



**Ahluwalia Contracts (India) Limited**  
**34<sup>th</sup> Annual Report 2012-13**





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## Ahluwalia Contracts (India) Limited

### Corporate Information

#### BOARD OF DIRECTORS

**Sh. Bikramjit Ahluwalia**

Chairman & Managing Director

**Sh. Shobhit Uppal**

Dy. Managing Director

**Sh. Vikaas Ahluwalia**

Whole Time Director

**Sh. Vinay Pal**

Whole Time Director

**Sh. Arun K. Gupta**

Independent Director

**Sh. S.K. Chawla**

Independent Director

**Sh. Balbir Singh**

Independent Director

**Dr. Sushil Chandra**

Independent Director

#### COMPLIANCE OFFICER

Mr. Vipin Kumar Tiwari

GM (Corporate) &

Company Secretary

#### 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 OFFICE

Ahluwalia House, 4, Community Centre

Saket, New Delhi-110017

Ph. 011-40504529, 26852036

Fax : 011-40504553

#### CORPORATE OFFICE

Plot No.A-177, Okhla Industrial Area,

Phase-I, New Delhi-110020

Phone : 011-49410502, 517 & 599

Fax : 011-49410553 & 49410575

#### WEBSITE

[www.acilnet.com](http://www.acilnet.com)



## Ahluwalia Contracts (India) Limited

### AHLUWALIA CONTRACTS (INDIA) LTD.

Regd. Office: Ahluwalia House, 4, Community Centre, Saket, New Delhi – 110017

#### **NOTICE**

Notice is hereby given that the 34th Annual General Meeting of the Members of Ahluwalia Contracts (India) Limited will be held on Monday as under:

Day : Monday  
Date : September 30, 2013  
Time : 4.00 P.M.  
Venue : Ahlcon Public School, MayurVihar, Phase-I, Delhi-110091

to transact the following business:

#### **ORDINARY BUSINESS:-**

1. To consider and adopt the Audited Balance sheet as at March 31, 2013 and Statement of Profit & Loss for the year ended March 31, 2013, together with the reports of the Directors and the Auditors thereon.
2. To appoint a Director in place of Mr. Vinay Pal who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Mr. Shobhit Uppal who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint a Director in place of Mr. Arun K Gupta who retires by rotation and being eligible, offers himself for re-appointment.
5. To appoint Statutory Auditors and fix their remuneration and in this regard 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 Section 224A and other applicable provisions, if any, of the Companies Act, 1956, M/s Arun K. Gupta & Associates, Chartered Accountants Firm Registration No.000605N the retiring auditors be and are hereby re-appointed as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company at such remuneration as may be decided by the Board/ Audit Committee plus reimbursement of out of pocket expenses as may be incurred in the performance of their duties.”

**REGISTERED OFFICE**  
Ahluwalia House,  
4, Community Centre,  
Saket, New Delhi-110017

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

(Vipin Kumar Tiwari)  
GM (Corporate) & Company Secretary

Date: 14.08.2013

#### **NOTES:**

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/ HER SELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE, MUST BE RECEIVED BY THE COMPANY AT ITS REGISTERED OFFICE NOT LESS THAN, 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.**
2. The Register of Members and Share Transfer Books of the company shall remain closed from Monday, 23rd September, 2013 to Monday, 30th September, 2013 (both days inclusive) in connection with Annual General Meeting of the Company.
3. 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.



## Ahluwalia Contracts (India) Limited

Sl.	Financial Year	Date of Declaration of dividend	Last date for claiming unpaid Dividend
1	2005-2006	30/09/2006	05/11/2013
2	2006-2007– Interim	27/12/2006	01/02/2014
3	2006-2007 – Final	29/09/2007	04/11/2014
4	2007-2008	30/09/2008	05/11/2015
5	2008-2009	30/09/2009	05/11/2016
6	2009-2010	17/09/2010	23/10/2017
7	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 2005-06 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 Investor education protection fund (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.

#### 4. Company on the Net

The website of your company is [www.acilnet.com](http://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](mailto:investor_relations@acilnet.com))

#### 5. REGISTRAR & 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](mailto:delhi@linkintime.co.in)

- 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.
- 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.
- 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.
- Shareholders are requested to bring their copy of Annual Report to the meeting.
- 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.

