	8	0.111	8	0.111
50,001 - 1,00,000	20	0.277	20	0.277
1,00,001 & Above	34	0.472	34	0.472
Total	7209	100	7209	100

PROMOTER AND PROMOTER GROUP HOLDING AS ON 31ST MARCH, 2014

Name of Shareholders	Total Shares Held		Shares pledged or otherwise encumbered		
	Number of Shares	%age of Holding	Number of shares	% of total shares held	% age of grand total
Mr.Bikramjit Ahluwalia	51,81,198	8.26	15,00,000	28.95	2.39
Mrs.Ram Piari	42,59,900	6.79	NIL	NIL	NIL
Mrs.Pushpa Rani	39,56,100	6.30	NIL	NIL	NIL
Mrs.Rachna Uppal	12,27,500	1.96	NIL	NIL	NIL
Mr.Shobhit Uppal	43,08,000	6.86	NIL	NIL	NIL
Mrs.Sudarshan Walia	2,35,62,380	37.54	10,271,380	49.17	16.37
Mrs.Mukta Walia	33,500	0.05	NIL	NIL	NIL
Mr.Vikaas Ahluwalia	33,500	0.05	NIL	NIL	NIL
Dr. Rohini Ahluwalia	29,81,840	4.75	NIL	NIL	NIL
Tidal Securities Private Limited	25,000	0.04	NIL	NIL	NIL
TOTAL	45,568,918	72.61	11,771,380	25.83	18.76

PUBLIC SHAREHOLDING MORE THAN 1% OF THE TOTAL NO. OF SHARES AS ON 31ST MARCH, 2014

Name of Share holder	Number of Shares	%age of total number of shares
Nalanda India Fund Ltd.	3545485	5.65
Taurus Asset Management Company Ltd.	1131319	1.80
Nalanda India Equity Fund Ltd.	3870102	6.17
TOTAL	8546906	13.62

INTIMATION THROUGH E-MAIL:

In order to protect the environment and as a "GO GREEN" initiative, the Company has taken an initiative of sending intimation by e-mail. Physical credit intimation was sent to only those shareholders whose e-mail addresses were not registered with the company and for the bounced e-mail cases.

Ministry of Corporate Affairs has issued circular on February 18th, 2011 to dispense Notice with Balance Sheet, Profit and Loss Account, Auditor's Report, Director's Report, and Explanatory Statement etc. through e-mail to all their Shareholders.

Shareholders are requested to register their e-mail addresses with Link Intime India Private Limited (for shares held in Physical form) and with their Depository Participant (for shares held in electronic Form) for receiving dividend credit intimation, and other information on e-mail.

ADDRESSES FOR CORRESPONDENCE:**Registered/Corporate Office:**

Plot No. A-177, Okhla Industrial Area,
Phase-I, New Delhi-110020
Tel. no.-011-49410517, 502, 599
Fax No.- 011-49410553-575
E-mail id: mail@acilnet.com



For Share transfer, transmission and dematerialization request

LINK INTIME INDIA PVT. LTD.
44, Community Centre, 2nd Floor
Naraina Industrial Area Phase- I
New Delhi 110 028
Tel. No.- 011- 41410592-94,
Fax No.- 011-41410591
E-mail id: delhi@linkintime.co.in

Place: New Delhi
Dated: 14-08-2014

On behalf of the Board of Directors
For **Ahluwalia Contracts (India) Ltd.**
(Vipin Kumar Tiwari)
GM (CORPORATE) & COMPANY SECRETARY

CODE OF BUSINESS CONDUCT & ETHICS FOR DIRECTORS/ MANAGEMENT PERSONNEL

The Board has laid down a Code of Conduct (copy available on Company's website), applicable to all Board Members and management personnel of the Company. The code while laying down, in detail, the standards of business conduct, ethics and governance in following theme:

The company's Board of Directors and management personnel are responsible for and are committed to setting the standards of code of conduct and for updating these standards, as appropriate to ensure their continuing relevance, effectiveness and responsiveness to needs of investors and all other stakeholders as also to reflect corporate, legal and regulatory developments.

A copy of code has been put on the Company's website www.acilnet.com. The code has been circulated to all the directors and Management personnel and the compliance of the same is affirmed by them annually.

A declaration signed by the Chairman & Managing Director of the given below:

I hereby confirm that the Company has obtained from all the members of the Board and Management personnel, affirmation that they have complied with the code of business conduct & Ethics for Directors and Management personnel in respect of financial year 2013-14

On behalf of the Board of Directors
For **Ahluwalia Contracts (India) Ltd.**

(Bikramjit Ahluwalia)
Chairman and Management Director

(Vipin Kumar Tiwari)
GM (CORPORATE) & COMPANY SECRETARY

Place: New Delhi
Dated: 14-08-2014



COMPLIANCE CERTIFICATE

CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF CORPORATE GOVERNANCE UNDER CLAUSE 49 OF THE LISTING AGREEMENT

The Members

Ahluwalia Contracts (India) Limited

A-177, Okhla Industrial Area,

Phase-I, New Delhi - 110020

We have reviewed the records concerning the Company's compliance of conditions of Corporate Governance as stipulated in clause 49 of the listing agreement entered into, by the Company, with the Stock Exchanges, for the year ended 31st March 2014.

The Compliance of conditions of corporate governance are the responsibility of the management. Our Examination was limited to procedures and implementation thereof, adopted by the Company ensuring the Compliance of the conditions of the corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the company.

We have conducted our review on the basis of the relevant records and documents maintained by the Company and furnished to us for the review, and the information and explanations given to us by the Company.

Based on such a review, in our opinion, the Company has complied with the conditions of Corporate Governance, as stipulated in clause 49 of the Listing Agreements.

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

For **Santosh Kumar Pradhan**
(Company Secretaries)

Place: New Delhi

Date: 14-08-2014

Santosh K. Pradhan
(Proprietor)
C.P. No. 7647

CERTIFICATE BY CHIEF EXECUTIVE OFFICER & CHIEF FINANCIAL OFFICER (UNDER CLAUSE 49 OF THE LISTING AGREEMENT WITH STOCK EXCHANGES)

The Board of Directors

Ahluwalia Contracts (India) Ltd.

We the undersigned, in our respective capacities as Chief Executive Officer and Chief Finance officer of Ahluwalia Contracts (India) Ltd to the best of our knowledge and belief certify that:

- a) We have reviewed the Audited Financial Results of Ahluwalia Contracts (India) Ltd. for the year ended 31st March 2014 and that to the best of our knowledge and belief, we state that:
 - (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) To the best of our Knowledge and belief, no transactions entered into by the Company during the year ended 31st March 2014 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 we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting. Deficiencies in the design or operation of such internal controls, if any, of which we are aware, have been disclosed to the auditors and Audit Committee and steps have been taken to rectify these deficiencies.
- d) We have indicated to the Auditors and the Audit Committee:
 - (i) Significant changes in internal control over financial reporting during the year.
 - (ii) Significant changes in accounting policies made during the year and that 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.

(Bikramjit Ahluwalia)

Chief Executive Officer
(CEO)

S.K. SACHDEVA

Chief Financial Officer
(CFO)

30-05-2014

Standalone Financial Statement

INDEPENDENT AUDITORS' REPORT

To the Member of

AHLUWALIA CONTRACTS (INDIA) LIMITED

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of Ahluwalia Contracts (India) Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2014, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, 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") read with the general circular 8/2014 dated April 4, 2014 issued by the Ministry of Corporate Affairs and in accordance with the accounting principles generally accepted in India. 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 or error.

AUDITOR'S 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 auditor's 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:

- a) In the case of Balance Sheet, of the state of affairs of the company as at 31st March, 2014
- b) In the case of the Profit & Loss Account, of the profit for the year ended on that date; and
- c) 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 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the 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
- d) in our opinion, the Balance Sheet, and Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956, read with the general circular 8/2014 dated April 4, 2014 issued by the Ministry of Corporate Affairs.

- e) on the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For **ARUN K GUPTA & ASSOCIATES**

Chartered Accountants

FRN.-000605N

(GIREESH KUMAR GOENKA)

Partner

M.No. 096655

Place : New Delhi

Dated: 30.05.2014

ANNEXURE INDEPENDENT AUDITORS' REPORT

REFERRED TO IN PARAGRAPH (1) UNDER THE HEADING OF "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OUR REPORT OF EVEN DATE-

AHLUWALIA CONTRACTS (INDIA) LIMITED

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets except for shuttering and scaffolding materials for which considering the nature of the business of the company, maintenance of record is not feasible.
- (b) All fixed assets have not been physically verified by the management during the year. There is a regular programme of verification of fixed assets except for shuttering and scaffolding materials which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. In accordance with the said programme part of the fixed assets have been physically verified by the management during the year. As informed, no material discrepancies were noticed on such verification.
- (c) There was no substantial disposal of fixed assets during the year.
- (ii) (a) The management has conducted physical verification of major items of inventory at reasonable intervals during the year.
- (b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) The company is mainly engaged in the business of construction. In view of multifarious jobs at different sites spread at different locations and practical difficulties, proper records of inventory of only major inputs have been maintained. No material discrepancies were noticed on physical verification of such stocks.
- (iii) (a) According to the information & explanations given to us, the company has granted interest free unsecured loans to its six subsidiary companies listed in the register maintained under Section 301 of the Companies Act, 1956. The maximum amount involved during the year was ₹ 28,25,75,138 and the year end balance of loans granted to such companies was ₹ 4,74,55,163 and the terms and conditions of the loans are not prima facie prejudicial to the interest of the company. However, the company has made a provision/ written off ₹ 14,51,19,975/- during previous year due from a subsidiary company.
- (b) The aforesaid loan is repayable on demand & there is no repayment schedule.
- (c) Since the loan is repayable on demand, we are unable to comment whether there has been default in repayment.
- (d) According to the information & explanations given to us, the company has taken interest free unsecured loan taken from one party listed in the register maintained u/s 301 of the Companies Act 1956 & terms & conditions of the loan are not prima facie prejudicial to the interest of the company.. However no stipulation with regard to the payment have been made hence no comments are offered whether the company is regular in repayment of principal and if there is any overdue payment. The maximum amount involved during the year was ₹ 20,66,53,887 and the year end balance of loan taken from such party was ₹ 14,08,19,350
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for the purchase of inventory and fixed assets and also for the sale of goods and services. During the course of our audit, no major weakness has been noticed in the internal controls in respect of these areas.



- (v) (a) According to the information and explanations provided by the management, 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) According to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered into the register maintained under section 301 of the Companies Act 1956 have been made at prices which are reasonable having regard to prevailing market prices wherever available at the relevant time.
- (vi) According to the information and explanations given to us, the company has not accepted any deposits from the public within the meaning of section 58A & 58AA of the companies Act, 1956 and the rules framed there under.
- (vii) In our opinion, the internal audit system needs to be strengthened with regard to its scope to commensurate with the size and nature of its business.
- (viii) We have broadly reviewed the books of account maintained by the company pursuant to the (Cost Accounting Records) Rules, 2011 prescribed by the Central Government under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956, and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. However, we have not carried out detailed examination of such accounts and records with a view to determining whether they are accurate or complete.
- (ix) (a) Undisputed statutory dues including provident fund, investor education and protection fund, employees state insurance, income-tax, value added tax, wealth-tax, custom duty, excise duty, service tax, cess have generally been regularly deposited with the appropriate authorities except for *delays in Service Tax & Provident fund*.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, investor education and protection fund, employees state insurance, income-tax, sales-tax, wealth-tax, custom duty, excise duty, cess and other undisputed statutory dues were outstanding at the year end for a period of more than six months from the date they became payable *except service tax (net of cen vat credit claimed) amounting to ₹ 2,95,84,317/-*.
- (c) According to the records of the company, the dues outstanding of sales-tax, income-tax, custom duty, wealth-tax, excise duty, service tax, cess on account of any dispute, are as follows:

Name of the Statute	Nature of Dues	Amount (in ₹)	Period to which the amount relates	Forum where dispute is pending
Central Excise Act	Demand for Excise Duty	14,26,506	Mar 11 to Nov 12	Commissioner Bangalore
Indian Stamp Act	Stamp duty on Real Estate Project	57,41,980	1990-1991	Allahabad Revenue Tribunal
Value Added Tax, West Bengal	VAT Demand	3,01,000	1998-1999	Tribunal, Kolkata
Value Added Tax Act Karnataka	VAT Demand	7,79,105	2006-2007	Tribunal Court Bangalore
Value Added Tax Act GZB	VAT Demand	30,000	2006-2007	Tribunal Court GZB
Value Added Tax Act Maharashtra	VAT Demand	16,42,553	2005-2006	Dy. Commissioner (Audit), Mumbai
Value Added Tax Act Ghaziabad	VAT Demand	1,00,64,163	2008-2009	Addl..Commissioner Appeals-IV, GZB
Value Added Tax Act, West Bengal	VAT Demand	45,19,093	2005-2006 & 2006-2007	Directorate of Commercial Tax /Sr. Jt. Commissioner, Kolkata
Value Added Tax Act, West Bengal	VAT Demand	1,53,920	1997-1998	Settlement Commissioner, Kolkata

Name of the Statute	Nature of Dues	Amount (in ₹)	Period to which the amount relates	Forum where dispute is pending
The Finance Act 2004 and the Service Tax Rules	Service Tax Demand	73,61,60,788	2004-2009	Appeal Tribunal, CESTAT, New Delhi
	Service Tax Demand	31,10,32,656	Oct.08 to Mar. 09	CESTAT, New Delhi
	Service Tax Demand	3,85,54,216	2007-08 to 2011-12	Commissioner of Service Tax Delhi.
	Service Tax Demand	22,89,62,484	2010-2011	CESTAT, New Delhi
	Service Tax Demand	7,78,28,291	Aril 11 to March 13	Commissioner Service Tax, Delhi
	Service Tax Demand	96,31,57,070	Apr-09 to March 10	CESTAT, New Delhi
	Service Tax Demand	15,43,78,707	Oct 08 to Sep 09 & Oct 09 to March 10	CESTAT, New Delhi
	Service Tax Demand	26,22,24,712	Mar 05 to Mar 09	CESTAT, Kolkata
	Service Tax Demand	61,18,14,574	April 10 to Mar 11	CESTAT, New Delhi
	Service Tax Demand	21,69,98,386	April 11 to Mar 12	Commissioner Service Tax, Delhi
	Service Tax Demand	18,51,036	Apr.06 to Oct.09	Commissioner (Appeal), Service Tax, Chennai
	Service Tax Demand	15,74,161	2006-2009	Superintendent (AR Service Tax), Jamnagar
	Service Tax Demand	11,77,95,189	2004-2012	Asstt. Commissioner/ Commissioner (Appeal), Service Tax, Mumbai
	Service Tax Demand	30,54,05,022	June 07 to Sep 10	CESTAT, New Delhi
	Service Tax Demand	47,75,170	Oct 10 to Feb 2012	CESTAT, New Delhi
	Service Tax Demand	1,20,45,835	July 04 to Dec 06	CESTAT, New Delhi
	Service Tax Demand	21,99,068	March 12 to March 13	Additional Commissioner Service Tax, Noida
	Service Tax Demand	8,71,461	2007-2008	Asstt. Commissioner Service Tax, Rajkot
	Service Tax Demand	22,42,129	2006-2009	Commissioner/Asstt. Commissioner/Joint Commissioner Service Tax, Ludhiana
	Service Tax Demand	7,64,66,740	June 06 to March 08	CESTAT, New Delhi
	Service Tax Demand	1,03,47,956	Oct 05 To Jan 08	Commissioner Service Tax, Kolkata
	Service Tax Demand	20,36,815	Apr 08 To Aug 08	Joint Commissioner Service Tax, Kolkata
	Service Tax Demand	9,65,47,009	2008-09 To 2011-12	Commissione Service Tax, Bangalore
Employees Provident Fund & Misc Provision Act	Provident Fund Demand	54,57,34,315	2006-07 to 2008-09	Employee Provident Fund Appellant Tribunal, New Delhi



- (x) The company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the current year however there were cash losses in the immediately preceding financial year.
- (xi) Based on our audit procedures and as per the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to a financial institution or banks.
- (xii) According to the information and explanations given to us and based on the documents and records produced to us, the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion and according to the information and explanations given to us, the nature of activities of the Company does not attract any special statute applicable to chitfund, nidhi / mutual benefit fund and societies.
- (xiv) In respect of dealing in shares, securities, debentures and other investments, in our opinion and according to the information and explanations given to us, proper records have been maintained for the transactions and contracts and timely entries have been made therein. The shares, debentures and other securities have been held by the company in its own name.
- (xv) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions.
- (xvi) Based on information and explanations given to us by the management, term loans were applied for the purpose for which the loans were obtained.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short term basis have been used for long term investment.
- (xviii) The company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act 1956.
- (xix) The company did not have any debenture outstanding during the year.
- (xx) The company has not raised any money by public issue during the year.
- (xxi) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud on or by the company has been noticed or reported during the course of our audit.

For **ARUN K GUPTA & ASSOCIATES**

Firm Registration No. 000605N

Chartered Accountants

GIREESH KUMAR GOENKA

Partner

M.No. 096655

Place : New Delhi

Dated: 30.05.2014

BALANCE SHEET

as at 31st March, 2014

PARTICULARS	Note	AS AT 31.03.2014 (₹)	AS AT 31.03.2013 (₹)
EQUITY AND LIABILITIES			
SHAREHOLDERS FUND			
Share capital	3	125525120	125525120
Reserves & surplus	4	2136137097	1918822779
		2261662217	2044347899
NON-CURRENT LIABILITIES			
Long-term borrowings	5	329277952	360440312
Other long-term liabilities	6	659821646	330893756
Long-term provisions	7	14359409	20609605
		1003459007	711943673
CURRENT LIABILITIES			
Short-term borrowings	8	1935315505	1961944230
Trade payables	9	2905539109	2970463755
Other current liabilities	10	2372170037	2697449383
Short term provisions	11	27070754	3665893
		7240095405	7633523262
TOTAL ASSETS		10505216629	10389814834
NON-CURRENT ASSETS			
Fixed Assets	12		
Tangible assets		1300007118	1376786694
Intangible assets		7372876	8357803
Capital work-in progress		19583401	5331328
Intangible assets under development		657532244	402147810
		1984495639	1792623635
Non-current investment	13	14888940	14888940
Deferred tax assets (net)	14	162049723	162049723
Long-term loans and advances	15	772190344	928774612
Trade receivables	16	662315087	550289468
Other non-current assets	17	96202479	90344853
		1707646573	1746347597
CURRENT ASSETS			
Inventories	18	1719530059	1671850489
Trade receivables	19	4044990641	4101000713
Cash and bank balances	20	545073063	854735008
Short-term loans and advances	21	463278320	188403926
Other current assets	22	40202334	34853467
		6813074417	6850843602
TOTAL		10505216629	10389814834
Summary of Significant Accounting Policies	2		

The accompanying notes are an integral part of the financial statements.

As per our report of even date annexed

On behalf of the Board of Directors

For **ARUN K. GUPTA & ASSOCIATES**
Firm Registration No. 000605N
CHARTERED ACCOUNTANTS

BIKRAMJIT AHLUWALIA
Chairman & Managing Director
(Chief Executive Officer)

SHOBHIT UPPAL
Dy. Managing Director

GIREESH KUMAR GOENKA
Partner
M.No. 096655

S.K. SACHDEVA
Chief Financial Officer

VIPIN KUMAR TIWARI
G. M. (Corporate)
& Company Secretary

Place: New Delhi
Date: 30-05-2014



STATEMENT OF PROFIT AND LOSS

for the year ended 31st March, 2014

PARTICULARS	Note	FOR YEAR ENDED 31.03.2014 (₹)	FOR YEAR ENDED 31.03.2013 (₹)
REVENUE FROM OPERATIONS			
Revenue from operations	23	9603442343	13882130242
Other Income	24	144305962	153784731
Total Revenue(A)		9747748306	14035914974
EXPENSES			
Cost of Material Consumed		4598985775	7659750658
Operating Expenses	25	2470494593	3273576124
Purchase of Traded Goods		113103219	176773883
(Increase)/ Decrease in inventory of		(167638860)	143158420
Work in Progress	26		
Employee benefit expenses	27	1938804748	2590906624
Finance costs	28	363002703	333921892
Depreciation	12	121719916	352122976
Less Transfer from Revaluation Reserve		167586	167586
Other expenses	29	232573635	275553353
Total Expenses(B)		9670878142	14805596344
Profit before tax and exceptional item		76870163	(769681370)
Exceptional Item	30	141111740	8056856
PROFIT BEFORE TAX		217981903	(761624514)
Provision for Current Tax		0	0
Provision for Wealth Tax		500000	600000
NET PROFIT AFTER TAX		217481903	(762224514)
Earning per share (Basic) ₹		3.47	(12.14)
Earning per share (Diluted) ₹		3.47	(12.14)
(Face Value ₹ 2/- each)			
Summary of Significant Accounting Policies	2		

The accompanying notes are an integral part of the financial statements.