#### RE-APPOINTMENT OF DIRECTORS

At the ensuing Annual General Meeting, Mr. Vinay Pal, Mr. Shobhit Uppal & Mr. Arun K. Gupta, Directors 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:



## Ahluwalia Contracts (India) Limited

### Mr. VINAY PAL

Mr. Vinay Pal, aged 54 years is a Graduate. Presently he is working as Whole Time Director of the Company. He has professional standing in total experience of nearly 29 years in the construction industry and has got some very prestigious projects executed. He joined the Board of the company on 14-08-2010 and he is also member of Audit Committee.

He is Director of following Companies:

**PremSagar Merchants Pvt. Ltd,  
Splendor Distributors Pvt. Ltd,  
Paramount Dealcomm Pvt. Ltd,  
Jiwan jyoti Traders Pvt. Ltd &  
Dipesh Mining Pvt. Ltd**

### Mr. SHOBHIT UPPAL

Mr. Shobhit Uppal (Dy. Managing Director), aged 46 years is a graduate engineer by qualification and has worked on various multistoried prestigious projects involving high quality finishing for 23 years. He joined the Board of the company on 25.03.1994. He is a member of Audit Committee and also a member of Shareholder and transfer Committee.

### Mr. ARUN K GUPTA

Mr. ARUN K GUPTA (Independent Director), aged 65 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 and member of Remuneration Committee.

He holds Directorship in following companies:

1. Satia Synthetics Pvt. Ltd.
2. AhlconParenterals (India) Ltd.
3. Indosolar Limited.

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

**Place : New Delhi  
Date : 14.08.2013**

**(Vipin Kumar Tiwari)  
GM (Corporate) & Company Secretary**

### **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 2012-13 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.

MINISTRY OF CORPORATE AFFAIRS HAS ISSUED CIRCULAR ON FEBRUARY 18TH, 2011 TO DISPENSE NOTICE WITH BALANCE SHEET, PROFIT AND LOSS ACCOUNT, AUDITORS' REPORT, DIRECTORS' 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 OTHER INFORMATION ON E-MAIL.



## Ahluwalia Contracts (India) Limited

### DIRECTORS' REPORT

To the Members,

Your Directors are pleased to present the 34th Annual Report on the working of the Company, together with the Audited Accounts for the financial year ended 31st March, 2013.

#### FINANCIAL HIGHLIGHTS

(Rs. In Lacs)

FINANCIAL	YEAR ENDED 31-03-2013	YEAR ENDED 31-03-2012
Gross Income	1,40,359.15	1,37,453.05
Profit before Interest and Depreciation	(1167.58)	2444.67
Less: Interest	2929.12	2208.99
Less: Depreciation	3519.55	4286.52
(Loss)/Profit before Tax	(7616.25)	(4050.84)
Less: Provision for Taxation	6.00	12.31
(Loss)/Profit after Tax	(7622.25)	(4063.15)
Balance of profit/Loss brought forward for appropriation	23130.85	27194.00
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	15508.60	23130.85

#### DIVIDEND

In view of the losses suffered by the Company, your Directors have not recommended any dividend for the financial year ended March 31, 2013

#### OPERATIONS

During the year ended March 31, 2013, your Company has achieved total turnover of Rs 1403.59 crores as against 1374.53 crores for the previous year ended March 31, 2012 showing an increased of 2.11% as compared with previous year. The Company has suffered loss of Rs 76.22 crores during the year as against net loss of Rs. 40.51 crores in the previous year EPS for the financial year 2012-13 stood at Rs (-12.14). On consolidated basis, the total income of your company and its subsidiaries stands at Rs 1431.75 cr.

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

#### FUTURE OUTLOOK

FY 13-14 is expected to be another difficult year for the Company. However, expecting 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

As on March 31, 2013, the Company has six subsidiary companies namely Ahlcon Ready Mix Concrete Pvt. Ltd., Premsagar Merchants Pvt. Ltd., Splendor Distributors Pvt. Ltd., Jiwaniyoti 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.