As per our report of even date annexed

On behalf of the Board of Directors

For **ARUN K. GUPTA & ASSOCIATES**
Firm Registration No. 000605N
CHARTERED ACCOUNTANTS

BIKRAMJIT AHLUWALIA
Chairman & Managing Director
(Chief Executive Officer)

SHOBHIT UPPAL
Dy. Managing Director

GIREESH KUMAR GOENKA
Partner
M.No. 096655

S.K. SACHDEVA
Chief Financial Officer

VIPIN KUMAR TIWARI
G. M. (Corporate)
& Company Secretary

Place: New Delhi
Date: 30-05-2014

CASH FLOW STATEMENT

for the year ended 31st March, 2014

	FOR YEAR ENDED 31.03.2014 (₹)	FOR YEAR ENDED 31.03.2013 (₹)
A. Cash Flow from Operating Activities		
Net Profit before Tax and extra ordinary items	217,981,904	(761,624,514)
Adjustment for :		
Depreciation & amortisation expense	121,552,330	351,955,390
Interest Income	(86,251,459)	(54,379,147)
Interest Paid	315,415,087	292,894,980
Rent Received	(45,000)	(1,066,968)
Provision for diminution in value of investment	-	100,000,000
Provision for diminution in value of investment written back	(20,000,000)	-
Provision for future losses in respect of projects	24,666,175	-
Provision for doubtful advances/debts	6,053,465	151,383,500
Provision for doubtful advances/debts written back	(21,454,734)	(32,883,480)
Profit on Sale of Fixed Assets	(143,013,237)	(257,812,363)
Loss on Sale of Fixed Assets	1,582,722	2,152,314
Operating Profit before working Capital Changes :	416,487,253	(209,380,288)
Adjustment for :		
(Increase)/decrease in Trade Receivables	(56,015,547)	182,189,351
(Increase)/decrease in Inventories	(47,679,570)	522,093,401
Increase/(decrease) in Trade & Other Payables/Provisions	35,731,697	(302,460,535)
(Increase)/decrease in Loans and Advances & Other Receivables	137,435,807	(61,913,342)
Cash generated from Operations :	485,959,639	130,528,587
Direct Taxes Paid	(201,614,586)	(284,910,152)
Net Cash from Operating Activities (A)	284,345,053	(154,381,565)
B. Cash Flow from Investing Activities		
Purchase of Fixed Assets	(338,649,876)	(354,601,338)
Movement in Fixed Deposits with Banks	137,860,708	(9,203,005)
Sale of Investment	20,000,000	20,000,000
Sale of Fixed Assets	166,488,470	284,940,066
Interest Received	33,342,379	22,556,734
Rent Received	45,000	1,066,968
Net Cash from Investing Activities (B)	19,086,681	(35,240,575)



	FOR YEAR ENDED 31.03.2014 (₹)	FOR YEAR ENDED 31.03.2013 (₹)
C. Cash Flow from Financing Activities		
Proceeds from Long term borrowings	139,732,000	390,047,451
Repayment of Long term borrowings	(254,626,664)	(130,155,166)
Movement in Short term borrowings	(26,628,725)	133,323,370
Interest Paid	(311,535,917)	(286,679,282)
Net Cash from Financing Activities (C)	(453,059,306)	106,536,373
Net Increase/Decrease in Cash & Cash Equivalents	(149,627,571)	(83,085,767)
Cash & Cash equivalents Opening	415,565,005	498,650,772
Cash & Cash equivalents Closing	265,937,434	415,565,005
Components of Cash and Cash Equivalents		
Cash in Hand	90,114,561	131,563,622
Balance with Scheduled Banks - Current Accounts	175,281,134	283,306,398
Unpaid Dividend Accounts *	541,739	694,985
	265,937,434	415,565,005
Add:- Term Deposits pledged with Scheduled banks not considered as cash and cash equivalents	365,787,226	503,647,935
Less:- Fixed Deposits having maturity period more than 12 months	86,651,597	64,477,932
Cash and Bank Balances	545,073,063	854,735,008
* These Balances are not available for the use by the Company as they represent corresponding unpaid dividend liabilities		

Notes :-

- The above Cash Flow Statement has been prepared under the 'Indirect Method' as stated in Accounting Standard 3 on Cash Flow Statements issued by the Institute of Chartered Accountants of India.
- Negative figures have been shown in brackets.

The accompanying notes are an integral part of the financial statements.

As per our report of even date annexed

On behalf of the Board of Directors

For **ARUN K. GUPTA & ASSOCIATES**
Firm Registration No. 000605N
CHARTERED ACCOUNTANTS

BIKRAMJIT AHLUWALIA
Chairman & Managing Director
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Dy. Managing Director

GIREESH KUMAR GOENKA
Partner
M.No. 096655

S.K. SACHDEVA
Chief Financial Officer

VIPIN KUMAR TIWARI
G. M. (Corporate)
& Company Secretary

Place: New Delhi
Date: 30-05-2014

NOTES TO FINANCIAL STATEMENTS

for the year ended 31-03-2014

1. NATURE OF OPERATIONS

Ahluwalia Contracts (India) Limited (hereinafter referred to as "the Company") is a Public Ltd. Company in India and incorporated under the provisions of the Companies Act, 1956. The Company is primarily engaged in the business of construction activities. The company has also diversified into Built Operate Transfer (BOT) operations by building and operating commercial complex under concession service arrangements.

2. SIGNIFICANT ACCOUNTING POLICIES

(A) BASIS OF PREPARATION OF FINANCIAL STATEMENTS

- (i) The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956 read with General Circular 8/2014 dated April 4, 2014 issued by the Ministry of Corporate Affairs. The financial statements have been prepared under the historical cost convention on an accrual basis except in case of assets for which revaluation is carried out. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

- (ii) The company generally follows Mercantile System of accounting and recognizes items of Income and Expenditure on accrual basis except:-

Works contract tax deducted at source included in advances by clients are charged to statement of profit and loss in the year of deduction and the refunds, if any, are accounted for in the year of receipt.

- (iii) Expenditure incurred in respect of additional costs/delays is accounted in the year in which they are incurred. Claims made in respect thereof are accounted as work receipts in the year of receipt of arbitration award or acceptance by client or evidence of acceptance received from the client.

(B) USE OF ESTIMATES

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and

liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets and liabilities in future periods.

(C) REVENUE RECOGNITION

- (i) Revenue recognition and valuation of the contract Work In Progress are as per Accounting Standard AS-7. Work receipts are taken on percentage completion method, stated on the basis of physical measurement of work actually completed at the balance sheet date, taking into account the contractual price and revision thereto. The site mobilisation expenditure is apportioned over the period of contract in proportion to value of work done. Foreseeable losses are accounted for when they are determined except to the extent they are expected to be recovered through claims presented or to be presented to the customer or in arbitration. Work receipts are shown net off Service Tax and Value added taxes.
- (ii) In respect of Real Estate projects the sales are accounted for at the time of handing over the possession of the flat / space to the buyers.
- (iii) Stage / percentage of completion is determined with reference to the certificates given by the Clients / Consultants appointed by Clients as well as on the billing schedule agreed with them for the value of work done during the year.
- (iv) Dividend is recognized when the shareholders' right to receive payment is established by the balance sheet date.
- (v) Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate.
- (vi) Rent and other related services are accounted for accrual basis.

(D) FIXED ASSETS

- (i) Fixed Assets are stated at Cost of acquisition. Fixed Assets acquired under Hire Purchase Schemes are capitalised at their principal value and hire (finance) charges are charged off as revenue expenditure.
- (ii) Company's Land & Buildings have been revalued as on 31-03-1992 by Government approved registered



valuer on the basis of their prevailing day value. Difference between the total value of these assets on revaluation and written down value as on 31.03.1992 of ₹ 10,691,246/- had been credited to revaluation reserve account.

(E) DEPRECIATION / AMORTISATION

- (i) Depreciation is provided on straight line method in accordance with Schedule XIV of the Companies Act, 1956.
- (ii) Depreciation on Addition/Deletion from the assets during the year is provided on pro-rata basis.
- (iii) Fixed assets costing below ₹ 5000/- are provided @ 100% on prorata basis.
- (iv) Depreciation is charged on the historical cost of Fixed Assets (Except for Revalued Assets) including taxes, duties and installation costs.
- (v) The company has revised the estimated useful life of the Plant & Machinery (shuttering material) during the year from one year to four year based on technical estimates made by the management and accordingly depreciation has been provided @ 25% on prorata basis.
- (vi) Lease hold land is amortised over the period of lease.

(F) INTANGIBLES

Software costs relating to acquisition of initial software licence fee and installation cost are capitalized in the year of purchase and amortized on straight line basis over its useful life, which is considered to be of a period of five years.

(G) IMPAIRMENT OF ASSETS

The company makes an assessment of any indicator that may lead to impairment of assets on an annual basis. An impairment loss is recognised wherever the carrying amount of the assets exceeds its recoverable amount. The recoverable amount is greater of the net selling price and value in use. In assessing value in use valuation is done by the estimated future cash flows (discounted to their present value, based on an appropriate discounting factor) are used. Impairment losses are recognised in the statement of Profit and Loss.

(H) BORROWING COST

Borrowing cost includes interest and amortization of ancillary costs incurred in connection with the arrangement of borrowings. Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All

other borrowing costs are expensed in the period they occur.

(I) INVESTMENTS

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long term investments are carried at cost. However, provision for diminution in value is made to recognize a decline, other than temporary, in the value of such investments.

(J) INVENTORIES

- (i) Inventories are valued at cost or net realisable value whichever is lower.
- (ii) Unbilled revenue and uncertified bills are considered as Work-in-progress which is valued on the basis of expenditure directly related to project.

(K) EMPLOYEE BENEFITS

- (a) Short-term employee benefits:
All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. These benefits include compensated absences such as paid annual leave. The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is recognized during the period.
- (b) Post-employment benefits:
 - (i) Retirement benefits in the form of the Company's contribution to Provident Fund etc. are charged to the statement of Profit & Loss of the year when the contributions to the respective funds are due.
 - (ii) The Company's gratuity benefit scheme is a defined benefit plan. The Company's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and the fair value of any plan assets is deducted. The present value of the obligation under such defined benefit plan is determined based on actuarial valuation using the projected unit credit method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plans, are based on the market yields on government securities as at the balance sheet date.

When the calculation results in a benefit to the company, the recognized asset is limited to the net total of any unrecognized actuarial losses and past service costs and the present value of any future refunds from the plan or reductions in future contributions to the plan.

Actuarial gains and losses are recognized immediately in the statement of profit & loss.

(L) FOREIGN EXCHANGE TRANSACTIONS

- (i) Transactions arising in Foreign Currency are converted at the exchange rates prevailing as on date of transactions. Monetary Assets & Liabilities denominated in Foreign Currencies are restated at year end exchange rates. All exchange difference arising on conversion are charged to statement of Profit & Loss.
- (ii) *Forward Exchange Contracts (Derivative Instruments) not intended for trading or speculation purposes*

The Company uses derivative financial instruments including forward exchange contracts to hedge its risk associated with foreign currency fluctuations. The premium or discount arising at the inception of forward exchange contracts is amortized as expense or income over the life of the contract. Exchange differences on such contracts are recognized in the statement of profit and loss in the year in which the exchange rates change. Any profit or loss arising on cancellation or renewal of forward exchange contract is recognized as income or as expense for the year.

(M) CONCESSION ARRANGEMENT

Judgments and estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are reasonable under the circumstances.

The company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal to the related actual results. Significant assumptions used in accounting for the intangible asset are given below:

The intangible assets are measured at cost, i.e. fair value of the construction service. The exchange of construction services for an intangible asset is regarded as a transaction that generates revenue and costs, which will be recognized by reference to the stage of completion of the Construction. The intangible asset is assumed to be received only upon completion of construction and recognized on such completion. Until then, the expenditure incurred on this project will be debited as "Intangible Assets under development" under the main head of "Fixed Assets". The value of the intangible asset shall be amortized over the estimated useful life. The carrying value of intangible asset is reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

(N) INCOME TAXES

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing difference for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date.

Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the Company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

(O) PROVISIONS

A provision is recognized when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best management estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current management estimates.



(P) LEASES

- (i) Where the Company is lessee, Finance leases, which effectively transfer to the Company substantially all the risks and benefits incidental to ownership of the leased items, are capitalized at the lower of the fair value and present value of the minimum lease payments at the inception of the lease term and disclosed as leased assets. Lease payments are apportioned between the finance charges and reduction of the lease liability based on the implicit rate of return. Finance charges are charged directly against income. Lease management fees, legal charges and other initial direct costs are capitalized.

If there is no reasonable certainty that the Company will obtain the ownership by the end of the lease term, capitalized leased assets are depreciated over the shorter of the estimated useful life of the asset or the lease term.

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item are classified as operating leases. Operating lease payments are recognized as an expense in the statement of Profit & Loss on a straight-line basis over the lease term.

- (ii) Where the company is lessor, assets subject to operating leases are included under fixed assets or current assets as appropriate. Rent (lease) income is recognized in the statement of Profit and Loss on a straight-line basis over the lease term. Direct costs, including depreciation are recognized as an expense in the statement of profit and loss.

(Q) EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the year. For the purpose of calculating Diluted Earnings per Share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential Equity shares.

(R) CASH AND CASH EQUIVALENTS

Cash and cash equivalents for the purpose of cash flow statement comprise cash at bank and in hand and short term investments with an original maturity of three months or less.

(S) CONTINGENT LIABILITY

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

3. SHARE CAPITAL

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
AUTHORISED CAPITAL		
10,00,00,000, Equity Share of ₹, 2/- each (P.Y. 10,00,00,000 Equity Share of ₹ 2/- each)	200000000	200000000
ISSUED, SUBSCRIBED & PAIDUP		
6,27,62,560 , Equity Shares of ₹ 2/- each (P.Y. 6,27,62,560 Equity Shares of ₹ 2/- each) fully paid up	125525120	125525120
TOTAL	125525120	125525120

Terms / Rights attached to equity shares

The company has only one class of equity share having a par value of ₹ 2/- per share. Each equity shareholder is entitled for one vote per share.

The Company declares and pays dividend in Indian Rupees. The dividend proposed by the Board of Directors of the company, subject to the approval of the Members/Shareholders of the Company in the ensuing Annual General Meeting.

As per records of the company, including its register of Shareholders/Members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

Reconciliation of the number of Equity shares outstanding at the beginning and at the end of the reporting period

PARTICULARS	As at 31.03.2014		As at 31.03.2013	
	No. of Shares	Amount in (₹)	No. of Shares	Amount in (₹)
At the beginning of the period	62762560	125525120	62762560	125525120
Add : Shares issued during the year	Nil	Nil	Nil	Nil
Outstanding at the end of the period	62762560	125525120	62762560	125525120

Details of shareholders holding more than 5% shares in the company		No. of Shares	% age of Holdings	No. of Shares	% age of Holdings
		As at March 31, 2014	As at March 31, 2014	As at March 31, 2013	As at March 31, 2013
Equity shares of ₹ 2/- each fully paid					
Mr. Bikramjit Ahluwalia	Promoter	5181198	8.26	5181198	8.26
Mrs. Sudershan Walia	Promoter	23562380	37.54	23562380	37.54
Mr. Shobhit Uppal	Promoter	4308000	6.86	4308000	6.86
Mrs. Ram Piari	Promoter	4259900	6.79	4259900	6.79
Mrs. Pushpa Rani	Promoter	3956100	6.30	3956100	6.30
Nalanda India Fund Limited	Body Corporate	3545485	5.65	3545485	5.65
Nalanda India Equity Fund Limited	Body Corporate	3870102	6.17	3870102	6.17



4. RESERVES & SURPLUS

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Securities Premium Account	16000000	16000000
Revaluation reserve		
Balance as per last financial statement	7171940	7339526
Less: transferred to profit and loss account	167586	167586
	7004354	7171940
General Reserve		
Balance as per last financial statement	344790243	344790243
Add : Transferred from Profit and Loss account	0	0
	344790243	344790243
Surplus/ (Deficit) in the Statement of Profit & Loss-Opening Balance	1550860596	2313085111
Add: Net Profit/(Loss) for the year	217481903	-762224514
Amount available for appropriation	1768342500	1550860596
Total	2136137097	1918822779

5. LONG-TERM BORROWINGS

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
TERM LOANS		
From Banks	338151308	391692044
Less Current maturity (refer note No.10)	52500000	53152252
	285651308	338539792
From Others	112154080	173312642
Less Current maturity (refer note No.10)	68566446	151670192
	43587634	21642450
VEHICLE LOANS		
From Banks	258070	453436
Less Current maturity (refer note No.10)	219060	195366
	39010	258070
TOTAL	329277952	360440312

Term Loans

From Punjab & Sind Bank of ₹ 33,81,51,308/- (Previous year ₹ 39,10,39,792/-) is secured by way of

- Negative lien on licensing rights and future lease rentals receivable, through ESCROW mechanism of commercial complex with bus depot and workshop at Kota under Service Concession Arrangement.
- All future lease rentals to be received on account of commercial complex at Kota will be charged to bank and company not to raise any loan against such rent/lease receivables
- Charge on Escrow accounts: The parking/advertising revenue and lease rentals to be routed through the Escrow account and bank will have right to first appropriate the said cash flows towards recovery of interest / principal installments of term loan, installment of any other charges etc.
- Personal Guarantees of a Director, Mr.Bikramjit Ahluwalia and from relatives of the directors (i) Mrs. Sudershan Walia (ii) Mr.Vikaas Ahluwalia

- e) The term loan bear floating interest at the rate base rate plus 2.75% p.a. The term loan repayable in 32 quarterly installments of ₹ 1,31,25,000/-each starting after September 2012
- Term Loan facilities from HDFC Bank of ₹ 2,58,070/- (₹ 11,05,688/-) against vehicles are secured by way of hypothecation of specified vehicles. The term loan bear interest rate 11.50%. The term loans are repayable in 36 monthly installments till 05.05.2015.
 - Other Term Loans from Siemens Financial services Ltd., Magma Fincorp Ltd., SREI Equipments Finance Pvt. Ltd. & L&T Finance Ltd. are secured by way of hypothecation of specified machineries / vehicles. The term loans bear interest rate 10.64% to 16.00%. The terms loans are repayable in 23, 35, 23 & 36 monthly installments till 01.08.2014, 01.07.2014, 03.10.2015 & 15.12.2016 respectively.

6. OTHER LONG-TERM LIABILITIES

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Mobilisation Advance	659821646	330893756
TOTAL	659821646	330893756

7. LONG-TERM PROVISIONS

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Provision for Gratuity	14359409	20609605
TOTAL	14359409	20609605

8. SHORT-TERM BORROWINGS

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
SECURED		
Working Capital Loan from Banks	1794496155	1886730343
UNSECURED		
Short Term Loan		
From Related party (refer note No. 42)	140819350	75213887
TOTAL	1935315505	1961944230

Working Capital loans From various banks are secured by way of

- First pari pasu charges on all existing and future current assets of the company.
- Equitable mortgage of property situated at A-177, Okhla Industrial Area, New Delhi
- Equitable mortgage of property situated at C-5/34, S.D. Area, New Delhi belonging to the promoter director.
- Pledge of 1,02,00,000 No. of equity shares to Punjab & Sind Bank and pledge of 15,00,000 No. of equity shares to Bank of Maharashtra of the company by the promoter director.
- Pledge of fixed deposit receipt for ₹ 1,52,00,000/- by a promoter director.
- Personal guarantees of directors (i) Mr. Bikramjit Ahluwalia (ii) Mr. Shobhit Uppal and relative(s) of the directors (i) Mrs. Sudershan Walia & (ii) Mr. Vikaas Ahluwalia.
- The working capital loans from Banks bear floating interest rate ranging from base rate plus 2% to 5%.
- Unsecured loan from related party is interest free and payable on demand.



9. TRADE PAYABLES

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Trade Payables		
Dues to Micro and Small Enterprises (refer note-34)	6324189	6935755
Others	2899214920	2963528000
TOTAL	2905539109	2970463755

10. OTHER CURRENT LIABILITIES

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Current maturities of term loans from banks (refer note-5)	52500000	53152252
Current maturities of term loans from others (refer note-5)	68566446	151670192
Current maturities of vehicle loans from banks (refer note-5)	219060	195366
Mobilisation Advance	1367860625	1696509936
Advance Against Material at Site	263895329	222356199
Advance against flat booking	4642998	9192854
Dues to Statutory Authorities	301767276	228356749
Due to Related parties	8873548	6844566
Other payables	299423848	322260588
Interest accrued but not due on borrowing	1308488	1168034
Interest accrued and due on borrowing	2570682	5047664
Unclaimed Dividend (1)	541739	694985
TOTAL	2372170037	2697449383

(1) To be transferred to Investor Education and Protection Fund as & when due.

11. SHORT-TERM PROVISIONS

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
For Gratuity	1904579	3065893
For Wealth Tax	500000	600000
For future losses in respect of projects	24666175	0
TOTAL	27070754	3665893

12. FIXED ASSETS

DESCRIPTION OF ASSETS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	COST AS ON 1/4/2013	ADDITIONS DURING THE YEAR	SALES/ADJUSTMENTS DURING THE YEAR	TOTAL AS ON 31/03/2014	UPTO 31/03/2013	DURING FOR THE YEAR	ADJUSTMENTS DURING THE YEAR	TOTAL AS ON 31/03/2014	W.D.V AS ON 31/03/2014	W.D.V AS ON 31/3/2013
	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)
LAND-LEASEHOLD	28715682		2510739	26204943	2500785	363860	78246	2786399	23418544	26214897
LAND- FREEHOLD	2473500			2473500	0			0	2473500	2473500
BUILDING	53599075		10281373	43317702	7562827	789872	1927239.00	6425460	36892242	46036248
TEMPORARY STRUCTURES	38708989	541800		39250789	38532423	421563		38953986	296803	176566
PLANT & MACHINERY	1425832674	33122602	12863573	1446091703	345414323	68257708	3231907.00	410440124	1035651579	1080418351
SHUTTERING MATERIAL	1295611999	17424954		1313036953	1276281157	6374542		12826655699	30381254	19330842
EARTH MOVERS	54624352		1665167	52959185	40338065	6129003	625881.00	45841187	7117998	14286287
VEHICLES	127303185	1443160	7690115	121056230	61868865	11762637	4521535.00	69109967	51946263	65434320
COMMERCIAL VEHICLES	146576747	9026250	543540	155059457	82784421	17513126	111744.00	100185803	54873654	63792326
FURNITURE & FIXTURES	18806851	1920273		20727124	10275251	827477		11102728	9624396	8531600
OFFICE EQUIPMENTS	35724592	2604077		38328669	11845991	1604471		13450462	24878207	23878601
AIR CONDITIONERS	13709961	610112		14320073	3886410	659001		4545411	9774662	9823551
COMPUTERS	47888478	642906		48531384	31498873	4354494		35853367	12678017	16389605
INTANGIBLES ASSETS										
COMPUTER SOFTWARE	16205184	1677235		17882419	7847381	2662162		10509543	7372876	8357803
GROSS TOTAL	3305781269	69013369	35554507	3339240131	1920636772	121719916	10496552	2031860136	1307379994	1385144497
PREVIOUS YEAR	3302864207	254840807	251923745	3305781269	1791157524	352122976	222643728	1920636772	1385144497	1511706683
CAPITAL WORK-IN-PROGRESS									19583401	5331328
INTANGIBLE ASSETS UNDER DEVELOPMENT									657532244	402147810

(Service concession arrangement) refer note-38

NOTE :-

- 1) Gross Block of Plant & Machinery, Shuttering Material, Earth Movers, Vehicles and Commercial Vehicles includes ₹ 5,49,08,651/- (P.Y. ₹ 9,48,43,055/-), ₹ 22,33,900/- (P.Y. ₹ 5,84,87,396/-), ₹ Nil (P.Y. ₹ 33,65,234/-), ₹ 7,87,225/- (P.Y. ₹ 7,87,225/-), ₹ 55,95,620/- (P.Y. ₹ 2,53,49,595/-) taken on hire purchase/ finance respectively.
- 2) Land lease hold includes ₹ 13,59,872/- pending registration in the name of the company.
- 3) Building includes ₹ 1,36,80,000/- pending registration in the name of the company.
- 4) Capital Work-in-Progress comprises (i) Plant & Machinery in transit ₹ 1,92,87,423/- (P.Y. ₹ 53,31,328/-) (ii) Vehicle in transit ₹ 2,95,978/- (P.Y. Nil).
- 5) Intangible assets under development (service concession arrangement) ₹ 65,75,32,244/- (P.Y. ₹ 40,21,47,810/-) includes interest on borrowings ₹ 4,67,95,439/- during the year up to 31-03-2014 ₹ 10,87,13,561/- (up to P.Y. ₹ 6,19,18,122/-).


13. NON-CURRENT INVESTMENT

PARTICULARS	Balance As at 01.04.2013 (₹)	Additions During the Year (₹)	Sale/ Adjustment During the Year (₹)	Balance As at 31.03.2014 (₹)
INVESTMENTS IN EQUITY SHARES TRADE INVESTMENTS, FULLY PAID UP (AT COST) UNQUOTED				
(A) (1) 1662 (P.Y. 1662) Equity shares of ₹ 100/- each M/s. Ahluwalia Builders & Development Group Pvt. Ltd. a company in which directors are interested	166200	0	0	166200
(2) 2500 (P.Y. 2500) Equity shares of ₹ 100/- each M/s Ahlcons India Pvt. Ltd. a company in which directors are interested	250000	0	0	250000
(3) 17274 (P.Y. 17274) Equity shares of ₹ 10/- each M/s. Capricon Industrials Ltd. a company in which directors are interested	172740	0	0	172740
Total value of investment	588940	0	0	588940
(B) In Subsidiary Companies				
(1) 10000000 (P.Y. 10000000) Equity shares of ₹ 10/- each M/s. Ahlcon Ready Mix Concrete Pvt. Ltd. company on hiving off the division (wholly owned subsidiary)	100000000	0	100000000	0
(2) 10000 (P.Y. 10000) Equity shares of ₹ 10/- each M/s. Premsagar Merchants Pvt. Ltd. (wholly owned subsidiary)	2860000	0	0	2860000
(3) 10000 (P.Y. 10000) Equity shares of ₹ 10/- each M/s. Paramount Dealcomm Pvt. Ltd. (wholly owned subsidiary)	2860000	0	0	2860000
(4) 10000 (P.Y. 10000) Equity shares of ₹ 10/- each M/s. Splendor Distributors Pvt. Ltd. (wholly owned subsidiary)	2860000	0	0	2860000
(5) 10000 (P.Y. 10000) Equity shares of ₹ 10/- each M/s. Dipesh Mining Pvt. Ltd. (wholly owned subsidiary)	2860000	0	0	2860000
(6) 10000 (P.Y. 10000) Equity shares of ₹ 10/- each M/s. Jiwan Jayoti Traders Pvt. Ltd. (wholly owned subsidiary)	2860000	0	0	2860000
Total investment in Subsidiary companies	114300000	0	100000000	14300000
Aggregate investments in equity shares	114888940	0	100000000	14888940
Less:- Aggregate Provision for diminution in value of investments *	100000000			
TOTAL	14888940	0	100000000	14888940

* Represent sale for ₹ 2,00,00,000/- and balance of ₹ 8,00,00,000/- written off against provision made in previous year

14. DEFERRED TAX

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Deferred tax Assets		
Timing difference on account of Depreciation (Difference as per books & as per Income Tax Act)	116340358	159265481
On account of Disallowances	33985972	41547838
On account of unabsorbed losses and depreciation	340850204	244063977
Total (A)	491176534	444877297
Deferred tax Liabilities	0	0
Total (B)	0	0
Net deferred Tax Assets/(Liabilities)(A-B)	491176534	444877297

Note:-

In view of virtual uncertainty, deferred tax assets on carried forward losses and unabsorbed depreciation has not been recognised. However, deferred tax assets (other than on carried forward losses and depreciation) of earlier years have not been derecognised in view of the management's assessment of projected profitability in subsequent years.

15. LONG-TERM LOANS AND ADVANCES

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Unsecured, Considered Good		
Loans to Subsidiaries	47455163	99668137
Capital advances	43992112	43992112
Advances recoverable in cash or in kind or for value to be received		
i) Advance against Real Estate project	66000000	52500000
ii) Earnest Money Deposit	4550747	12272797
iii) Staff Advance	450000	420300
iv) Advance Income tax /TDS (net of provisions) (Includes ₹ 3,65,32,900/- cash seized P.Y. 3,65,32,900/-)	564141477	663210783
v) Others	45600846	56710484
	680743070	785114364
Unsecured , considered doubtful		
Loans to Related Parties (refer note No. 42)	0	148883500
Advance others	2750745	0
Advance against Real Estate project	5000000	18500000
	779941089	1096158112
Less: Provision for doubtful advances	7750745	167383500
TOTAL	772190344	928774612


16. TRADE RECEIVABLES (NON CURRENT)

PARTICULARS	As at 31.03.2014 (₹)		As at 31.03.2013 (₹)	
Receivables outstanding for a period exceeding six months from the date they are due from payment				
Unsecured, considered good				
Retention Money	78987382		46033177	
Against Running Bills	583327705	662315087	504256291	550289468
Unsecured, considered doubtful				
Retention Money	9399652		8944315	
Against Running Bills	25315909	34715561	26659735	35604050
Less: Provision for doubtful debts		34715561		35604050
TOTAL		662315087		550289468

17. OTHER NON-CURRENT ASSETS

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Deposits with maturity more than 12 months (refer note No. 20)	86651597	64477932
Interest Receivable on deposits	2838514	23492789
Prepaid Expenses	6712367	2374133
TOTAL	96202479	90344853

18 INVENTORIES

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Work in Progress	1123374513	955735653
Raw Material (includes in transit ₹ 82,77,891/- (P.Y. ₹ 94,56,212/-)	561571350	670505427
Scrap (including shuttering scrap)	34584196	45609409
TOTAL	1719530059	1671850489

19. TRADE RECEIVABLE (CURRENT)

PARTICULARS	As at 31.03.2014 (₹)		As at 31.03.2013 (₹)	
Receivables outstanding for a period exceeding six months from the date they are due for payment				
Unsecured, considered good				
Retention Money	1144450200		1113784582	
Against Running Bills	781372891	1925823091	867062483	1980847065
Others debts (Unsecured, considered good)				
Retention Money	23549612		0	
Against Running Bills	2095617938	2119167550	2120153648	2120153648
TOTAL		4044990641		4101000713

20. CASH AND BANK BALANCES

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Cash and cash equivalents		
Cash-in-hand	90114561	131563622
Balance with banks		
In current accounts	175281134	283306398
In unpaid dividend accounts(1)	541739	694985
Total (A)	265937435	415565005
Other Bank Balance		
Deposits with original maturity less than 3 months (2)	4204553	2545895
Deposits with original maturity more than 3 months but less than 12 months (2)	228115330	331454957
Deposits with original maturity more than 12 months (2)	133467342	169647082
	365787226	503647934
Less : Amount disclosed under non current assets	86651597	64477932
Total (B)	279135628	439170002
Cash & bank balances (A+B)	545073063	854735008

- (1) These balances are not available for the use by the company as they represent corresponding unpaid dividend liabilities.
- (2) Pledged with banks as margin for bank guarantees, letter of credit and deposited with the court for legal case against the company.

21. SHORT-TERM LOANS AND ADVANCES

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Unsecured, Considered Good		
Advances recoverable in cash or in kind or for value to be received		
i) Earnest Money Deposit	13752050	7330000
ii) Advances to Related Parties (refer note No. 42) are interested	1775432	69978915
iii) Advance to Suppliers & Petty Contractors	97385862	96069660
iv) Advance to Staff	5075695	10747368
v) Advance Income tax /TDS (net of provisions)	300183892	0
vi) Others	45105389	4277984
TOTAL	463278320	188403926

22 OTHER CURRENT ASSETS

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Interest Receivable on deposits	14048497	8329624
Prepaid Expenses	26153837	26523843
TOTAL	40202334	34853467


23. REVENUE FROM OPERATIONS

PARTICULARS	Year Ending 31.03.2014 (₹)	Year Ending 31.03.2013 (₹)
Contract Work Receipts	9436174891	13634206201
Sales Trading	132488123	193715242
Sale (Scrap)	34779329	54208799
TOTAL	9603442343	13882130242

24. OTHER INCOME

PARTICULARS	Year Ending 31.03.2014 (₹)	Year Ending 31.03.2013 (₹)
Interest on deposits (Tax deducted at source ₹ 38,76,241/- P.Y. ₹ 52,53,505/-)	50229391	54379147
Rent	45000	1066968
Liabilities Written Back	14647682	22029371
Profit on sale of Fixed Assets	1901497	872007
Interest on Income Tax Refund	36022068	0
Exchange Fluctuation gain (net)	5591	0
Provision for Diminution in value of Non-Current investment Written back.	20000000	0
Provision for Doubtful Debts Written Back	4191209	28150071
Provision for doubtful advances Written Back	17263525	0
Director remuneration written back	0	4733409*
Shuttering scrap	0	42553759
TOTAL	144305962	153784731

* Reversed as per Central Government direction.

25. OPERATING EXPENSES

PARTICULARS	Year Ending 31.03.2014 (₹)	Year Ending 31.03.2013 (₹)
Sub-Contracts	1840482083	2400910205
Professional Charges	33330319	35174045
Power & Fuel	263887364	330357913
Machinery & Shuttering Hire Charges	133450039	265193473
Machinery Repair & Maintenance	76944614	100404124
Commercial Vehicle Running & Maintenance	13089241	10456499
Testing Expenses	4579973	5937047
Insurance Expenses	31695156	38505017
Watch & Ward Expenses	73035804	86637801
TOTAL	2470494593	3273576124

26. (INCREASE)/ DECREASE IN INVENTORY

PARTICULARS	Year Ending 31.03.2014 (₹)	Year Ending 31.03.2013 (₹)
Work-in-Progress		
(Building Construction)		
Opening Stock:	955735653	1098894073
Closing Stock	1123374513	955735653
	(167638860)	143158420

27. EMPLOYEE BENEFIT EXPENSES

PARTICULARS	As at 31.03.2014 (₹)		As at 31.03.2013 (₹)	
Staff Cost				
Salaries and other benefits (Including Directors Remuneration ₹ 1,51,97,290/- previous year ₹ 1,54,59,789/-)	731426568		896124170	
Employees Welfare	19486323		28282082	
Employer's Contribution to Provident and Other Funds.	16657130	767570021	29631022	954037274
Labour Cost				
Labour Wages & other benefits	1087056986		1546089426	
Contribution to Provident & Other Funds	13382322		20643022	
Hutment Expenses	1856874		6030911	
Labour Welfare	68938545	1171234727	64105991	1636869350
TOTAL		1938804748		2590906624

28. FINANCE COST

PARTICULARS	Year Ending 31.03.2014 (₹)	Year Ending 31.03.2013 (₹)
Interest on Term Loans	18354116	13916916
Interest on Working Capital & Others	297060970	278978065
Interest on Income Tax	0	17300
Upfront/Processing fee	7951476	3691646
Bank Charges	39636140	37317965
TOTAL	363002703	333921892


29. OTHER EXPENSES

PARTICULARS	Year Ending 31.03.2014 (₹)	Year Ending 31.03.2013 (₹)
Electricity & Water Charges	6723389	4282747
Rent	51663730	86998449
Travelling & Conveyance Expenses	30299065	42374681
Legal & Professional Charges	34069220	28069591
Repairs & Maintenance : -		
Building	1912134	0
Others	11552409	11176857
Vehicle Running & Maintenance	25649942	26797757
Postage, Telegram and Telephone Expenses	12694340	18086688
Printing and Stationery	9291988	12812471
Advertisement	479612	779916
Business Promotion	1542623	2009926
Charity & Donation (other than Political parties)	194013	719751
Insurance Charges	2149159	9001457
Watch & Ward Expenses	2260154	3387161
Rates & Taxes	1006943	1406343
Workman Compensation	2062850	914484
Miscellaneous Expenses	4212584	5606821
Auditor's Remuneration (refer note 40)	2187118	2379027
Loss on Sale of Fixed Assets	1582722	2152314
Bad Debts/Doubtful Advances Written Off	145119975	566500
Provision for doubtful advances written back	(142369230)	0
Provision for doubtful debts	3302720	13150412
Provision for doubtful advances	0	2500000
Provision for future losses in respect of projects	24666175	0
Directors Sitting Fees	320000	380000
TOTAL	232573635	275553353

30. EXCEPTIONAL ITEMS

PARTICULARS	Year Ending 31.03.2014 (₹)	Year Ending 31.03.2013 (₹)
Profit on sale of land	141111740	256940356
Provision for doubtful loans and advances	0	(148883500)
Provision for diminution in value of long term investment	0	(100000000)
TOTAL	141111740	8056856

Also refer note-42

31A. CONTINGENT LIABILITIES NOT PROVIDED FOR

S.No.	PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
a)	Counter guarantees given to bankers against Bank guarantees	384,56,90,275	439,66,25,523
b)	Indemnity Bonds/Performance Bonds/ Surety Bonds / Corporate guarantees given to clients	153,88,80,490	121,88,38,492
c)	Value Added Tax liability	1,98,16,085	35,39,02,592
d)	Demand of stamp duty on Real Estate Project	57,41,980	57,41,980
e)	Claims against the company not Acknowledged as debts	50,50,66,711	49,96,25,898
f)	Excise duty demand for F.Y. 1998-99 & 2000-2001	14,26,506	39,37,696
g)	Service tax demand on alleged		
(i)	wrong availment of abatement on account of free supply of material by the Client*	209,23,99,269	203,08,28,774
(ii)	Composition scheme	119,38,02,337	87,37,30,527
(iii)	Exempted projects	47,84,15,456	46,67,94,442
(iv)	Others	47,06,52,422	46,59,86,294
h)	Provident fund demand	54,57,34,315	54,57,34,315

Based on legal opinion taken by the Company & discussions with the advocates & consultants, the Company believes that there is fair chance of decisions in its favour in respect of all items listed in (c) to (h) above and hence no provision is considered necessary against the same. The replies/appeals have been filed before appropriate authorities/Courts. Disposal is awaited.

*In one case, the matter has been decided in favour of the company by CESTAT, New Delhi. Further, the larger bench of the Tribunal has decided the matter of non inclusion of value of free of cost material supplied by the client in favour of the appellants in similar cases. In view of the above, no liability is likely to arise.

b. Capital commitments :- Capital contracts remaining to be executed (net of payments) and not provided for ₹ 6,24,67,756/- (Previous Year ₹ 3,31,036,132/-)

32a. The company had executed Common Wealth Games Village Project and raised R.A. bills amounting to ₹ 638,87,67,898/- up to the March, 2011 which have been certified to the extent of ₹ 571,84,67,898/-. The company has further raised bills and lodged claims of ₹ 418,02,86,608/- on the client with respect to additional works on account of deviations and other aspects which is disputed by the client. The client has in turn raised a counter claim on the company for ₹ 250,92,91,002/-. As per the terms of the agreement, both the parties have initiated process of arbitration and appointed arbitrators. The Hon'ble High Court has appointed a third Arbitrator as presiding Arbitrator. The matter is under arbitration. The management is hopeful of getting a favorable award and recovery of dues.

b. On 19th Jan, 2011 Sri Sumeru Realty Pvt. Ltd (SSRPL) Bangalore, a client invoked the Bank Guarantees amounting to ₹ 500,44,760/- and terminated the Contract on 10.03.2011. The Company filed petition in the District and Sessions Court, Bangalore to restrain the Bank for release of Payment against these Bank Guarantees. The Court restrained the Bank to release the payment of Bank Guarantees. The Company has also filed petition in the District Court, Bangalore on 20.3.2011 to secure its claims of ₹ 22,74,79,303/-. As per the terms of the agreement, both the parties have initiated process of arbitration and appointed arbitrators. The Hon'ble High Court has appointed a third Arbitrator as presiding Arbitrator. The matter is under arbitration. The management is hopeful of getting a favorable award.

c. The Construction contract of Festival City, Ludhiana was awarded on 10.03.2006 for a contract value of ₹ 110,00,00,000/- to be completed in a period of 15 months. The project was delayed due to various reasons and under suspension since June



2009. During the course of the execution of the project, the Company had entered in to an agreement to create strategic account & agreement to sell in April 2007 for contiguous office space of 28744 sq. ft for a total sale consideration of ₹ 6,46,74,743/-.