## Ahluwalia Contracts (India) Limited

### **DIRECTORS**

In accordance with the provisions of Section 255 and 256 of the Companies Act, 1956 and the Articles of Association of the Company, Mr. Vinay Pal, Mr. Shobhit Uppal and Mr. Arun K Gupta retire by rotation at the ensuing Annual General Meeting of the Company and being eligible offer themselves for reappointment.

#### **Mr. VINAY PAL**

Mr. Vinay Pal, aged 54 years is a Graduate. Presently he is working as Whole Time Director of the Company. He has professional standing in total experience of nearly 29 years in the construction industry and has got some very prestigious projects executed. He is member of the Audit Committee.

He is Director of following Companies:

**PremSagar Merchants Pvt. Ltd,  
Splendor Distributors Pvt. Ltd,  
Paramount Dealcomm Pvt. Ltd,  
Jiwan jyoti Traders Pvt. Ltd &  
Dipesh Mining Pvt. Ltd**

#### **Mr. SHOBHIT UPPAL**

Mr. SHOBHIT UPPAL (Dy. Managing Director), aged 46 years is a graduate engineer by qualification and has worked on various multistoried prestigious projects involving high quality finishing for 23 years. He joined the Board of the company on 25.03.1994. He is a member of Audit Committee and also a member of Shareholder and transfer Committee.

#### **Mr. ARUN K GUPTA**

Mr. ARUN K GUPTA (Professional Director), aged 65 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 to 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 and member of Remuneration Committee.

He holds Directorship in following companies:

1. Satia Synthetics Pvt. Ltd.
2. Ahlcon Parenterals (India) Ltd.
3. Indosolar Limited.

### **CONSOLIDATED FINANCIAL STATEMENT**

The consolidated financial statements of the company prepared in accordance with applicable Accounting standards forms a part of this Annual Report.

### **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, 2013 and of the profit/loss 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 2012-13 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.





## Ahluwalia Contracts (India) Limited

### **HUMAN RESOURCES (HR)**

In today's scenario when everything is need based, the focus from an organization development perspective is to implement strong processes so as to maintain, evaluate & control to achieve continuous improvement in efficiencies & organization capabilities while consistently aspiring to achieve the common objective i.e. development. The process of realigning the organization along functional lines in various areas of business like business execution and technology adoption continued throughout the year 2012-13. The management is taking various initiatives & some new ways of work criteria has been introduced to create more focus and greater accountability.

The Company continuously strives to create the best talent pool and make a brand image among the stake holders as well as to be known for mass employer of new talents. Human resource is one of the key elements which align the objectives with strategies of the Company. The Company, therefore, considers its employees as "Key Asset". It provides equitable and fair working environment to its employees. Proper initiatives are taken at various level of hierarchy with a view to develop the principal & subordinate culture as well as hone up the human capital skills and capabilities. Various training & development programs (Technical as well as Non-Technical) are undertaken for up-gradation of the Knowledge and Skill of the employees.

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**

Your company is committed to belief that it exists not to 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.

ACIL is actively involved in various CSR activities. As ACIL employs huge work force, these activities are mainly directed for their benefit and also serve as motivational force for them

### **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.

### **AWARDS & RECOGNITION**

Once again, the company have won Delhi Shramik Puraskar – 2013 and Delhi Safety Awards – 2013 awarded by Smt. Sheila Dikshit, Hon'ble Chief Minister of NCT of Delhi and Dr. Ashok Kumar Walia, Hon'ble Labour Minister on the eve of Celebration of International Labour day 2013 by Labour Department at Delhi Secretariat, New Delhi.

### **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 re-appointment. The Company has received a certificate from the Auditors to the effect that their re-appointment, if made, would be in accordance with Section 224 (1B) of the Companies Act, 1956. 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.

### **MAINTENANCE OF COST RECORDS**

M/s Kabra & Associates, Cost Accountants were appointed the Cost Auditors of the Company for the Financial Year ended 31st March, 2013 by the resolution passed by the Audit Committee and approved by the Board of Directors.

### **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.



## Ahluwalia Contracts (India) Limited

### INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The internal control systems of the Company are effective and adequate for business processes with regards to efficiency of the operations, compliance with applicable laws and regulations, financial reporting etc. and is commensurate with the size and complexities of the operations. The capital budgetary control system is in place to ensure that actual spending is in line with budgeting.

The Company has its in-house Internal Audit Department to conduct internal audit which is required to be carried out as per law. The internal auditors review the adequacy of control systems and suggest improvements. The internal auditors have expressed their satisfaction about the adequacy of the control systems. The Audit Committee of Directors interacts with the Management about the quality and depth of the control systems and offer suggestions for improvements. The recommendations of the Internal Auditors and Audit Committee are followed up effectively for implementation. Following objectives of the internal audit is forming part of audit plan as approved by Audit committee.

- Adherence to the Operating System and manual.
- Performance of operating activities in efficient and effective manner.
- Compliance with the risk management procedures.
- Compliance with the legislative and regulatory provisions.

Audit Committee reviews audit report and also hold discussion with Statutory Auditors.

### TRANSFER TO THE UNPAID OR UNCLAIMED DIVIDENDS INVESTOR EDUCATION AND PROTECTION FUND(IEPF)

The company has, during the year under review, transferred the unpaid or unclaimed dividend 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 2005-6 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 (Rs.)	Previous Year (Rs.)
Foreign Exchange Earnings	NIL	NIL
Foreign Exchange Outgo		
a. Raw Material *	85,88,710	1,02,95,202
b. Capital Goods	56,09,603	3,66,40,995
c. Advance Payment for Raw Materials	-	-
d. Advance Payment for Capital Goods	-	-
e. Travelling Expenses	6,63,456	10,42,962
f. Consultancy Charges/ Technical Fee	-	-

\*Includes Rs. Nil (P.Y.Rs. 19,911/-) payment made to sub-contractors

### 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

#### Regd. Office:

Ahluwalia House  
4, Community Centre, Saket  
New Delhi-110017

Dated: 14-08-2013

(BIKRAMJIT AHLUWALIA)  
Chairman-cum-Managing Director



## **Report on Corporate Governance**

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Securities and Exchange Board of India (SEBI) has stipulated Corporate Governance Standards for listed companies vide Clause 49 of the Listing Agreement with Bombay Stock Exchange Limited (BSE), National Stock Exchange Limited (NSE), Jaipur Stock Exchange Ltd. (JSE), Delhi Stock Exchange Ltd. (DSE) and Calcutta Stock Exchange Ltd. (CSE) and some of the best practices followed internationally on Corporate Governance, the report containing the details of corporate governance systems and processes at Ahluwalia Contracts (India) Ltd.

Corporate Governance is a corporate discipline extended to transparency, integrity and accountability towards all stakeholders. Corporate Governance helps to achieve excellence to enhance stakeholders' value by focusing on long-term value creation without compromising on integrity, social obligations and regulatory compliances.

### **CORPORATE GOVERNANCE PHILOSOPHY**

Company's Philosophy on Corporate Governance at Ahluwalia Contracts (India) Ltd, we believe and constantly try to achieve good governance through timely disclosures, transparency, accountability and responsibility in all our dealings with our employees, shareholders, clients and community at large.

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.

### **CORPORATE GOVERNANCE RECOGNISED**

In recognition in Corporate Governance, the following awards have been conferred on ACIL:

- Awarded Delhi Shramik Puraskar – 2012 and Delhi Safety Awards–2012 from Smt. Sheila Dikshit, Hon'ble Chief Minister of NCT of Delhi and Shri. Ramakant Goswami, Hon'ble Labour Minister.
- This is consecutive second time that ACIL has awarded Delhi Shramik Puraskar – 2013 and Delhi Safety Awards -2013 from Smt. Sheila Dikshit, Hon'ble Chief Minister of NCT of Delhi and Dr. Ashok Kumar, Hon'ble Labour Minister

### **CORPORATE SOCIAL RESPONSIBILITY (CSR):**

Social welfare and community development is at the core of the ACIL'S CSR philosophy and this continues to be a top priority. ACIL commits for behaving its business ethically and contributing towards economic development.