The Client's bankers have taken over possession of the project (Building) under SARFESI Act and have filed a suit for securitization of space allotted under strategic account.

The recovery of the Company's dues are dependent upon decision of the judicial process. The management believes a favorable outcome of proceedings and hopeful of recovery of dues.

- 33.** In the opinion of the Board, Current Assets, Loans and Advances are approximately of the value stated if realised in the ordinary course of business. The provisions for depreciation and for all known liabilities are adequate and not excess or short of the amount considered necessary.
- 34.** The Company has initiated the process of obtaining confirmation from suppliers who have registered themselves under the Micro Small Medium Enterprises Development Act, 2006 (MSMED Act, 2006). Based on the information available with the Company, the balance due to Micro Small Enterprises as defined under the MSMED Act, 2006 is as under:

No.	Details of Dues to Micro, Small and Medium Enterprises as per MSMED Act, 2006	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
i	The Principal amount and the interest due thereon remaining unpaid to any supplier as at the end of year.		
	Principal Amount Unpaid	63,24,189	69,35,755
	Interest Due	-	69,953
ii	The amount of interest paid by the buyer in terms of section 16, of the Micro, Small and Medium Enterprise 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	1,64,31,776	3,42,41,519
	Interest Paid beyond the Appointed Date	-	-
iii	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprise Development Act, 2006	-	-
iv	The amount of interest accrued and remaining unpaid at the end of the year; and	3,84,648	3,84,648
v	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Micro, Small and Medium Enterprise Development Act, 2006	-	-

- 35.** Trade receivables, Trade payables and Advances recoverable balances appearing in the Balance Sheet are subject to confirmation.
- 36.** The Company has 100% wholly owned subsidiaries namely M/s. Ahlcon Ready Mix Concrete Pvt. Ltd. (ceased w.e.f. 31.03.2014), Dipesh Mining Pvt. Ltd., Jiwan Jyoti Traders Pvt. Ltd., Paramount Dealcomm Pvt. Ltd., Premsagar Merchants Pvt. Ltd. and Splendor Distributors Pvt. Ltd.

37. Loans & Advances in the nature of Loans given to Subsidiary Companies (as required by clause 32 of the listing agreement):-

S. No.	Subsidiary Companies	As at 31.03.2014 (₹)	Maximum Balance during the year (₹)	As at 31.03.2013 (₹)	Maximum Balance during the previous year (₹)
i)	Ahlcon Ready Mix Concrete Pvt. Ltd. (ceased w.e.f. 31.03.2014)	0.00	23,51,19,976	20,10,96,475	21,81,65,272
ii)	Dipesh Mining Pvt. Ltd.	1,04,41,304	1,04,41,304	1,04,41,304	1,04,41,304
iii)	Jiwan Jyoti Traders Pvt. Ltd.	84,46,795	84,46,795	84,46,795	84,46,795
iv)	Paramount Dealcomm Pvt. Ltd.	84,46,005	84,46,005	84,46,005	84,46,005
v)	Premasagar Merchants Pvt. Ltd.	1,05,25,204	1,05,25,204	1,05,25,203	1,05,25,203
vi)	Splendor Distributors Pvt. Ltd.	95,95,855	95,95,855	95,95,855	95,95,855
	TOTAL	4,74,55,163	28,25,75,138	24,85,51,637	26,56,20,434

The above loans are repayable after one year on demand.

38. The salient features of Service Concession Arrangement w.r.t Bus Terminal and Depot and Commercial Complex at Kota

- i) The Company entered into an "Agreement to Develop" with Rajasthan State Road Transport Corporation (RSRTC), grantor, for Development/Construction of Bus Terminal and Depot and Commercial Complex at Kota, on 19th September, 2007. The project was to be completed within 18 months. Delay in approval of drawing by Statutory Authorities affected the progress of the project and delay in completion. During the year company has received revised sanction plan from client for some modification and additional works. The modification and additional works for the second phase are in advance stage and Bus stand depot is likely to be opened in F.Y. 2014-15.
- ii) The project cost has been estimated at ₹ 72,00,00,000/- out of which ₹ 65,75,32,244/- have been spent till 31.03.2014. The expenditure incurred has been shown in Balance Sheet under the main head "Fixed Assets" and sub-head "Intangible assets under development" (refer note No. 12). The total expenditure will be amortized over the period, the asset is available for use.
- iii) Right to Lease Commercial Complex: The period of lease of right of Commercial complex is 40 years (30 years + 10 years extended period) from the date of completion of the project. Thereafter, the Commercial Complex will be handed over to RSRTC.
- iv) a) Revenue from advertisement, outside the building shall be shared 50% to RSRTC & 50% to the Licensee. No Revenue sharing from advertisement etc. inside the building.
b) The revenue from commercial complex will be shared with RSRTC in the following manner:

S. No.	Details of area/space to be used for shops/stalls or other occupants at Bus Stand Kota	License fee upto 36 months	License fee after 36 months upto the license period of 30 years	License fee after 30 years for a further period of 10 years
1)	For the space area 15 Sqm or more area	₹ 10/- per Sqm per month	₹ 50/- per Sqm per month with 10% cumulative increase every year.	License fee effective as on Completion of 30 years and others terms & conditions will remain unchanged.
2)	For space less than 15 Sqm	₹ 150/- per month in each case.	₹ 750/- per month in each case with 10% cumulative increase every year.	License fee effective as on completion of 30 years and others terms & conditions will remain unchanged.

- v) Maintenance Obligations: The maintenance of Bus Terminal and Depot is the responsibility of RSRTC. There is a contractual obligation on the company to maintain the commercial complex. The actual maintenance charges will be recovered from the occupants of the commercial complex.



39. GRATUITY AND OTHER POST EMPLOYMENT BENEFIT PLANS

Defined contribution plan

A) Contribution to Recognised Provident Fund

The Company contributed ₹ 2,38,02,815/- (March 31, 2013 ₹ 3,23,07,375/-) towards provident fund during the year ended March 31, 2014.

B) Gratuity Plan

The Company has a defined benefit gratuity plan. Gratuity is computed as 15 days salary for every completed year of service or part thereof in excess of 6 months and is payable on retirement/termination/resignation. The enterprises has funded the liability with Life Insurance Corporation (LIC). Company makes provision of such gratuity liability in the books of accounts on the basis of actuarial valuation as per the projected unit credit method.

The following tables summarise the components of net benefit expense recognized in the statement of profit and loss and amounts recognized in the balance sheet for the Gratuity.

Statement of Profit and Loss

Net Employee benefit expenses recognized in the employee cost.

	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Current Service Cost	84,90,681	1,08,32,495
Past Service Cost	-	-
Interest Cost	66,04,071	65,10,996
Expected Return on Plan Assets	(55,72,592)	(52,82,736)
Curtailement credit	-	-
Net Actuarial (Gain) / Loss recognized during the year	(65,67,259)	(24,32,674)
Expenses recognized in the statement of profit and Loss	29,54,901	96,28,081

Balance Sheet

Details of Provision of Gratuity

	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Present Value of Defined Benefit Obligation	7,70,92,465	8,35,95,839
Fair Value of Plan Assets	6,08,28,477	5,99,20,341
Plan Assets / (Liability)	(1,62,63,988)	(2,36,75,498)

Changes in the Present Value of defined benefit obligation are as follows:

	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Opening defined benefit Obligation	8,35,95,839	7,57,09,259
Current Service Cost	84,90,681	1,08,32,495
Interest Cost	66,04,071	65,10,996
Benefits Paid	(1,47,51,230)	(71,94,055)
Curtailement Credit	-	-
Past service cost	-	-
Actuarial (Gains) / Losses on obligation	(68,46,896)	(22,62,856)
Closing Defined Benefit Obligation	7,70,92,465	8,35,95,839

Changes in the fair value of Plan Assets are as follows :

	As at 31.03.2014	As at 31.03.2013
	(₹)	(₹)
Opening fair value of Plan Assets	5,99,20,341	5,71,10,659
Expected Return	55,72,592	52,82,736
Contributions by the employer	74,35,395	45,51,183
Benefits Paid	(1,18,20,214)	(71,94,055)
Actuarial Gains / (Losses)	(2,79,637)	1,69,818
Closing fair value of Plan Assets	6,08,28,477	5,99,20,341

The major categories of Plan Assets as a percentage of fair value of total Plan Assets are as follows :

	As at 31.03.2014	As at 31.03.2013
	(₹)	(₹)
Investment with Insurer	100%	100%

The Principal assumption used in determining Gratuity obligations for the Company's plans are shown below :

	As at 31.03.2014	As at 31.03.2013
	(₹)	(₹)
Discount Rate	8.60%	7.90%
Expected Return on Plan Assets	8.75%	9.30%
Employee Turnover	30 % for all ages	30 % for all ages
Rate of Increase in Compensation levels	6.00%	8.00%

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

The overall expected rate of return on Assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligations is to be settled. The Company expects to contribute ₹ 90,27,840 to Gratuity Fund in the next year. (March 31, 2013: ₹ 1,08,31,569)

Amount for the current and previous four years are as follows :

	31.03.2010	31.03.2011	31.03.2012	31.03.2013	31.03.2014
	(₹)	(₹)	(₹)	(₹)	(₹)
Defined Benefit Obligation	5,59,67,851	6,93,84,050	7,57,09,259	8,35,95,839	7,70,92,465
Plan Assets	3,02,64,766	4,03,34,124	5,71,10,659	5,99,20,341	6,08,28,477
Surplus / (Deficit)	(2,57,03,085)	(2,90,49,926)	(1,85,98,600)	(2,36,75,498)	(1,62,63,988)
Experience Adjustments on plan liabilities- (loss) / Gain	(15,70,556)	(41,04,710)	9,60,748	7782523	15,13,920
Experience adjustments on Plan Assets- (loss) / Gain	5,82,331	-	-	1,69,818	(2,79,637)

**C) Leave Encashment :-**

The employees have availed all the leaves benefits and there has been no credits of leave as on balance sheet date, consequently, no provision for the leave encashment has been made.

40. AUDITORS' REMUNERATION

S. No.	Particulars	Current Year (₹)	Previous Year (₹)
(i)	As Audit Fee	16,00,000/-	17,97,760/-*
(ii)	Tax Audit Fee	4,00,000/-	4,49,440/-*
(iii)	Certification & other matters	8,273/-	-
(iv)	Out of pocket expenses	1,78,845/-	1,31,827/-
	Total	21,87,118/-	23,79,027/-

* Includes service tax charged to the Profit & Loss.

- 41. a)** The Company has taken various residential, office and warehouse premises under operating lease agreements. These are generally not non-cancellable and are renewable by mutual consent. There are no restrictions imposed by Lease Agreement. There are no subleases.

Particulars	Lease Payments during 2013-14 (₹)	Lease Payments during 2012-13 (₹)
Total lease payment for the year (recognized in statement of Profit & Loss)	5,16,63,730/-	8,69,98,449/-
Minimum Lease Payments		
Not later than one year	1,25,34,011/-	2,17,27,157/-
Later than one year but not later than five years	27,69,940/-	42,73,823/-
Later than five years	-	-

b) Operating Lease

The company has leased facilities under non-cancellable operating lease. The future minimum lease payment receivables in respect of these leases as at March 31, 2014 are:

Minimum lease payments receivables	2014	2013
1. Upto one year	-	45,000/-
2. Two to five Years	-	-
3. More than 5 years	-	-
Total	-	45,000/-

42. RELATED PARTY DISCLOSURE:

i) List of Related Parties (as ascertained by the management)

1. Parties under common control & Associates:

M/s. Ahlcon Parenterals (India) Limited (ceased w.e.f. 28.09.2012)

M/s. Tidal Securities Private Ltd.

M/s. Ahlcons India Private Limited

M/s. Capricon Industrials Ltd.

M/s. Ahluwalia Builders & Development Group Pvt. Ltd.

2. Wholly owned Subsidiary Companies

M/s. Ahlcon Ready Mix Concrete Pvt. Ltd. (ceased w.e.f. 31.03.2014)

M/s. Dipesh Mining Pvt. Ltd.

M/s. Jiwanyoti Traders Pvt. Ltd.

M/s. Paramount Dealcomm Pvt. Ltd.

M/s. Prem Sagar Merchants Pvt. Ltd.

M/s. Splendor Distributors Pvt. Ltd.

3. Key Management Personnel:

Mr. Bikramjit Ahluwalia

Chairman & Managing Director

Mr. Shobhit Uppal

Dy. Managing Director

Mr. Vikaas Ahluwalia

Whole Time Director (Resigned w.e.f. 14.02.2014)

Mrs. Sudershan Walia

Whole Time Director (Resigned w.e.f. 30.05.2012)

Mr. Vinay Pal

Whole Time Director

4. Relative of Key Management Personnel & Relationship:

Mrs. Sudershan Walia

Wife of Chairman & Managing Director

Mrs. Rohini Ahluwalia

Daughter of Chairman & Managing Director

Mrs. Rachna Uppal

Daughter of Chairman & Managing Director

5. Enterprises over which key management personnel are able to exercise significant influence.

Karam Chand Ahluwalia Hospital & Medical Research Society

Ahluwalia Construction Group (Proprietor Mr. Bikramjit Ahluwalia)

Shanti Devi Progressive Education Society

ii) Transactions During the Year with Related Parties

Nature of Transactions	Subsidiaries	Key Management Personnel	Relative of Key Management Personnel	Enterprises owned or significantly influenced by key management personnel or their relatives	Parties under common control & Associates	Total
Transactions during the year						
Purchase of Commercial Vehicle						
Ahlcon RMC Pvt. Ltd.	90,26,250	-	-	-	-	90,26,250
	-	-	-	-	-	-
Rent received						
Ahlcon India Pvt. Ltd.	-	-	-	-	-	-
	-	-	-	-	(7,33,968)	(7,33,968)
Ahlcon Parenterals India Ltd.	-	-	-	-	45,000	45,000
	-	-	-	-	(2,70,000)	(2,70,000)
Ahlcon RMC Pvt. Ltd.	-	-	-	-	-	-
	(2)	-	-	-	-	(2)



Nature of Transactions	Subsidiaries	Key Management Personnel	Relative of Key Management Personnel	Enterprises owned or significantly influenced by key management personnel or their relatives	Parties under common control & Associates	Total
Payment against Contract work						
Ahlcon India Pvt. Ltd.	-	-	-	-	8,04,70,701	8,04,70,701
	-	-	-	-	(10,13,81,503)	(10,13,81,503)
Ahlcon RMC Pvt. Ltd.	-	-	-	-		-
	(1,06,40,588)	-	-	-		(1,06,40,588)
Purchase of Material						
Ahlcon India Pvt. Ltd.	-	-	-	-	-	-
	-	-	-	-	(1,61,178)	(1,61,178)
Ahlcon RMC Pvt. Ltd.	-	-	-	-		-
	(1,81,57,659)	-	-	-		(1,81,57,659)
Rent paid						
Sudershan Walia	-	-	54,00,000			54,00,000
	-	(12,20,000)	(54,00,000)			(66,20,000)
Rachna Uppal	-	-	12,00,000	-		12,00,000
	-	-	(12,00,000)	-		(12,00,000)
Rohini Ahluwalia	-	-	7,20,000			7,20,000
	-	-	(7,20,000)	-		(7,20,000)
Ahluwalia Construction Group	-	-	-	3,00,000		3,00,000
	-	-	-	(3,00,000)		(3,00,000)
Managerial remuneration						
Bikramjit Ahluwalia	-	48,00,000	-	-		48,00,000
	-	(79,49,311)	-	-		(79,49,311)
Shobhit Uppal	-	48,00,000	-	-		48,00,000
	-	(63,84,098)	-	-		(63,84,098)
Sudershan Walia	-	-	-	-		-
	-	(1,31,457)	-	-		(1,31,457)
Vikaas Ahluwalia	-	9,17,290	-	-		9,17,290
	-	(10,48,332)	-	-		(10,48,332)
Vinay Pal	-	46,80,000	-	-		46,80,000
	-	(46,80,000)	-	-		(46,80,000)
Sale of Investment						
Ahlcon RMC Pvt. Ltd.	-	1,60,00,000	40,00,000	-		2,00,00,000
	-	-	-	-		-
Loan to body corporate						
Ahlcon RMC Pvt. Ltd.	3,40,23,501	-	-	-		3,40,23,501
	(18,90,96,475)	-	-	-		(18,90,96,475)
Payment against machinery hire						
Ahlcon RMC Pvt. Ltd.	-	-	-	-		-
	(23,29,809)	-	-	-		(23,29,809)

Nature of Transactions	Subsidiaries	Key Management Personnel	Relative of Key Management Personnel	Enterprises owned or significantly influenced by key management personnel or their relatives	Parties under common control & Associates	Total
Receipts against contract work						
Ahluwalia Construction Group	-	-	-	-		-
	-	-	-	(65,57,168)		(65,57,168)
Sale of Land & Building Bikramjit Ahluwalia	-	15,00,00,000	-	-		15,00,00,000
	-	(28,00,00,000)	-	-		(28,00,00,000)
Repayment of Loan Ahlcon RMC Pvt. Ltd.	9,00,00,000					9,00,00,000
	-					-
Bikramjit Ahluwalia		18,35,31,918				18,35,31,918
		(3,12,86,113)				(3,12,86,113)
Loan from Directors Bikramjit Ahluwalia	-	24,91,37,381	-	-		24,91,37,381
	-	(10,65,00,000)	-	-		(10,65,00,000)
Enterprises over which key managerial personnel is able to exercise significant influence						
Karam Chand Ahluwalia Hospital & Medical Research Society	-	-	-	1,00,000		1,00,000
	-	-	-	(5,50,000)		(5,50,000)
Balances Outstanding as at year end						
Due from Related Parties (Trade Receivables)						
Ahlcon Parenterals India Ltd.	-	-	-	-	2,83,500	2,83,500
	-	-	-	-	(2,43,000)	(2,43,000)
Advance recoverable in cash or kind or for value to be received						
Ahlcon India Pvt. Ltd.	-	-	-	-	1,77,54,32	1,77,54,32
	-	-	-	-	(6,99,78,915)	(6,99,78,915)
Investments						
Ahluwalia Builders & Development Group Pvt. Ltd.	-	-	-	-	1,66,200	1,66,200
	-	-	-	-	(1,66,200)	(1,66,200)
Ahlcons India Pvt. Ltd.	-	-	-	-	2,50,000	2,50,000
	-	-	-	-	(2,50,000)	(2,50,000)
Capricon Industrials Ltd.	-	-	-	-	1,72,740	1,72,740
	-	-	-	-	(1,72,740)	(1,72,740)



Nature of Transactions	Subsidiaries	Key Management Personnel	Relative of Key Management Personnel	Enterprises owned or significantly influenced by key management personnel or their relatives	Parties under common control & Associates	Total
Ahlcon Ready Mix Concrete Pvt. Ltd.	- (10,00,00,000)	-	-	-	-	- (10,00,00,000)
Premasagar Merchants Pvt. Ltd.	28,60,000 (28,60,000)	-	-	-	-	28,60,000 (28,60,000)
Paramount Dealcomm Pvt. Ltd.	28,60,000 (28,60,000)	-	-	-	-	28,60,000 (28,60,000)
Splendor Distributors Pvt. Ltd.	28,60,000 (28,60,000)	-	-	-	-	28,60,000 (28,60,000)
Dipesh Mining Pvt. Ltd.	28,60,000 (28,60,000)	-	-	-	-	28,60,000 (28,60,000)
Jiwan Jyoti Traders Pvt. Ltd.	28,60,000 (28,60,000)	-	-	-	-	28,60,000 (28,60,000)
Loan to body corporate						
Ahlcon Ready Mix Concrete Pvt. Ltd.	- (20,10,96,475)	-	-	-	-	- (20,10,96,475)
Dipesh Mining Pvt. Ltd.	1,04,41,304 (1,04,41,304)	-	-	-	-	1,04,41,304 (1,04,41,304)
Jiwan Jyoti Traders Pvt. Ltd.	84,46,795 (84,46,795)	-	-	-	-	84,46,795 (84,46,795)
Paramount Dealcomm Pvt. Ltd.	84,46,005 (84,46,005)	-	-	-	-	84,46,005 (84,46,005)
Premasagar Merchants Pvt. Ltd.	1,05,25,204 (1,05,25,203)	-	-	-	-	1,05,25,204 (1,05,25,203)
Splendor Distributors Pvt. Ltd.	95,95,855 (95,95,855)	-	-	-	-	95,95,855 (95,95,855)
Loan due to Directors						
Bikramjit Ahluwalia	-	14,08,19,350	-	-	-	14,08,19,350
	-	(7,52,13,887)	-	-	-	(7,52,13,887)
Due to related parties (Remuneration & rent)						
Bikramjit Ahluwalia	-	13,99,957	-	-	-	13,99,957
	-	(13,43,378)	-	-	-	(13,43,378)
Sudershan Walia	-	-	55,01,159	-	-	55,01,159
	-	-	(50,01,763)	-	-	(50,01,763)
Shobhit Uppal	-	23,72,574	-	-	-	23,72,574
	-	(11,67,462)	-	-	-	(11,67,462)
Vikaas Ahluwalia	-	46,41,016	-	-	-	46,41,016
	-	(39,43,726)	-	-	-	(39,43,726)
Vinay Pal	-	4,60,000	-	-	-	4,60,000
	-	(3,90,000)	-	-	-	(3,90,000)
Rachna Uppal	-	-	13,82,874	-	-	13,82,874
	-	-	(9,02,874)	-	-	(9,02,874)

Nature of Transactions	Subsidiaries	Key Management Personnel	Relative of Key Management Personnel	Enterprises owned or significantly influenced by key management personnel or their relatives	Parties under common control & Associates	Total
Rohini Ahluwalia	-	-	7,23,600	-	-	7,23,600
	-	-	(5,75,600)	-	-	(5,75,600)
Pledge of Shares						
Bikramjit Ahluwalia		30,00,000 (30,00,000)	-	-	-	30,00,000 (30,00,000)
Sudershan Walia		-	2,05,42,760 (2,05,42,760)	-	-	2,05,42,760 (2,05,42,760)
Corporate guarantee						
Ahlcon RMC Pvt. Ltd.	- (16,50,00,000)	-	-	-	-	- (16,50,00,000)

- Previous year figures are given in brackets.
- No amount has been written off or provided for in respect of transactions with the related parties except for (i) provision made for doubtful loans and advances of ₹ Nil (P.Y. 14,88,83,500/-) in respect of subsidiary Ahlcon Ready Mix Concrete Pvt. Ltd. (ii) Provision for diminution in value of long term investment of subsidiary Ahlcon Ready Mix Concrete Pvt. Ltd. ₹ Nil (P.Y. 10,00,00,000/-).