Through CSR Concept ACIL voluntarily contributes for a better society and a cleaner environment. ACIL follows this concept in which it integrates social and environmental concerns in their business operations and interacts with Stakeholders on voluntary basis.

Corporate Social Responsibility is an important activity. As globalization accelerates and large Corporations serve as global providers, these Corporations have progressively recognized the benefits of providing CSR programmes in their various locations.

Likewise, The Company has tied-up a program with Indian Building Congress regarding inauguration of Workmen training Centre at various Sites. Ahluwalia Contracts (India) Ltd has taken this initiative to train the workmen in the category of Masonry and Shuttering.

### **QUALITY, ENVIRONMENT, HEALTH & SAFETY POLICY:**

The quality system aims to achieve total customer satisfaction through its focus on improving quality to world standards. This is achieved through total employee involvement and continuous improvement culture.

ACIL organize our works through integrated management system for Safety, Health, Environment, Personnel, Industrial Relations and Quality Assurance, to ensure satisfying relationship with all employees and those who work for us.



## Ahluwalia Contracts (India) Limited

### SHAREHOLDER'S COMMUNICATION:

The Board recognizes the importance of two-way communication with shareholders and giving a report of results and progress and responds to queries and issues raised in a timely and consistent manner. Ahluwalia's Corporate Website: [www.acilnet.com](http://www.acilnet.com) has information for institutional and retail shareholders alike. Shareholders seeking information may contact the Company directly or via dedicated shareholder contact points with this report or through any of Investor service centers of the Company's Registrars and Transfer Agents, details of which are available on the Company's Website [www.acilnet.com](http://www.acilnet.com). The Company ensures that queries, complaints and suggestions are responded in a timely and consistent manner. A shareholder reference is provided with this report which is quite comprehensive and informative.

### ROLE OF COMPANY SECRETARY IN OVERALL GOVERNANCE PROCESS:

Company Secretary plays a key role in ensuring that the Board procedures are followed and regularly reviewed. The Company Secretary ensures that all relevant information, details and documents are made available to the Directors and senior management for effective decision-making at the meetings. The Company Secretary is primarily responsible to ensure compliance with applicable statutory requirements and is the interface between the management and regulatory authorities for governance matters. All the Directors of the Company have access to the advice and services of the Company Secretary.

### OBSERVANCE OF THE SCERETARIAL STANDARDS ISSUED BY THE INSTITUTE OF COMPANY SECRETARIES OF INDIA:

The Institute of Company Secretaries of India (ICSI), one of the premier professional bodies in India, has issued Secretarial Standards on important aspects like Board meetings, General Meetings, maintenance of Registers and Records, Minutes of Meetings, Transmission of shares and Debentures, passing of Resolutions by Circulation, Affixing of Common Seal, Forfeiture of Shares and Board's Report. Although these standards are recommendatory in nature, the Company substantially adheres to the standards voluntarily.

## 1. BOARD OF DIRECTORS

### COMPOSITION OF THE BOARD

As on date the company has a strong and broad-based Board consisting of eight 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, 2013 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 K. 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

## BOARD PROCEDURE

### BOARD'S FUNCTIONING AND 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.



## Ahluwalia Contracts (India) Limited

### BOARD MEETINGS

The details of Board Meetings held during FY 2012-13 are as outlined below:

Date of Board Meeting	City	No. of Directors Present
30th May 2012	New Delhi	8 out of 8
14th August 2012	New Delhi	7 out of 8
12th November 2012	New Delhi	7 out of 8
14th February 2013	New Delhi	8 out of 8
23rd March 2013	New Delhi	8 out of 8