43. EARNINGS PER SHARE (EPS)

Particulars	31.03.2014	31.03.2013
Net profit / (loss) as per statement of profit & loss	21,74,81,903	(76,22,24,514)
Number of equity shares of ₹ 2/- each at the beginning of the year	6,27,62,560	6,27,62,560
Number of equity shares of ₹ 2/- each at the end of the year	6,27,62,560	6,27,62,560
Weighted average number of equity shares of ₹ 2/- each at the end of the year for calculation of basic and diluted EPS	6,27,62,560	6,27,62,560
Basic and diluted earnings per share (in ₹) (Per share of ₹ 2/- each)	3.47	(12.14)

44. DISCLOSURE IN ACCORDANCE WITH ACCOUNTING STANDARD -7 (REVISED) AMOUNT DUE FROM/TO CUSTOMERS ON CONSTRUCTION CONTRACTS

	Current Year (₹)	Previous Year (₹)
Contract revenue recognized as revenue in the year	950,95,06,581	1315,91,95,531
Contract costs incurred and recognised profits (less recognised losses) upto the reporting date	934,03,64,751	1314,56,39,618
Advances received	187,03,85,098	200,53,16,748
Retention money	90,58,38,893	90,67,05,728
Gross amount due from customers for contract work	6,54,59,326	3,63,69,209
Gross amount due to customers for contract work	-	-

Note:- The above information is given only in respect of contracts are in progress as on balance sheet date.



45. SEGMENT REPORTING :-

The company is engaged in the business of providing construction related activities where risks and returns in all the cases are similar.

Further the company operates only within India having similar: (i) economic and political conditions, (ii) activities at all project locations and (iii) risk associated with the operations. As such the risks and returns at all project locations are similar.

Therefore the operations of the company fall under single segment as defined in Accounting Standard-17.

46. PARTICULARS REGARDING TRADING GOODS (CONSTRUCTION RELATED MATERIAL)

Current Year:-

S. No.	Item	Opening stock Value ₹	Purchase Value ₹	Sales Value ₹	Closing Stock Value ₹
1	Cable	-	18384405	21474128	-
2	Panel	-	25493560	27975563	-
3	Cable Tray	-	4262652	6173668	-
4	Lighting Fixtures	-	26198998	28011270	-
5	Raceway	-	2535835	3206003	-
6	DBS & MCB	-	12365253	16982663	-
7	Building Management Systems	-	10115788	10318104	-
8	Other	-	13746710	18346724	-
	Gross Total	-	113103219	132488123	-

Previous Year:-

S. No.	Item	Opening stock Value ₹	Purchase Value ₹	Sales Value ₹	Closing Stock Value ₹
1	Cable	-	17779624	21143941	-
2	Panel	-	8075979	10362418	-
3	Transformer	-	4405547	5984914	-
4	Lighting Fixtures	-	5496429	8482342	-
5	Chiller	-	12432884	12681541	-
6	D.G. Set	-	40529155	41339738	-
7	Plumbing Pumps	-	8200412	8364420	-
	Other	-	79853853	85355928	-
	Gross Total	-	176773883	193715242	-

47. CIF VALUE OF IMPORTS

	Current Year (₹)	Previous Year (₹)
Raw Materials	2,22,63,902	85,88,710
Capital Goods	2,34,19,135	56,09,603
Technical / Professional Consultation Fees	32,55,910	-

48. ADVANCE PAYMENT FOR IMPORTS

	Current Year (₹)	Previous Year (₹)
Raw Material	-	-
Capital Goods	-	35,20,852

49. EXPENDITURES IN FOREIGN CURRENCY

	Current Year (₹)	Previous Year (₹)
Travelling expenses	7,21,573	6,63,456
Total	7,21,573	6,63,456

50. EARNINGS IN FOREIGN CURRENCY

Current Year (₹)	Nil
Previous Year (₹)	Nil

51. CONSUMPTION OF IMPORTED AND INDIGENOUS MATERIAL

	Current Year		Previous Year	
	(₹)	(%)	(₹)	(%)
Raw Materials				
Imported	2,22,63,902	7.30	85,88,710	0.11
Indigenous	457,67,21,873	92.70	765,11,61,948	99.89
Total	459,89,85,775	100.00	765,97,50,658	100.00
Stores & Spares				
Imported				
Indigenous	5,33,73,729	100.00	7,42,32,400	100.00
Total	5,33,73,729	100.00	7,42,32,400	100.00

The company is mainly engaged in the business of construction activities. Keeping in view the multifarious jobs at different sites and practical difficulties in measuring building material, individual details with regard to inventory and consumption of raw materials are not given. And in view of diverse nature of contracts and wide variety of material consumed, the additional information has been furnished to the extent practicable.

52. CHANGE IN ACCOUNTING ESTIMATE

During the year the company has revised the estimated useful life of the Plant & Machinery (shuttering material) from one year to four year based on technical estimates made by the management. Accordingly depreciation for the year ended 31.03.2014 is lower by ₹ 1,91,23,612/- Had the company continued to use the earlier basis of providing depreciation, the charge to the statement of Profit & Loss for the current year would have been higher by ₹ 1,91,23,612/- and net block of fixed assets would correspondingly have been lower by ₹ 1,91,23,612/-.

53. PREVIOUS YEAR FIGURES

The company has reclassified previous year figures to conform to this year's classification.

As per our report of even date annexed

For **ARUN K. GUPTA & ASSOCIATES**
Firm Registration No. 000605N
CHARTERED ACCOUNTANTS

GIREESH KUMAR GOENKA
Partner
M.No. 096655

Place: New Delhi
Date: 30-05-2014

BIKRAMJIT AHLUWALIA
Chairman & Managing Director
(Chief Executive Officer)

S.K. SACHDEVA
Chief Financial Officer

SHOBHIT UPPAL
Dy. Managing Director

VIPIN KUMAR TIWARI
G. M. (Corporate)
& Company Secretary

Consolidated Financial Statement

CONSOLIDATED INDEPENDENT AUDITORS' REPORT

To The Board of Directors of

Ahluwalia Contracts (India) Limited

REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS

1. We have audited the accompanying consolidated financial statements of Ahluwalia Contracts (India) Limited (the "Company") and its subsidiaries (collectively referred to as "the Group"), which comprise the Consolidated Balance Sheet as at March 31, 2014, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS

2. Management is responsible for the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with accounting principles generally accepted in India. 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 or error.

AUDITORS' RESPONSIBILITY

3. 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.

4. 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 auditors' judgement, 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 auditors' considers internal control relevant to the Group's preparation and presentation of the consolidated financial statements that give a true and fair view 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

5. In our opinion and to the best of our information and according to the explanations given to us, and based on consideration of the reports of the other auditors' on the financial statements of the subsidiaries as noted below, the consolidated financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:
 - (a) In the case of the Consolidated Balance Sheet, of the state of affairs of the Group as at March 31, 2014;
 - (b) In the case of the Consolidated Statement of Profit and loss, of the profit of the Group for the year ended on that date and
 - (c) In the case of the Consolidated Cash Flow Statement of the cash flows of the Group for the year ended on that date.



OTHER MATTERS

6. We did not audit the financial statements of five subsidiaries namely Dipesh Mining Private Ltd, Jiwanjyoti Traders Pvt. Ltd, Paramount Dealcomm Pvt. Ltd, Prem Sagar Merchants Pvt. Ltd & Splendor Distributors Pvt. Ltd, whose financial statements reflect total assets of ₹ 510,76,495/- as at 31st March, 2014 and total revenue of ₹ Nil for the year then ended and net cash flows from operating activities of ₹ 1,03,961/-. These financial statements have been audited by other auditors whose reports have been furnished to us, and our opinion in so far

as it relates to the amounts included in respect of these subsidiaries is based solely on the report of the other auditors.

For **ARUN K GUPTA & ASSOCIATES**

Chartered Accountants

FRN.-000605N

Place : New Delhi

Dated: 30.05.2014

(GIREESH KUMAR GOENKA)

Partner

M.No. 096655

CONSOLIDATED BALANCE SHEET

as at 31st March, 2014

PARTICULARS	NOTES	AS AT 31.03.2014 (₹)	AS AT 31.03.2013 (₹)
EQUITY AND LIABILITIES			
SHAREHOLDERS FUND			
Share capital	3	125525120	125525120
Reserves & surplus	4	2135420465	1918227436
		2260945585	2043752556
NON-CURRENT LIABILITIES			
Long-term borrowings	5	329277952	413606192
Other long-term liabilities	6	659821646	330893756
Long-term provisions	7	14359409	20609605
		1003459007	765109553
CURRENT LIABILITIES			
Short-term borrowings	8	1935315505	2088259281
Trade payables	9	2905599109	3068595340
Other current liabilities	10	2372396479	2763728234
Short term provisions	11	27070754	5561571
		7240381847	7926144427
TOTAL >		10504786439	10735006535
ASSETS			
NON-CURRENT ASSETS			
Fixed Assets	12		
Tangible assets		1336361967	1576925009
Intangible assets		7372876	8830932
Capital work-in progress		30265335	16001202
Intangible assets under development		657532244	402147810
Goodwill on consolidation		13800000	13800000
		2045332422	2017704953
Non-current investment	13	588940	588940
Deferred tax assets (net)	14	162049723	162049723
Long-term loans and advances	15	724735181	842500161
Trade receivables	16	662315087	550289468
Other non-current assets	17	96202479	90344853
		1645891410	1645773146
CURRENT ASSETS			
Inventories	18	1719530059	1672063219
Trade receivables	19	4044990641	4213061844
Cash and bank balances	20	545561253	861847900
Short-term loans and advances	21	463278320	289444670
Other current assets	22	40202334	35110805
		6813562607	7071528437
TOTAL >		10504786439	10735006535

Summary of Significant Accounting Policies

2

The accompanying notes are an integral part of the financial statements.

As per our report of even date annexed

On behalf of the Board of Directors

For **ARUN K. GUPTA & ASSOCIATES**
Firm Registration No. 000605N
CHARTERED ACCOUNTANTS

BIKRAMJIT AHLUWALIA
Chairman & Managing Director
(Chief Executive Officer)

SHOBHIT UPPAL
Dy. Managing Director

GIREESH KUMAR GOENKA
Partner
M.No. 096655

S.K. SACHDEVA
Chief Financial Officer

VIPIN KUMAR TIWARI
G. M. (Corporate)
& Company Secretary

Place: New Delhi
Date: 30-05-2014



CONSOLIDATED STATEMENT OF PROFIT AND LOSS

for the year ended 31st March, 2014

PARTICULARS	NOTES	FOR YEAR ENDED 31-03-2014 (₹)	FOR YEAR ENDED 31-03-2013 (₹)
REVENUE FROM OPERATIONS			
Revenue from operations	23	9605952518	14308670923
Other Income	24	127871293	169729372
Total Revenue(A)		9733823812	14478400296
EXPENSES			
Cost of Material Consumed		4599134775	7973742168
Operating Expenses	25	2472057090	3321231325
Purchase of Traded Goods		113103219	176773883
(Increase)/ Decrease in inventory of		(167638860)	143158420
Work in Progress	26		
Employee benefit expenses	27	1946100347	2655000358
Finance costs	28	386437194	370813793
Depreciation	12	124237786	404929878
Less Transfer from Revaluation Reserve		167586	167586
Other expenses	29	288584895	356174355
Total Expenses(B)		9761848859	15401656594
Profit before tax and exceptional item		(28025047)	(923256298)
Exceptional Item	30	245885663	210723897
PROFIT BEFORE TAX		217860616	(712532401)
Provision for Current Tax		0	0
Provision for Wealth Tax		500000	600000
NET PROFIT AFTER TAX		217360616	(713132401)
Earning per share(Basic)	₹	3.46	(11.36)
Earning per share(Diluted)	₹	3.46	(11.36)
(Face Value ₹ 2/- each)			
Summary of Significant Accounting Policies	2		

The accompanying notes are an integral part of the financial statements.

As per our report of even date annexed

On behalf of the Board of Directors

For **ARUN K. GUPTA & ASSOCIATES**
Firm Registration No. 000605N
CHARTERED ACCOUNTANTS

BIKRAMJIT AHLUWALIA
Chairman & Managing Director
(Chief Executive Officer)

SHOBHIT UPPAL
Dy. Managing Director

GIREESH KUMAR GOENKA
Partner
M.No. 096655

S.K. SACHDEVA
Chief Financial Officer

VIPIN KUMAR TIWARI
G. M. (Corporate)
& Company Secretary

Place: New Delhi
Date: 30-05-2014

CONSOLIDATED CASH FLOW STATEMENT

for the year ended 31st March, 2014

	FOR YEAR ENDED 31.03.2014 (₹)	FOR YEAR ENDED 31.03.2013 (₹)
A. Cash Flow from Operating Activities		
Net Profit before Tax and extra ordinary items	21,78,60,616	(71,25,32,401)
Adjustment for :		
Depreciation & amortisation expense	12,40,70,200	40,47,62,292
Interest Income	(8,65,90,267)	(5,46,33,049)
Interest Paid	33,83,18,080	32,94,20,424
Rent Received	(45,000)	(10,66,968)
Provision for future losses in respect of projects	2,46,66,175	-
Provision for doubtful advances/debts	5,09,00,807	9,22,710
Provision for doubtful advances/debts written back	(1,76,91,209)	-
Profit on Sale of Fixed Assets	(14,30,13,237)	(25,85,21,058)
Loss on disposal of fixed assets of subsidiary company	13,17,25,267	-
Profit on disposal of investment in a subsidiary	(23,64,99,190)	-
Loss on Sale of Fixed Assets	15,82,722	4,83,68,773
Operating Profit before working Capital Changes :	40,52,84,965	(24,32,79,277)
Adjustment for :		
(Increase)/decrease in Trade Receivables	5,60,45,584	34,05,05,800
(Increase)/decrease in Inventories	(4,74,66,840)	54,87,63,826
Increase/(decrease) in Trade & Other Payables/Provisions	(12,18,51,178)	(51,01,53,371)
(Increase)/decrease in Loans and Advances & Other Receivables	11,77,74,175	5,24,23,909
Cash generated from Operations :	40,97,86,705	18,82,60,887
Direct Taxes Paid	(20,16,14,586)	(28,71,05,256)
Net Cash from Operating Activities	20,81,72,119	(9,88,44,369)
B. Cash Flow from Investing Activities		
Purchase of Fixed Assets	(33,86,61,936)	(35,54,07,218)
Movement in Fixed Deposits with Banks	16,15,71,917	(71,09,365)
Sale of Investment	-	2,00,00,000
Profit on disposal of investment in a subsidiary	23,64,99,190	-
Sale of Fixed Assets	19,65,01,927	41,45,94,034
Interest Received	6,97,03,255	2,25,67,730
Rent Received	45,000	10,66,968
Net Cash from Investing Activities	32,56,59,353	9,57,12,149



	FOR YEAR ENDED 31.03.2014 (₹)	FOR YEAR ENDED 31.03.2013 (₹)
C. Cash Flow from Financing Activities		
Proceeds from Long term borrowings	13,97,32,000	39,00,47,451
Repayment of Long term borrowings	(34,08,95,517)	(25,63,88,823)
Movement in Short term borrowings	(15,29,43,776)	12,33,39,996
Interest Paid	(33,44,38,910)	(32,31,96,388)
Net Cash from Financing Activities	(68,85,46,203)	(6,61,97,764)
Net Increase/Decrease in Cash & Cash Equivalents	(15,47,14,731)	(6,93,29,984)
Cash & Cash equivalents Opening	42,11,40,354	49,04,70,338
Cash & Cash equivalents Closing	26,64,25,623	42,11,40,354
Components of Cash and Cash Equivalents		
Cash in Hand	9,01,18,653	13,31,88,610
Balance with Scheduled Banks - Current Accounts	17,57,65,232	28,72,56,759
Unpaid Dividend Accounts *	5,41,738	6,94,985
	26,64,25,623	42,11,40,354
Add:- Term Deposits pledged with Scheduled banks not considered as cash and cash equivalents	36,57,87,226	50,51,85,477
Less:- Fixed Deposits having maturity period more than 12 months	8,66,51,597	6,44,77,932
Cash and Bank Balances	54,55,61,252	86,18,47,899
* These Balances are not available for the use by the Company as they represent corresponding unpaid dividend liabilities		

Notes :-

- The above Cash Flow Statement has been prepared under the 'Indirect Method' as stated in Accounting Standard 3 on Cash Flow Statements issued by the Institute of Chartered Accountants of India.
- Negative figures have been shown in brackets.

As per our report of even date annexed

For **ARUN K. GUPTA & ASSOCIATES**
Firm Registration No. 000605N
CHARTERED ACCOUNTANTS

GIREESH KUMAR GOENKA
Partner
M.No. 096655

Place: New Delhi
Date: 30-05-2014

On behalf of the Board of Directors

BIKRAMJIT AHLUWALIA
Chairman & Managing Director
(Chief Executive Officer)

S.K. SACHDEVA
Chief Financial Officer

SHOBHIT UPPAL
Dy. Managing Director

VIPIN KUMAR TIWARI
G. M. (Corporate)
& Company Secretary

SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS TO THE CONSOLIDATED FINANCIAL STATEMENTS OF AHLUWALIA CONTRACTS (INDIA) LIMITED AND ITS SUBSIDIARIES

for the financial year ended 31.03.2014

1. NATURE OF OPERATIONS

Ahluwalia Contracts (India) Limited (hereinafter referred to as "the Parent Company") is a Public Ltd. Company in India and incorporated under the provisions of the Companies Act, 1956. The Company is primarily engaged in the business of construction activities. The company has also diversified into Built Operate Transfer (BOT) operations by building and operating commercial complex under concession service arrangements.

1A. PRINCIPLES OF CONSOLIDATION

a) The consolidated financial statements relate to Ahluwalia Contracts (India) Limited and its wholly owned subsidiary companies. The consolidated financial statements have been prepared on the following basis :

- i) The financial statements of the Parent company and its subsidiary companies have been combined on a line by line basis by adding together the book values of like items of assets, liabilities, income and expenses. Intra group balances and intra group transactions and resulting unrealized profits are eliminated in full as per Accounting Standard-21, Consolidated Financial Statements, as notified by Companies Accounting Standards Rules, 2006. Unrealized losses resulting from intra group transactions are also eliminated unless cost cannot be recovered.
- ii) The financial statements of the Subsidiary Companies used in the consolidation are drawn for the same period as that of the Parent Company i.e. year ended March 31, 2014.
- iii) Any excess/deficit of cost to the Parent Company of its investment over the Parent Company's proportion of equity in the subsidiaries as at the date of investment is recognized in the consolidated financial statements as Goodwill/Capital Reserve.

- b) List of subsidiary companies which are considered in the consolidation and the Parent Company's holding therein are as under :

S. No.	Name of the Subsidiary Company	Country of Incorporation	Extent of holding (%) as on March 31, 2014
1.	Ahlcon Ready Mix Concrete Pvt. Ltd.*	India	100
2.	Dipesh Mining Pvt. Ltd.	India	100
3.	Jiwan Jyoti Traders Pvt. Ltd.	India	100
4.	Paramount Dealcomm Pvt. Ltd.	India	100
5.	Premasagar Merchants Pvt. Ltd.	India	100
6.	Splendor Distributors Pvt. Ltd.	India	100

* During the year, the Group has divested its stake in Ahlcon Ready Mix Concrete Pvt. Ltd. on March,31, 2014. The aforesaid divestment has an effect of decrease in assets and liabilities by ₹ 8,50,66,547/- and ₹ 5,90,46,059/- respectively and increase in results by ₹ 2,37,63,525/- (after including profit on sale of trade investment of ₹ 23,64,99,190/-)

2. SIGNIFICANT ACCOUNTING POLICIES

(A) BASIS OF PREPARATION OF FINANCIAL STATEMENTS

- (i) The consolidated financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956 read with General Circular 8/2014 dated April 4, 2014 issued by the Ministry of Corporate Affairs. The financial statements have been prepared under the historical cost convention on an accrual basis except in case of assets for which revaluation is carried out. The accounting policies adopted in the preparation of financial statements are consistent with those of previous



year.

- (ii) The company generally follows Mercantile System of accounting and recognizes items of Income and Expenditure on accrual basis except:-

Works contract tax deducted at source included in advances by clients are charged to statement of profit and loss in the year of deduction and the refunds, if any, are accounted for in the year of receipt.

- (iii) Expenditure incurred in respect of additional costs/ delays is accounted in the year in which they are incurred. Claims made in respect thereof are accounted as work receipts in the year of receipt of arbitration award or acceptance by client or evidence of acceptance received from the client.

(B) USE OF ESTIMATES

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

(C) REVENUE RECOGNITION

- (i) Revenue recognition and valuation of the contract Work In Progress are as per Accounting Standard AS-7. Work receipts are taken on percentage completion method, stated on the basis of physical measurement of work actually completed at the balance sheet date, taking into account the contractual price and revision thereto. The site mobilisation expenditure is apportioned over the period of contract in proportion to value of work done. Foreseeable losses are accounted for when they are determined except to the extent they are expected to be recovered through claims presented or to be presented to the customers or in arbitration. Work receipts are shown net off Service Tax and Value added taxes.
- (ii) In respect of Real Estate projects the sales are accounted for at the time of handing over the possession of the flat / space to the buyers.
- (iii) Stage / percentage of completion is determined with reference to the certificates given by the Clients / Consultants appointed by Clients as well

as on the billing schedule agreed with them for the value of work done during the year.

- (iv) Dividend is recognized when the shareholders' right to receive payment is established by the balance sheet date.
- (v) Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate.
- (vi) Rent and other related services are accounted for accrual basis.

(D) FIXED ASSETS

- (i) Fixed Assets are stated at Cost of acquisition. Fixed Assets acquired under Hire Purchase Schemes are capitalised at their principal value and hire (finance) charges are charged off as revenue expenditure.
- (ii) Company's Land & Buildings have been revalued as on 31-03-1992 by Government approved registered valuer on the basis of their prevailing day value. Difference between the total value of these assets on revaluation and written down value as on 31.03.1992 of ₹ 10,691,246/- had been credited to revaluation reserve account.

(E) DEPRECIATION / AMORTISATION

- (i) Depreciation is provided on straight line method in accordance with Schedule XIV of the Companies Act, 1956.
- (ii) Depreciation on Addition/Deletion from the assets during the year is provided on pro-rata basis.
- (iii) Fixed assets costing below ₹ 5000/- are provided @ 100% on prorata basis.
- (iv) Depreciation is charged on the historical cost of Fixed Assets (Except for Revalued Assets) including taxes, duties and installation costs.
- (v) The company has revised the estimated useful life of the Plant & Machinery (shuttering material) during the year from one year to four year based on technical estimates made by the management and accordingly depreciation has been provided @ 25% on prorata basis.
- (vi) Lease hold land is amortised over the period of lease.

(F) INTANGIBLES

Software costs relating to acquisition of initial software licence fee and installation cost are capitalized in the year of purchase and amortized on straight line basis

over its useful life, which is considered to be of a period of five years.

(G) IMPAIRMENT OF ASSETS

The company makes an assessment of any indicator that may lead to impairment of assets on an annual basis. An impairment loss is recognised wherever the carrying amount of the assets exceeds its recoverable amount. The recoverable amount is greater of the net selling price and value in use. In assessing value in use valuation is done by the estimated future cash flows (discounted to their present value, based on an appropriate discounting factor) are used. Impairment losses are recognised in the statement of Profit and Loss.

(H) BORROWING COST

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

(I) INVESTMENTS

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long term investments are carried at cost. However, provision for diminution in value is made to recognize a decline, other than temporary, in the value of such investments.

(J) INVENTORIES

- (i) Inventories are valued at cost or net realizable value whichever is lower.
- (ii) Unbilled revenue and uncertified bills are considered as Work-in-progress which is valued on the basis of expenditure directly related to project.

(K) EMPLOYEE BENEFITS

(a) Short-term employee benefits:

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. These benefits include compensated absences such as paid annual leave. The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is recognized during the period.

(b) Post-employment benefits:

- (i) Retirement benefits in the form of the Company's contribution to Provident Fund etc. are charged to the statement of Profit & Loss of the year when the contributions to the respective funds are due.
- (ii) The Company's gratuity benefit scheme is a defined benefit plan. The Company's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and the fair value of any plan assets is deducted. The present value of the obligation under such defined benefit plan is determined based on actuarial valuation using the projected unit credit method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plans, are based on the market yields on government securities as at the balance sheet date.

When the calculation results in a benefit to the company, the recognized asset is limited to the net total of any unrecognized actuarial losses and past service costs and the present value of any future refunds from the plan or reductions in future contributions to the plan.

Actuarial gains and losses are recognized immediately in the statement of profit & loss.

(L) FOREIGN EXCHANGE TRANSACTIONS

- (i) Transactions arising in Foreign Currency are converted at the exchange rates prevailing as on date of transactions. Monetary Assets & Liabilities denominated in Foreign Currencies are restated at year end exchange rates. All exchange difference arising on conversion are charged to statement of Profit & Loss.
- (ii) *Forward Exchange Contracts (Derivative Instruments) not intended for trading or speculation purposes*



The Company uses derivative financial instruments including forward exchange contracts to hedge its risk associated with foreign currency fluctuations. The premium or discount arising at the inception of forward exchange contracts is amortized as expense or income over the life of the contract. Exchange differences on such contracts are recognized in the statement of profit and loss in the year in which the exchange rates change. Any profit or loss arising on cancellation or renewal of forward exchange contract is recognized as income or as expense for the year.

(M) CONCESSION ARRANGEMENT

Judgments and estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are reasonable under the circumstances.

The company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal to the related actual results. Significant assumptions used in accounting for the intangible asset are given below:

The intangible assets are measured at cost, i.e. fair value of the construction service. The exchange of construction services for an intangible asset is regarded as a transaction that generates revenue and costs, which will be recognized by reference to the stage of completion of the Construction. The intangible asset is assumed to be received only upon completion of construction and recognized on such completion. Until then, the expenditure incurred on this project will be debited as "Intangible Assets under development" under the main head of "Fixed Assets". The value of the intangible asset shall be amortized over the estimated useful life. The carrying value of intangible asset is reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

(N) INCOME TAXES

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing difference for the earlier years. Deferred tax is

measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date.

Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the Company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

(O) PROVISIONS

A provision is recognized when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best management estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current management estimates.

(P) LEASES

(i) Where the Company is lessee, Finance leases, which effectively transfer to the Company substantially all the risks and benefits incidental to ownership of the leased items, are capitalized at the lower of the fair value and present value of the minimum lease payments at the inception of the lease term and disclosed as leased assets. Lease payments are apportioned between the finance charges and reduction of the lease liability based on the implicit rate of return. Finance charges are charged directly against income. Lease management fees, legal charges and other initial direct costs are capitalized.

If there is no reasonable certainty that the Company will obtain the ownership by the end of the lease term, capitalized leased assets are depreciated over the shorter of the estimated useful life of the asset or the lease term.

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item are classified as operating leases. Operating lease payments are recognized as an expense in the statement of Profit & Loss on a straight-line basis over the lease term.

- (ii) Where the company is lessor, assets subject to operating leases are included under fixed assets or current assets as appropriate. Rent (lease) income is recognized in the statement of Profit and Loss on a straight-line basis over the lease term. Direct costs, including depreciation are recognized as an expense in the statement of profit and loss.

(Q) EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the year. For the purpose of calculating Diluted Earnings per Share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential Equity shares.

(R) CASH AND CASH EQUIVALENTS

Cash and cash equivalents for the purpose of cash flow statement comprise cash at bank and in hand and short term investments with an original maturity of three months or less.

(S) CONTINGENT LIABILITY

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

3. SHARE CAPITAL

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
AUTHORISED CAPITAL		
10,00,00,000, Equity Share of Rs, 2/- each (P.Y. 10,00,00,000 Equity Share of ₹ 2/- each)	200000000	200000000
ISSUED, SUBSCRIBED & PAIDUP		
6,27,62,560 , Equity Shares of ₹ 2/- each (P.Y. 6,27,62,560 Equity Shares of ₹ 2/- each)		
fully paid up	125525120	125525120
TOTAL	125525120	125525120

Terms / Rights attached to equity shares

The company has only one class of equity share having a par value of ₹ 2/- per share. Each equity shareholder is entitled for one vote per share.

The Company declares and pays dividend in Indian Rupees. The dividend proposed by the Board of Directors of the company, subject to the approval of the Members/Shareholders of the Company in the ensuing Annual General Meeting.

As per records of the company, including its register of Shareholders/Members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.


Reconciliation of the number of Equity shares outstanding at the beginning and at the end of the reporting period

PARTICULARS	As at 31.03.2014		As at 31.03.2013	
	No. of Shares	Amount in (₹)	No. of Shares	Amount in (₹)
At the beginning of the period	62762560	125525120	62762560	125525120
Add : Shares issued during the year	Nil	Nil	Nil	Nil
Outstanding at the end of the period	62762560	125525120	62762560	125525120

Details of shareholders holding more than 5% shares in the company		No. of Shares	% age of Holdings	No. of Shares	% age of Holdings
		As at March 31, 2014	As at March 31, 2014	As at March 31, 2013	As at March 31, 2013
Equity shares of ₹ 2/- each fully paid					
Mr. Bikramjit Ahluwalia	Promoter	5181198	8.26	5181198	8.26
Mrs. Sudershan Walia	Promoter	23562380	37.54	23562380	37.54
Mr. Shobhit Uppal	Promoter	4308000	6.86	4308000	6.86
Mrs. Ram Piari	Promoter	4259900	6.79	4259900	6.79
Mrs. Pushpa Rani	Promoter	3956100	6.30	3956100	6.30
Nalanda India Fund Limited	Body Corporate	3545485	5.65	3545485	5.65
Nalanda India Equity Fund Limited	Body Corporate	3870102	6.17	3870102	6.17

4. RESERVES & SURPLUS

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Securities Premium Account	16000000	16000000
Revaluation reserve		
Balance as per last financial statement	7171940	7339526
Less: transferred to profit and loss account	167586	167586
	7004354	7171940
General Reserve		
Balance as per last financial statement	344790243	344790243
Add : Transferred from Profit and Loss account	0	0
	344790243	344790243
Surplus/ (Deficit) in the Statement of Profit & Loss-Opening Balance	1550265253	2263397654
Add: Net Profit/(Loss) for the year	217360616	-713132401
Amount available for appropriation	1767625868	1550265253
Net surplus in the statement of profit and loss	1767625868	1550265253
Total	2135420465	1918227436

5. LONG-TERM BORROWINGS

PARTICULARS	As at 31.03.2014 (₹)		As at 31.03.2013 (₹)	
TERM LOANS				
From Banks	338151308		398628750	
Less Current maturity (refer note No.10)	52500000	285651308	58319554	340309196
From Others	112154080		231182091	
Less Current maturity (refer note No.10)	68566446	43587634	170362793	60819298
VEHICLE LOANS				
From Banks	258070		554817	
Less Current maturity (refer note No.10)	219060	39010	296747	258070
From others			21361317	
Less Current maturity (refer note No.10)	0	0	9141689	12219628
TOTAL		329277952		413606192

Term Loans

- From Punjab & Sind Bank of ₹ 33,81,51,308/- (Previous year ₹ 39,10,39,792/-) is secured by way of
 - a) Negative lien on licensing rights and future lease rentals receivable, through ESCROW mechanism of commercial complex with bus depot and workshop at Kota under Service Concession Arrangement.
 - b) All future lease rentals to be received on account of commercial complex at Kota will be charged to bank and company not to raise any loan against such rent/lease receivables
 - c) Charge on Escrow accounts: The parking/advertising revenue and lease rentals to be routed through the Escrow account and bank will have right to first appropriate the said cash flows towards recovery of interest / principal installments of term loan, installment of any other charges etc.
 - d) Personal Guarantees of a Director, Mr.Bikramjit Ahluwalia and from relatives of the directors (i) Mrs. Sudershan Walia (ii) Mr.Vikaas Ahluwalia
 - e) The term loan bear floating interest at the rate base rate plus 2.75% p.a. The term loan repayable in 32 quarterly installments of ₹1,31,25,000/-each starting after September 2012
- Term Loan facilities from HDFC Bank of ₹2,58,070/- (₹11,05,688/-) against vehicles are secured by way of hypothecation of specified vehicles. The term loan bear interest rate 11.50%. The term loans are repayable in 36 monthly installments till 05.05.2015.
- Other Term Loans from Siemens Financial services Ltd., Magma Fincorp Ltd., SREI Equipments Finance Pvt. Ltd. & L&T Finance Ltd. are secured by way of hypothecation of specified machineries / vehicles. The term loans bear interest rate 10.64% to 16.00%. The terms loans are repayable in 23, 35, 23 & 36 monthly installments till 01.08.2014, 01.07.2014, 03.10.2015 & 15.12.2016 respectively.

6. OTHER LONG-TERM LIABILITIES

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Mobilisation Advance	659821646	330893756
TOTAL	659821646	330893756

**7. LONG-TERM PROVISIONS**

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Provision for Gratuity	14359409	20609605
TOTAL	14359409	20609605

8. SHORT-TERM BORROWINGS

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
SECURED		
Working Capital Loan from Banks	1794496155	2013045394
UNSECURED		
Short Term Loan		
From Related party (refer note No. 42)	140819350	75213887
TOTAL	1935315505	2088259281

Working Capital loans From various banks are secured by way of

- First pari passu charges on all existing and future current assets of the company.
- Equitable mortgage of property situated at A-177, Okhla Industrial Area, New Delhi.
- Equitable mortgage of property situated at C-5/34, S.D. Area, New Delhi belonging to the promoter director.
- Pledge of 1,02,00,000 No. of equity shares to Punjab & Sind Bank and pledge of 15,00,000 No. of equity shares to Bank of Maharashtra of the company by the promoter director.
- Pledge of fixed deposit receipt for ₹ 1,52,00,000/- by a promoter director.
- Personal guarantees of directors (i) Mr. Bikramjit Ahluwalia (ii) Mr. Shobhit Uppal and relative(s) of the directors (i) Mrs. Sudershan Walia & (ii) Mr. Vikaas Ahluwalia.
- The working capital loans from Banks bear floating interest rate ranging from base rate plus 2% to 5%.
- Unsecured loan from related party is interest free and payable on demand.

9. TRADE PAYABLES

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Trade Payables		
Dues to Micro and Small Enterprises (refer note-34)	6324189	6935755
Others	2899274920	3061659585
TOTAL	2905599109	3068595340

10. OTHER CURRENT LIABILITIES

PARTICULARS	As at 31.03.2014	As at 31.03.2013
	(₹)	(₹)
Current maturities of term loans from banks (refer note-5)	52500000	58319554.00
Current maturities of term loans from others (refer note-5)	68566446	170362793.00
Current maturities of vehicle loans from banks (refer note-5)	219060	296747.00
Current maturities of vehicle loans from others (refer note-5)	0	9141689
Mobilisation Advance	1367860625	1717549583
Advance Against Material at Site	263895329	222356199
Advance against flat booking	4642998	9192854
Dues to Statutory Authorities	301767276	235916788
Due to Related parties	8873548	6844566
Other payables	299650289	326828441
Interest accrued but not due on borrowing	1308488	1168034
Interest accrued and due on borrowing	2570682	5056002
Unclaimed Dividend (1)	541739	694985
TOTAL	2372396479	2763728234

(1) To be transferred to Investor Education and Protection Fund as & when due.

11. SHORT-TERM PROVISIONS

PARTICULARS	As at 31.03.2014	As at 31.03.2013
	(₹)	(₹)
For Gratuity	1904579	4961571
For Wealth Tax	500000	600000
For future losses in respect of projects	24666175	0
TOTAL	27070754	5561571



12. FIXED ASSETS

DESCRIPTION OF ASSETS	GROSS BLOCK				DEPRECIATION			NET BLOCK		
	COST AS ON 1/4/2013	ADDITIONS DURING THE YEAR	SALES/ADJUSTMENTS DURING THE YEAR	TOTAL AS ON 31/03/2014	UPTO 31/03/2013	DURING FOR THE YEAR	ADJUSTMENTS DURING THE YEAR	TOTAL AS ON 31/03/2014	W.D.V AS ON 31/03/2014	W.D.V AS ON 31/3/2013
	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)
LAND-LEASEHOLD	28715682		2510739	26204943	2500785	363860	78246	2786399	23418544	26214897
LAND- FREEHOLD	48045388		9217040	38828348	0			0	38828348	48045388
BUILDING	53599075		10281373	43317702	7562827	789872	1927239.00	6425460	36892242	46036248
TEMPORARY STRUCTURES	38708989	541800		39250789	38532423	421563		38953986	296803	176566
PLANT & MACHINERY	1559809343	33122602	146840242	1446091703	370705429	69010114	29275419.00	410440124	1035651579	1189103914
SHUTTERING MATERIAL	1295611999	17424954		1313036953	1276281157	6374542		1282655699	30381254	19330842
EARTH MOVERS	57572669		4613484	52959185	41869044	6278096	2305953.00	45841187	7117998	15703625
VEHICLES	140201481	1443160	20588411	121056230	66648524	12577529	10116086.00	69109967	51946263	73552957
COMMERCIAL VEHICLES	208149259	9026250	62116052	155059457	116780134	17557119	34151450.00	100185803	54873654	91369125
FURNITURE & FIXTURES	22467085	1920273	3660234	20727124	10914170	972109	783551.00	11102728	9624396	11552915
OFFICE EQUIPMENTS	39211451	2604077	3486859	38328669	12291648	1746163	587349.00	13450462	24878207	26919803
AIR CONDITIONERS	14538625	610112	828664	14320073	4033315	685608	173512.00	4545411	9774662	10505310
COMPUTERS	51927307	642906	4038829	48531384	33513887	4723791	2384311.00	35853367	12678017	18413420
INTANGIBLES ASSETS										
COMPUTER SOFTWARE	17276445	1677235	1071261	17882419	8445513	2737420	673390.00	10509543	7372876	8830932
GROSS TOTAL	3575834797.50	69013369	269253188	3375594979	1990078856	124237786	82456506.00	2031860136	1343734842.50	1585755942
PREVIOUS YEAR	3835276089.00	255537454	509689164	3581124379	1895685975	404929878	305247415.00	1995368438	1585755941.00	1939590114
CAPITAL WORK-IN-PROGRESS									30265335	16001202
INTANGIBLE ASSETS UNDER DEVELOPMENT									657532244	402147810

(Service concession arrangement) refer note-36

NOTE :-

- 1) Gross Block of Plant & Machinery, Shuttering Material, Earth Movers, Vehicles and Commercial Vehicles includes ₹ 5,49,08,651/- (P.Y. ₹ 9,48,43,055/-), ₹ 22,33,900/- (P.Y ₹ 5,84,87,396/-), ₹ Nil (P.Y. ₹ 33,65,234/-), ₹ 7,87,225/- (P.Y. ₹ 7,87,225/-), ₹ 55,95,620/- (P.Y. ₹ 2,53,49,595/-) taken on hire purchase/ finance respectively
- 2) Land lease hold includes ₹ 13,59,872/- pending registration in the name of the company.
- 3) Building includes ₹ 1,36,80,000/- pending registration in the name of the company.
- 4) Capital Work-in-Progress comprises (i) Plant & Machinery in transit ₹ 1,92,87,423/- (P.Y. ₹ 53,31,328/-) (ii) Vehicle in transit ₹ 2,95,978/- (P.Y. Nil) and
- 5) Intangible assets under development (service concession arrangement) ₹ 65,75,32,244/- (P.Y. ₹ 40,21,47,810/-) includes interest on borrowings ₹4,67,95,439/- during the year up to 31-03-2014 ₹ 10,87,13,561/- (up to P.Y. ₹ 6,19,18,122/-).

13. NON-CURRENT INVESTMENT

PARTICULARS	Balance As at 01.04.2013 (₹)	Additions During the Year (₹)	Sale/ Adjustment During the Year (₹)	Balance As at 31.03.2014 (₹)
INVESTMENTS IN EQUITY SHARES TRADE INVESTMENTS, FULLY PAID UP (AT COST) UNQUOTED				
(A) (1) 1662 (P.Y. 1662) Equity shares of ₹ 100/- each M/s. Ahluwalia Builders & Development Group Pvt. Ltd. a company in which directors are interested	166200	0	0	166200
(2) 2500 (P.Y. 2500) Equity shares of ₹ 100/- each M/s Ahlcons India Pvt. Ltd. a company in which directors are interested	250000	0	0	250000
(3) 17274 (P.Y. 17274) Equity shares of ₹ 10/- each M/s. Capricon Industrials Ltd. a company in which directors are interested	172740	0	0	172740
Total value of investment	588940	0	0	588940

14. DEFERRED TAX

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Deferred tax Assets		
Timing difference on account of Depreciation (Difference as per books & as per Income Tax Act)	116340358	153661574
On account of Disallowances	33985972	98429239
On account of unabsorbed losses and depreciation	340850204	377837133
Total (A)	491176534	629927946
Deferred tax Liabilities	0	0
Total (B)	0	0
Net deferred Tax Assets/(Liabilities)(A-B)	491176534	629927946
Net deferred Tax Assets/(Liabilities) for the year	0	329808620

Note:-

In view of virtual uncertainty, deferred tax assets on carried forward losses and unabsorbed depreciation has not been recognised. However, deferred tax assets (other than on carried forward losses and depreciation) of earlier years have not been derecognised in view of the management's assessment of projected profitability in subsequent years.


15. LONG-TERM LOANS AND ADVANCES

PARTICULARS	As at 31.03.2014 (₹)		As at 31.03.2013 (₹)	
Unsecured, Considered Good				
Loans to Subsidiaries		0		0
Capital advances		43992112		43992112
Advances recoverable in cash or in kind or for value to be received				
i) Advance against Real Estate project	66000000		52500000	
ii) Earnest Money Deposit	4550747		12272797	
iii) Staff Advance	450000		420300	
iv) Advance Income tax /TDS (net of provisions) (Includes ₹ 3,65,32,900/- cash seized P.Y. 3,65,32,900/-)	564141477		669641019	
v) Others	45600846	680743070	63673934	798508050
Unsecured, considered doubtful				
Advance others		2750745		0
Advance against Real Estate project		5000000		18500000
		732485926		861000162
Less: Provision for doubtful advances		7750745		18500000
TOTAL		724735181		842500162

16. TRADE RECEIVABLES (NON CURRENT)

PARTICULARS	As at 31.03.2014 (₹)		As at 31.03.2013 (₹)	
Receivables outstanding for a period exceeding six months from the date they are due from payment				
Unsecured, considered good				
Retention Money	78987382		46033177	
Against Running Bills	583327705	662315087	504256291	550289468
Unsecured, considered doubtful				
Retention Money	9399652		8944315	
Against Running Bills	25315909	34715561	50972407	59916722
Less: Provision for doubtful debts		34715561		59916722
TOTAL		662315087		550289468

17. OTHER NON-CURRENT ASSETS

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Deposits with maturity more than 12 months (refer note No. 20)	86651598	64477932
Interest Receivable on deposits	2838514	23492789
Prepaid Expenses	6712367	2374133
TOTAL	96202479	90344853

18 INVENTORIES

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Work in Progress	1123374513	955735653
Raw Material (includes in transit ₹ 82,77,891/- (P.Y. ₹ 94,56,212/-)	561571350	670718157
Scrap (including shuttering scrap)	34584196	45609409
TOTAL	1719530059	1672063219

19. TRADE RECEIVABLE (CURRENT)

PARTICULARS	As at 31.03.2014 (₹)		As at 31.03.2013 (₹)	
Receivables outstanding for a period exceeding six months from the date they are due for payment				
Unsecured, considered good				
Retention Money	1144450200		1113784582	
Against Running Bills	781372891	1925823091	942084981	2055869563
Others debts				
(Unsecured, considered good)				
Retention Money	23549612		0	
Against Running Bills	2095617938	2119167550	2157192281	2157192281
TOTAL		4044990641		4213061844

20. CASH AND BANK BALANCES

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Cash and cash equivalents		
Cash-in-hand	90118653	133188610
Balance with banks		
In current accounts	175765232	287256759
In unpaid dividend accounts(1)	541739	694985
Total (A)	266425624	421140354
Other Bank Balance		
Deposits with original maturity less than 3 months (2)	4204553	2545895
Deposits with original maturity more than 3 months but less than 12 months (2)	228115330	332992500
Deposits with original maturity more than 12 months (2)	133467342	169647082
	365787226	505185477
Less : Amount disclosed under non current assets	86651597	64477932
Total (B)	279135628	440707545
Cash & bank balances (A+B)	545561253	861847900

(1) These balances are not available for the use by the company as they represent corresponding unpaid dividend liabilities.

(2) Pledged with banks as margin for bank guarantees, letter of credit and deposited with the court for legal against the Company.


21. SHORT-TERM LOANS AND ADVANCES

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Unsecured, Considered Good		
Advances recoverable in cash or in kind or for value to be received		
i) Earnest Money Deposit	13752050	7330000
ii) Advances to Related Parties (refer note No. 42) are interested	1775432	69978915
iii) Advance to Suppliers & Petty Contractors	97385862	99820985
iv) Advance to Staff	5075695	11883397
v) Advance Income tax /TDS (net of provisions)	300183892	0
vi) Fixed Assets held for sale	0	88142381
vii) Others	45105389	12288993
TOTAL	463278320	289444670

22 OTHER CURRENT ASSETS

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Interest Receivable on deposits	14048497	8572530
Prepaid Expenses	26153837	26538275
TOTAL	40202334	35110805

23. REVENUE FROM OPERATIONS

PARTICULARS	Year Ending 31.03.2014 (₹)	Year Ending 31.03.2013 (₹)
Contract Work Receipts	9436174891.47	13634206201.15
Sale of Ready Mix Concrete & other receipts	2834548	443075679
Less:- Excise duty	324373	16534998
Sales Trading	2510175	426540681
Sale (Scrap)	132488123	193715242
	34779329	54208799
TOTAL	9605952518	14308670923

24. OTHER INCOME

PARTICULARS	Year Ending 31.03.2014 (₹)	Year Ending 31.03.2013 (₹)
Interest on deposits (Tax deducted at source ₹ 38,76,241/- P.Y. ₹ 52,53,505/-)	50367476	54633049
Rent	45000	1066968
Liabilities Written Back	19395209	22029371
Profit on sale of Fixed Assets	1901497	1580702
Interest on Income Tax Refund	36222791	0
Profit on sale of long term investment (Non Trade)	0	0
Professional Receipts	0	0
Exchange Fluctuation gain (net)	5591	0
Provision for Diminution in value of Non-Current investment Written back	0	0
Commission	0	8820310
Other Receipts	2242521	6161734
Provision for Doubtful Debts Written Back	4191209	28150071
Provision for doubtful advances Written Back	13500000	0
Director remuneration written back	0	4733409*
Shuttering scrap	0	42553759
TOTAL	127871293	169729372

* Reversed as per Central Government direction.

25. OPERATING EXPENSES

PARTICULARS	Year Ending 31.03.2014 (₹)	Year Ending 31.03.2013 (₹)
Sub-Contracts	1840482083	2390269617
Professional Charges	33330319	35174045
Power & Fuel	263914609	360810903
Machinery & Shuttering Hire Charges	133588001	278458814
Machinery Repair & Maintenance	76968780	113109571
Commercial Vehicle Running & Maintenance	14462365	10824413
Testing Expenses	4579973	7441144
Insurance Expenses	31695156	38505017
Watch & Ward Expenses	73035804	86637801
TOTAL	2472057090	3321231325



26. (INCREASE)/ DECREASE IN INVENTORY

PARTICULARS	Year Ending 31.03.2014 (₹)	Year Ending 31.03.2013 (₹)
Work-in-Progress (Building Construction)		
Opening Stock:	955735653	1098894073
Closing Stock	1123374513	955735653
	(167638860)	143158420

27. EMPLOYEE BENEFIT EXPENSES

PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Staff Cost		
Salaries and other benefits (Including Directors Remuneration ₹ 1,51,97,290/- previous year ₹ 1,76,16,570/-)	737012044	921437215
Employees Welfare	19618793	29114680
Employer's Contribution to Provident and Other Funds	16915709	30727315
	773546546	981279210
Labour Cost		
Labour Wages & other benefits	1088355890	1581047298
Contribution to Provident & Other Funds	13402492	22536948
Hutment Expenses	1856874	6030911
Labour Welfare	68938545	64105991
	1172553801	1673721148
TOTAL	1946100347	2655000358

28. FINANCE COST

PARTICULARS	Year Ending 31.03.2014 (₹)	Year Ending 31.03.2013 (₹)
Interest on Term Loans	25639363	29350165
Interest on Working Capital & Others	312678717	300070260
Interest on Income Tax	0	17300
Upfront/Processing fee	7951476	3691646
Bank Charges	40167637	37684422
TOTAL	386437194	370813793

29. OTHER EXPENSES

PARTICULARS	Year Ending 31.03.2014 (₹)	Year Ending 31.03.2013 (₹)
Electricity & Water Charges	7020194	5824043
Rent	52228205	89707584
Travelling & Conveyance Expenses	30855415	44042699
Legal & Professional Charges	34967897	33925300
Repairs & Maintenance : -		
Building	1912134	0
Others	11636083	12911304
Vehicle Running & Maintenance	26758520	28626567
Postage, Telegram and Telephone Expenses	13006606	19734009
Printing and Stationery	9323948	13221890
Advertisement	479612	850696
Business Promotion	1676146	3119411
Charity & Donation (other than Political parties)	194013	719751
Insurance Charges	2176449	11650314
Watch & Ward Expenses	2327644	5357895
Rates & Taxes	1006943	4014271
Workman Compensation	2062850	914484
Miscellaneous Expenses	4280197	5857104
Auditor's Remuneration (refer note 40)	2387568	2714027
Loss on Sale of Fixed Assets	1582722	2152314
Bad Debts/Doubtful Advances Written Off	166552674	31320977
Provision for doubtful advances written back	(142369230)	0
Provision for doubtful debts	26717363	35885794
Provision for doubtful advances	0	2500000
Provision for future losses in respect of projects	24666175	0
Obsolete stock written off	212730	0
Prior Period Expences	6602037	743921
Directors Sitting Fees	320000	380000
TOTAL	288584895	356174355

30. EXCEPTIONAL ITEMS

PARTICULARS	Year Ending 31.03.2014 (₹)	Year Ending 31.03.2013 (₹)
Profit on sale of land	141111740	256940356
Loss on disposal of fixed assets of subsidiary company	(131725267)	(46216459)
Profit on sale of trade investment in a subsidiary company	236499190	0
TOTAL	245885663	210723897

Also refer note-40


31A. CONTINGENT LIABILITIES NOT PROVIDED FOR

S.No.	PARTICULARS	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
a)	Counter guarantees given to bankers against Bank guarantees	384,56,90,275	440,19,25,523
b)	Indemnity Bonds/Performance Bonds/ Surety Bonds / Corporate guarantees given to clients	153,88,80,490	121,88,38,492
c)	Value Added Tax liability	1,98,16,085	35,46,68,005
d)	Demand of stamp duty on Real Estate Project	57,41,980	57,41,980
e)	Claims against the company not Acknowledged as debts	50,50,66,711	49,96,25,898
f)	Excise duty demand for F.Y. 1998-99 & 2000-2001	14,26,506	39,37,696
g)	Service tax demand on alleged		
	(i) wrong availment of abatement on account of free supply of material by the Client*	209,23,99,269	203,08,28,774
	(ii) Composition scheme	119,38,02,337	87,37,30,527
	(iii) Exempted projects	47,84,15,456	46,67,94,442
	(iv) Others	47,06,52,422	46,59,86,294
h)	Provident fund demand	54,57,34,315	54,57,34,315

Based on legal opinion taken by the Company & discussions with the advocates & consultants, the Company believes that there is fair chance of decisions in its favour in respect of all items listed in (c) to (h) above and hence no provision is considered necessary against the same. The replies/appeals have been filed before appropriate authorities/Courts. Disposal is awaited.

*In one case, the matter has been decided in favour of the company by CESTAT, New Delhi. Further, the larger bench of the Tribunal has decided the matter of non inclusion of value of free of cost material supplied by the client in favour of the appellants in similar cases. In view of the above, no liability is likely to arise.

b. Capital commitments :- Capital contracts remaining to be executed (net of payments) and not provided for ₹ 6,24,67,756/- (Previous Year ₹ 3,31,036,132/-)

32a. The company had executed Common Wealth Games Village Project and raised R.A. bills amounting to ₹ 638,87,67,898/- up to the March, 2011 which have been certified to the extent of ₹ 571,84,67,898/-. The company has further raised bills and lodged claims of ₹ 418,02,86,608/- on the client with respect to additional works on account of deviations and other aspects which is disputed by the client. The client has in turn raised a counter claim on the company for ₹ 250,92,91,002/- . As per the terms of the agreement, both the parties have initiated process of arbitration and appointed arbitrators. The Hon'ble High Court has appointed a third Arbitrator as presiding Arbitrator. The matter is under arbitration. The management is hopeful of getting a favorable award and recovery of dues.

b. On 19th Jan, 2011 Sri Sumeru Realty Pvt. Ltd (SSRPL) Bangalore, a client invoked the Bank Guarantees amounting to ₹ 500,44,760/- and terminated the Contract on 10.03.2011. The Company filed petition in the District and Sessions Court, Bangalore to restrain the Bank for release of Payment against these Bank Guarantees. The Court restrained the Bank to release the payment of Bank Guarantees. The Company has also filed petition in the District Court, Bangalore on 20.3.2011 to secure its claims of ₹ 22,74,79,303/-. As per the terms of the agreement, both the parties have initiated process of arbitration and appointed arbitrators. The Hon'ble High Court has appointed a third Arbitrator as presiding Arbitrator. The matter is under arbitration. The management is hopeful of getting a favorable award.

c. The Construction contract of Festival City, Ludhiana was awarded on 10.03.2006 for a contract value of ₹ 110,00,00,000/- to be completed in a period of 15 months. The project was delayed due to various reasons and under suspension since June 2009. During the course of the execution of the project, the Company had entered in to an agreement to create strategic account & agreement to sell in April 2007 for contiguous office space of 28744 sq. ft for a total sale consideration of ₹ 6,46,74,743/-.

The Client's bankers have taken over possession of the project (Building) under SARFESI Act and have filed a suit for securitization of space allotted under strategic account.

The recovery of the Company's dues are dependent upon decision of the judicial process. The management believes a favorable outcome of proceedings and hopeful of recovery of dues.

- 33.** In the opinion of the Board, Current Assets, Loans and Advances are approximately of the value stated if realised in the ordinary course of business. The provisions for depreciation and for all known liabilities are adequate and not excess or short of the amount considered necessary.
- 34.** The Company has initiated the process of obtaining confirmation from suppliers who have registered themselves under the Micro Small Medium Enterprises Development Act, 2006 (MSMED Act, 2006). Based on the information available with the Company, the balance due to Micro Small Enterprises as defined under the MSMED Act, 2006 is as under:

No.	Details of Dues to Micro, Small and Medium Enterprises as per MSMED Act, 2006	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
i	The Principal amount and the interest due thereon remaining unpaid to any supplier as at the end of year.		
	Principal Amount Unpaid	63,24,189	69,35,755
	Interest Due	-	69,953
ii	The amount of interest paid by the buyer in terms of section 16, of the Micro, Small and Medium Enterprise 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	1,64,31,776	3,42,41,519
	Interest Paid beyond the Appointed Date	-	-
iii	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprise Development Act, 2006	-	-
iv	The amount of interest accrued and remaining unpaid at the end of the year; and	3,84,648	3,84,648
v	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Micro, Small and Medium Enterprise Development Act, 2006	-	-

- 35.** Trade receivables, Trade payables and Advances recoverable balances appearing in the Balance Sheet are subject to confirmation.
- 36.** The salient features of Service Concession Arrangement w.r.t Bus Terminal and Depot and Commercial Complex at Kota
- i) The Company entered into an "Agreement to Develop" with Rajasthan State Road Transport Corporation (RSRTC), grantor, for Development/Construction of Bus Terminal and Depot and Commercial Complex at Kota, on 19th September, 2007. The project was to be completed within 18 months. Delay in approval of drawing by Statutory Authorities affected the progress of the project and delay in completion. During the year company has received revised sanction plan from client for some modification and additional works. The modification and additional works for the second phase are in advance stage and Bus stand depot is likely to be opened in F.Y. 2014-15.



- ii) The project cost has been estimated at ₹ 72,00,00,000/- out of which ₹ 65,75,32,244/- have been spent till 31.03.2014. The expenditure incurred has been shown in Balance Sheet under the main head "Fixed Assets" and sub-head "Intangible assets under development" (refer note No. 12). The total expenditure will be amortized over the period, the asset is available for use.
- iii) Right to Lease Commercial Complex: The period of lease of right of Commercial complex is 40 years (30 years + 10 years extended period) from the date of completion of the project. Thereafter, the Commercial Complex will be handed over to RSRTC.
- iv) a) Revenue from advertisement, outside the building shall be shared 50% to RSRTC & 50% to the Licensee. No Revenue sharing from advertisement etc. inside the building.
b) The revenue from commercial complex will be shared with RSRTC in the following manner:

S. No.	Details of area/space to be used for shops/stalls or other occupants at Bus Stand Kota	License fee upto 36 months	License fee after 36 months upto the license period of 30 years	License fee after 30 years for a further period of 10 years
1)	For the space area 15 Sqm or more area	₹ 10/- per Sqm per month	₹ 50/- per Sqm per month with 10% cumulative increase every year.	License fee effective as on Completion of 30 years and others terms & conditions will remain unchanged.
2)	For space less than 15 Sqm	₹ 150/- per month in each case.	₹ 750/- per month in each case with 10% cumulative increase every year.	License fee effective as on completion of 30 years and others terms & conditions will remain unchanged.

- v) Maintenance Obligations: The maintenance of Bus Terminal and Depot is the responsibility of RSRTC. There is a contractual obligation on the company to maintain the commercial complex. The actual maintenance charges will be recovered from the occupants of the commercial complex.

37. GRATUITY AND OTHER POST EMPLOYMENT BENEFIT PLANS

Defined contribution plan

A) Contribution to Recognised Provident Fund

The Company contributed ₹ 2,38,02,815/- (March 31, 2013 ₹ 3,49,82,318/-) towards provident fund during the year ended March 31, 2014.

B) Gratuity Plan

The Company has a defined benefit gratuity plan. Gratuity is computed as 15 days salary for every completed year of service or part thereof in excess of 6 months and is payable on retirement/termination/resignation. The enterprises has funded the liability with Life Insurance Corporation (LIC). Company makes provision of such gratuity liability in the books of accounts on the basis of actuarial valuation as per the projected unit credit method.

The following tables summarise the components of net benefit expense recognized in the statement of profit and loss and amounts recognized in the balance sheet for the Gratuity.

Statement of Profit and Loss**Net Employee benefit expenses recognized in the employee cost.**

	As at 31.03.2014	As at 31.03.2013
	(₹)	(₹)
Current Service Cost	84,90,681	1,08,32,495
Past Service Cost	-	-
Interest Cost	66,04,071	65,10,996
Expected Return on Plan Assets	(55,72,592)	(52,82,736)
Curtailment credit	-	-
Net Actuarial (Gain) / Loss recognized during the year	(65,67,259)	(24,32,674)
Expenses recognized in the statement of profit and Loss	29,54,901	96,28,081

Balance Sheet**Details of Provision of Gratuity**

	As at 31.03.2014	As at 31.03.2013
	(₹)	(₹)
Present Value of Defined Benefit Obligation	7,70,92,465	8,35,95,839
Fair Value of Plan Assets	6,08,28,477	5,99,20,341
Plan Assets / (Liability)	(1,62,63,988)	(2,36,75,498)

Changes in the Present Value of defined benefit obligation are as follows:

	As at 31.03.2014	As at 31.03.2013
	(₹)	(₹)
Opening defined benefit Obligation	8,35,95,839	7,57,09,259
Current Service Cost	84,90,681	1,08,32,495
Interest Cost	66,04,071	65,10,996
Benefits Paid	(1,47,51,230)	(71,94,055)
Curtailment Credit	-	-
Past service cost	-	-
Actuarial (Gains) / Losses on obligation	(68,46,896)	(22,62,856)
Closing Defined Benefit Obligation	7,70,92,465	8,35,95,839

Changes in the fair value of Plan Assets are as follows :

	As at 31.03.2014	As at 31.03.2013
	(₹)	(₹)
Opening fair value of Plan Assets	5,99,20,341	5,71,10,659
Expected Return	55,72,592	52,82,736
Contributions by the employer	74,35,395	45,51,183
Benefits Paid	(1,18,20,214)	(71,94,055)
Actuarial Gains / (Losses)	(2,79,637)	(1,69,818)
Closing fair value of Plan Assets	6,08,28,477	5,99,20,341



The major categories of Plan Assets as a percentage of fair value of total Plan Assets are as follows :

	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Investment with Insurer	100%	100%

The Principal assumption used in determining Gratuity obligations for the Company's plans are shown below :

	As at 31.03.2014 (₹)	As at 31.03.2013 (₹)
Discount Rate	8.60%	7.90%
Expected Return on Plan Assets	8.75%	9.30%
Employee Turnover	30 % for all ages	30 % for all ages
Rate of Increase in Compensation levels	6.00%	8.00%

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

The overall expected rate of return on Assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligations is to be settled. The Company expects to contribute ₹ 90,27,840 to Gratuity Fund in the next year. (March 31, 2013: ₹ 1,08,31,569)

Amount for the current and previous four years are as follows :

	31.03.2010 (₹)	31.03.2011 (₹)	31.03.2012 (₹)	31.03.2013 (₹)	31.03.2014 (₹)
Defined Benefit Obligation	5,59,67,851	6,93,84,050	7,57,09,259	8,35,95,839	7,70,92,465
Plan Assets	3,02,64,766	4,03,34,124	5,71,10,659	5,99,20,341	6,08,28,477
Surplus / (Deficit)	(2,57,03,085)	(2,90,49,926)	(1,85,98,600)	(2,36,75,498)	(1,62,63,988)
Experience Adjustments on plan liabilities- (loss) / Gain	(15,70,556)	(41,04,710)	9,60,748	7782523	15,13,920
Experience adjustments on Plan Assets- (loss) / Gain	5,82,331	-	-	1,69,818	(2,79,637)

C) Leave Encashment :-

The employees have availed all the leaves benefits and there has been no credits of leave as on balance sheet date, consequently, no provision for the leave encashment has been made.

38. AUDITORS' REMUNERATION

S. No.	Particulars	Current Year (₹)	Previous Year (₹)
(i)	As Audit Fee	18,00,450/-	20,57,760*
(ii)	Tax Audit Fee	4,00,000/-	5,24,440*
(iii)	Certification & other matters	8,273/-	-
(iv)	Out of pocket expenses	1,78,845/-	1,31,827
	Total	23,87,568/-	27,14,027

* Includes service tax charged to the Profit & Loss.

39. a) The Company has taken various residential, office and warehouse premises under operating lease agreements. These are generally not non-cancellable and are renewable by mutual consent. There are no restrictions imposed by Lease Agreement. There are no subleases.

Particulars	Lease Payments during 2013-14 (₹)	Lease Payments during 2012-13 (₹)
Total lease payment for the year (recognized in statement of Profit & Loss)	5,22,28,205/-	8,97,07,584/-
Minimum Lease Payments		
Not later than one year	1,25,34,011/-	2,22,35,357/-
Later than one year but not later than five years	27,69,940/-	51,12,323/-
Later than five years	-	-

b) Operating Lease

The company has leased facilities under non-cancellable operating lease. The future minimum lease payment receivables in respect of these leases as at March 31, 2014 are:

Minimum lease payments receivables	2014	2013
1. Upto one year	-	45,000/-
2. Two to five Years	-	-
3. More than 5 years	-	-
Total	-	45,000/-

40. RELATED PARTY DISCLOSURE:

- i) List of Related Parties (as ascertained by the management)
- Parties under common control & Associates:
M/s. Ahlcon Parenterals (India) Limited (ceased w.e.f. 28.09.2012)
M/s. Tidal Securities Private Ltd.
M/s. Ahlcons India Private Limited
M/s. Capricon Industrials Ltd.
M/s. Ahluwalia Builders & Development Group Pvt. Ltd.
 - Key Management Personnel:
Mr. Bikramjit Ahluwalia Chairman & Managing Director
Mr. Shobhit Uppal Dy. Managing Director
Mr. Vikaas Ahluwalia Whole Time Director (Resigned w.e.f. 14.02.2014)
Mrs. Sudershan Walia Whole Time Director (Resigned w.e.f. 30.05.2012)
Mr. Vinay Pal Whole Time Director
 - Relative of Key Management Personnel & Relationship:
Mrs. Sudershan Walia Wife of Chairman & Managing Director
Mrs. Rohini Ahluwalia Daughter of Chairman & Managing Director
Mrs. Rachna Uppal Daughter of Chairman & Managing Director
 - Enterprises over which key management personnel are able to exercise significant influence.
Karam Chand Ahluwalia Hospital & Medical Research Society
Ahluwalia Construction Group (Proprietor Mr. Bikramjit Ahluwalia)
Shanti Devi Progressive Education Society


ii) Transactions During the Year with Related Parties

Nature of Transactions	Key Management Personnel	Relative of Key Management Personnel	Enterprises owned or significantly influenced by key management personnel or their relatives	Parties under common control & Associates	Total
	(₹)	(₹)	(₹)	(₹)	(₹)
Rent received					
Ahlcon India Pvt. Ltd.	-	-	-	-	-
	-	-	-	(7,33,968)	(7,33,968)
Ahlcon Parenterals India Ltd.	-	-	-	45,000	45,000
	-	-	-	(2,70,000)	(2,70,000)
Sale of Goods / Services / Hire Charges					
Ahluwalia Construction Group			(29,69,105)		(29,69,105)
Ahlcon Material Testing Lab			(36,79,446)		(36,79,446)
Ahlcon RMC Engineering Services			(13,48,320)		(13,48,320)
Payment against Contract work					
Ahlcon India Pvt. Ltd.		-	-	8,04,70,701	8,04,70,701
	-	-	-	(10,13,81,503)	(10,13,81,503)
Purchase of Material					
Ahlcon India Pvt. Ltd.	-	-	-	-	-
	-	-	-	(1,61,178)	(1,61,178)
Rent paid					
Sudershan Walia	-	54,00,000			54,00,000
	(12,20,000)	(54,00,000)			(66,20,000)
Rachna Uppal	-	12,00,000	-		12,00,000
	-	(12,00,000)	-		(12,00,000)
Rohini Ahluwalia	-	7,20,000			7,20,000
	-	(7,20,000)	-		(7,20,000)
Ahluwalia Construction Group	-	-	3,00,000		3,00,000
	-	-	(3,00,000)		(3,00,000)
Managerial remuneration					
Bikramjit Ahluwalia	48,00,000	-	-		48,00,000
	(48,00,000)	-	-		(48,00,000)
Shobhit Uppal	48,00,000	-	-		48,00,000
	(48,00,000)	-	-		(48,00,000)
Sudershan Walia	-	-	-		-
	(1,31,457)	-	-		(1,31,457)
Vikaas Ahluwalia	9,17,290	-	-		9,17,290
	(10,48,332)	-	-		(10,48,332)
Vinay Pal	46,80,000	-	-		46,80,000
	(46,80,000)	-	-		(46,80,000)
Vivek Arora	-				-
	(23,18,800)				(23,18,800)

Nature of Transactions	Key Management Personnel	Relative of Key Management Personnel	Enterprises owned or significantly influenced by key management personnel or their relatives	Parties under common control & Associates	Total
	(₹)	(₹)	(₹)	(₹)	(₹)
Sale of Investment					
Ahlcon RMC Pvt. Ltd.	1,60,00,000	40,00,000	-		2,00,00,000
	-	-	-		-
Receipts against contract work					
Ahluwalia Construction Group	-	-	-		-
	-	-	(65,57,168)		(65,57,168)
Sale of Land & Building					
Bikramjit Ahluwalia	15,00,00,000	-	-		15,00,00,000
	(28,00,00,000)	-	-		(28,00,00,000)
Repayment of Loan					
Bikramjit Ahluwalia	18,35,31,918	-	-		18,35,31,918
	(3,12,86,113)	-	-		(3,12,86,113)
Loan from Directors					
Bikramjit Ahluwalia	24,91,37,381	-	-		24,91,37,381
	(10,65,00,000)	-	-		(10,65,00,000)
Enterprises over which key managerial personnel is able to exercise significant influence					
Karam Chand Ahluwalia Hospital & Medical Research Society	-	-	1,00,000.00		1,00,000
	-	-	(5,50,000)		(5,50,000)
Balances Outstanding as at year end					
Due from Related Parties (Trade Receivables)					
Ahlcon Parenterals India Ltd.	-	-	-	2,83,500	2,83,500
	-	-	-	(2,43,000)	(2,43,000)
Loan due to Directors					
Bikramjit Ahluwalia	14,08,19,350	-	-		14,08,19,350
	(7,52,13,887)	-	-		(7,52,13,887)
Advance recoverable in cash or kind or of value to be received					
Ahlcon India Pvt. Ltd.	-	-	-	1,77,54,32	1,77,54,32
	-	-	-	(6,99,78,915)	(6,99,78,915)
Ahlcon Material Testing Lab	-	-	-	-	-
	-	-	(41,31,521)	-	(41,31,521)



Nature of Transactions	Key Management Personnel	Relative of Key Management Personnel	Enterprises owned or significantly influenced by key management personnel or their relatives	Parties under common control & Associates	Total
	(₹)	(₹)	(₹)	(₹)	(₹)
Investments					
Ahluwalia Builders & Development Group Pvt. Ltd.	-	-	-	1,66,200	1,66,200
	-	-	-	(1,66,200)	(1,66,200)
Ahlcons India Pvt. Ltd.	-	-	-	2,50,000	2,50,000
	-	-	-	(2,50,000)	(2,50,000)
Capricon Industrials Ltd.	-	-	-	1,72,740	1,72,740
	-	-	-	(1,72,740)	(1,72,740)
Due to related parties (Remuneration & rent)					
Bikramjit Ahluwalia	13,99,957	-	-		13,99,957
	(13,43,378)	-	-		(13,43,378)
Sudershan Walia	-	55,01,159	-		55,01,159
	-	(50,01,763)	-		(50,01,763)
Shobhit Uppal	23,72,574	-	-		23,72,574
	(11,67,462)	-	-		(11,67,462)
Vikaas Ahluwalia	46,41,016	-	-		46,41,016
	(39,43,726)	-	-		(39,43,726)
Vinay Pal	4,60,000	-	-		4,60,000
	(3,90,000)	-	-		(3,90,000)
Rachna Uppal	-	13,82,874	-		13,82,874
	-	(9,02,874)	-		(9,02,874)
Rohini Ahluwalia	-	7,23,600	-		7,23,600
	-	(5,75,600)	-		(5,75,600)
Vivek Arora	-	-	-	-	-
	(5,73,920)	-	-	-	(5,73,920)
Pledge of Shares					
Bikramjit Ahluwalia	30,00,000				30,00,000
	(30,00,000)	-	-		(30,00,000)
Sudershan Walia	-	2,05,42,760			2,05,42,760
	-	(2,05,42,760)	-	-	(2,05,42,760)

- Previous year figures are given in brackets.
- No amount has been written off or provided for

41. EARNINGS PER SHARE (EPS)

Particulars	31.03.2014 (₹)	31.03.2013 (₹)
Net profit / (loss) as per statement of profit & loss	21,73,60,614	(71,31,32,401)
Number of equity shares of ₹ 2/- each at the beginning of the year	6,27,62,560	6,27,62,560
Number of equity shares of ₹ 2/- each at the end of the year	6,27,62,560	6,27,62,560
Weighted average number of equity shares of ₹ 2/- each at the end of the year for calculation of basic and diluted EPS	6,27,62,560	6,27,62,560
Basic and diluted earnings per share (in ₹) (Per share of ₹ 2/- each)	3.46	(11.36)

42. DISCLOSURE IN ACCORDANCE WITH ACCOUNTING STANDARD -7 (REVISED) AMOUNT DUE FROM/TO CUSTOMERS ON CONSTRUCTION CONTRACTS

	Current Year (₹)	Previous Year (₹)
Contract revenue recognized as revenue in the year	950,95,06,581	1315,91,95,531
Contract costs incurred and recognised profits (less recognised losses) upto the reporting date	934,03,64,751	1314,56,39,618
Advances received	187,03,85,098	200,53,16,748
Retention money	90,58,38,893	90,67,05,728
Gross amount due from customers for contract work	6,54,59,326	3,63,69,209
Gross amount due to customers for contract work	-	-

Note:- The above information is given only in respect of contracts are in progress as on balance sheet date.

43. SEGMENT REPORTING :-

The Parent company is engaged in the business of providing construction related activities where risks and returns in all the cases are similar.

Further the company operates only within India having similar: (i) economic and political conditions, (ii) activities at all project locations and (iii) risk associated with the operations. As such the risks and returns at all project locations are similar.

Therefore the operations of the Parent company fall under single segment as defined in Accounting Standard-17.

The subsidiary of parent company i.e Ahlcon Ready Mix Concrete Pvt. Ltd. (ceased w.e.f 31-03-2014) operates in two segments – manufacturing of Ready Mix Concrete and Hiring of Construction Equipments. The Company has chosen the business segment as its primary segment considering the dominant source of revenue.

Segment Reporting**A) Information about the Primary Segments**

Particulars	Ready Mix Concrete		Equipment Rentals		Total	
	2012-13 (₹)	2013-14 (₹)	2012-13 (₹)	2013-14 (₹)	2012-13 (₹)	2013-14 (₹)
REVENUE						
External Turnover	445,487,580	-	12,181,157	2,510,175	457,668,737	2,510,175
Inter Segment Sales/Income					-	-
Other Operating Income	8,820,310				8,820,310	-



Particulars	Ready Mix Concrete		Equipment Rentals		Total	
	2012-13 (₹)	2013-14 (₹)	2012-13 (₹)	2013-14 (₹)	2012-13 (₹)	2013-14 (₹)
Total	454,307,890	-	12,181,157	2,510,175	466,489,047	2,510,175
Expenses	500,764,145		7,407,161	3,169,392	508,171,305	3,169,392
RESULT	(46,456,254)	-	4,773,996	(659,217)	(41,682,258)	(659,217)
Unallocated Corporate Expenses					82,031,301	64,254,536
Operating Profit					(123,713,559)	(64,913,752)
Interest & Finance charges					36,883,856	23,425,502
Interest Income			-	-	962,597	338,808
Extra-ordinary Items	-	-	-	-	46,216,459	(13,394,709)
Unallocated Other Income					6,161,734	6,990,048
Income Taxes					-	-
Net Profit/(Loss)					(199,689,542)	(67,615,689)

During the year, the group has divested its stake in Ahlcon Ready Mix Concrete Pvt. Ltd. on March,31st 2014. The aforesaid divestment has an effect of decrease in assets and liabilities by ₹ 8,50,66,547/- and ₹ 5,90,46,059/- respectively. Therefore the segment assets and liabilities has not been disclosed.

44. CHANGE IN ACCOUNTING ESTIMATE

During the year the company has revised the estimated useful life of the Plant & Machinery (shuttering material) from one year to four year based on technical estimates made by the management. Accordingly depreciation for the year ended 31.03.2014 is lower by ₹ 1,91,23,612/- Had the company continued to use the earlier basis of providing depreciation, the charge to the statement of Profit & Loss for the current year would have been higher by ₹ 1,91,23,612/- and net block of fixed assets would correspondingly have been lower by ₹ 1,91,23,612/-.

45. PREVIOUS YEAR FIGURES

Previous year figures have been reclassified to this year's figures. The financial statements are not comparable with previous year due to the sale of shares of subsidiary i.e Ahlcon Ready Mix Concrete Pvt. Ltd. on March,31, 2014.

As per our report of even date annexed

For **ARUN K. GUPTA & ASSOCIATES**
Firm Registration No. 000605N
CHARTERED ACCOUNTANTS

GIREESH KUMAR GOENKA
Partner
M.No. 096655

Place: New Delhi
Date: 30-05-2014

BIKRAMJIT AHLUWALIA
Chairman & Managing Director
(Chief Executive Officer)

S.K. SACHDEVA
Chief Financial Officer

SHOBHIT UPPAL
Dy. Managing Director

VIPIN KUMAR TIWARI
G. M. (Corporate)
& Company Secretary

In terms of exemption granted by the Ministry of corporate Affairs (MCA) regarding the attachment of financial statements of its subsidiary companies vide its General Circular No. 2/2011 dated 8th. Feb. 2011 following information has been furnished as under:-

Financial year of the Subsidiary company' s ended on	31-03-2014	31-03-2014	31-03-2014	31-03-2014	31-03-2014
	(₹)	(₹)	(₹)	(₹)	(₹)
Particulars	DM	JJT	PD	PM	SD
Capital (Inculding preference capital)	100,000 (100000)	100000 (100000)	100,000 (100000)	100,000 (100000)	100,000 (100000)
Reserve & Surplus	-155083 (-125183)	-129681 (-106834)	-144225 (-123625)	-149126 (-128526)	-138514 (-111173)
Total Assets	1,11,06,354 (1,11,82,521)	95,12,199 (95,14,416)	97,19,106 (97,33,617)	1,06,22,676 (1,06,38,276)	1,01,30,651 (1,01,52,993)
Total Liabilities	1,11,06,354 (1,11,82,521)	95,12,199 (95,14,416)	97,19,106 (97,33,617)	1,06,22,676 (1,06,38,276)	1,01,30,651 (1,01,52,993)
Investments	-	-	-	-	-
Gross Turnover	-	-	-	-	-
(Including Other Income)	-	-	-	-	-
Profit before Tax	-29900 (-21634)	-22847 (-18712)	-20600 (-18712)	-20600 (-21926)	-27341 (-20960)
Provision for Tax	-	-	-	-	-
Profit after Tax	-29900 (-21634)	-22847 (-18712)	-20600 (-18712)	-20600 (-21926)	-27341 (-20960)
Proposed Dividend and	-	-	-	-	-
Tax thereon	-	-	-	-	-
Country	India	India	India	India	India

Figures in bracket are of Previous Year.

List of subsidiaries:-

1. Dipesh Mining Pvt. Ltd. (DM)
2. Jiwan Jyoti Traders Pvt. Ltd. (JJT)
3. Paramount Dealcomm Pvt. Ltd. (PD)
4. Premsagar Merchants Pvt. Ltd. (PM)
5. Splendor Distributors Pvt. Ltd. (SD)

Notes

Notes

REGISTERED & CORPORATE OFFICE:

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FAX : 033-22104468, 2223
SCRIP CODE : 011134

NATIONAL STOCK EXCHANGE LTD

EXCHANGE PLAZA, C-1, BLOCK-G
BANDRA KURLA COMPLEX
BANDRA (EAST), MUMBAI-400051
PH. : 022-26598190-91
FAX : 022-26598237-38
SCRIP CODE : AHLUCONT

JAIPUR STOCK EXCHANGE LTD

STOCK EXCHANGE BUILDING
JAWAHAR LAL NEHRU MARG
MALVIYA NAGAR, JAIPUR-302017
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FAX.: 0141-2729082
SCRIP CODE : 922

DEMATERIALISATION OF SHARES

ISIN NO.: INE 758C01029

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