### 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 outside Directorship held	Attendance at the Last AGM held on 28-09-2012	No. of membership/ chairmanship in the Committee	Remarks
Mr. Bikramjit Ahluwalia	Chairman & Managing Director	5/3	3	Yes	NIL	Re-appointment on 01-04-2012
Mr. Shobhit Uppal	Dy. Managing Director	5/5	NIL	Yes	NIL	Re-appointment on 01-04-2012
Mr. Vikaas Ahluwalia	Whole Time Director	5/5	9	Yes	NIL	Re-appointment on 01-04-2012
Mr. Vinay Pal	Whole Time Director	5/5	5	Yes	NIL	Appointed on 14th August, 2010
Mr. Arun K. Gupta	Independent Director	5/5	3	Yes	3/2	Appointed on 28th August 2000
Mr. Balbir Singh	Independent Director	5/5	NIL	Yes	NIL	Appointed on 15th March 2003
Mr. S.K. Chawla	Independent Director	5/5	NIL	Yes	NIL	Appointed on 28th August 2000
Dr. Sushil Chandra	Independent Director	5/5	NIL	No	NIL	Appointed on 8th March 2010

### 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 guidelines which conforms applicable legal requirements.

### INFORMATION TABLED BEFORE THE BOARD

The Board's roles, functions, responsibilities and accountabilities as well defined all relevant information is regularly placed before the Board. The information required to be placed before Board includes.

- General notices of Interest of Directors.



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- 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.
- Minutes of Board Meetings, Audit Committee Meetings and other Committee Meetings of the Board.
- 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 show cause notices, demand, prosecution notices and penalty notices.
- Appointment or resignation of Chief Financial Officer and/or 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.

### 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

#### TERMS OF REFERENCE AND OTHER DETAILS:

The terms of reference stipulated by the Board to the Audit Committee are, inter-alia, as contained in Clause 49 of the Listing Agreement and Section 292A of the Companies Act, 1956 as follows:

1. 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.
2. Recommending to the Board, the appointment, re-appointment and if required, the replacement or removal of the statutory auditor and the fixation of audit fees.
3. Approval of payment to statutory auditors for any other services rendered by the statutory auditors.
4. Reviewing, with the management, the annual financial statements before submission to the Board for approval, with particular reference to:
  - a. Matters required being included in the Directors' Responsibility Statement to be included in the Board's report in terms of Sub-section (2AA) of Section 217 of the Companies Act, 1956.
  - 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, if any



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5. Reviewing, with the management, the quarterly financial statements before submission to the Board for approval.
6. 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.
7. Reviewing, with the management, performance of statutory and internal auditors, and adequacy of the internal control systems.
8. 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.
9. Discussion with internal auditors any significant findings and follow up there on.
10. 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.
11. 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.
12. 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.
13. To review the functioning of the Whistle Blower mechanism.
14. 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 & background, etc. of the candidate.
15. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.
16. Management letters / letters of internal control weaknesses issued by the statutory auditors;
17. Internal audit reports relating to internal control weaknesses.

### COMPOSITION

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

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

Name of the Members	Designation	Nature of Directorship	Number of Meetings during the Year 2012-13	
			Held	Attended
Sh. Arun K. Gupta	Chairman	Independent Director	6	6
Sh. S. K. Chawla	Member	Independent Director	6	6
Sh. Shobhit Uppal	Member	Dy. Managing Director	6	6
Sh. Vinay Pal	Member	Whole Time Director	6	6
Dr. Sushil Chandra	Member	Independent Director	6	6

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



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May 30th, 2012; August 14th, 2012; November 12th, 2012; February 14th, 2013, February 20, 2013 & 6th March 2013.

The necessary quorum was present for all meetings.

### 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 Members	Designation	Category
Sh. S.K. Chawla	Chairman	Independent Director
Sh. Arun K. 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 committee meetings were held for recommend the re-appointment and remuneration payable to Chairman & Managing Director, Dy. Managing Director and Whole Time Director and waiver of excess remuneration paid to the Mr. Bikramjit Ahluwalia, Chairman & Managing Director and Mr. Shobhit Uppal, Dy. Managing Director. Two remuneration committee Meeting were held during the year.

### 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 2012-13, the Company paid sitting fee to its non-executive directors for attending meetings of the Board and meetings of Committees.

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, 2013 is as follows:-

Name of Directors	Salary Allowances	Perquisites	Sitting Fee	Total Amount In Rs. P.Y.
Sh. Bikramjit Ahluwalia	4800000	0	NIL	4800000
Sh. Shobhit Uppal	4800000	0	NIL	4800000
Smt. Sudershan Walia	127903	3554	NIL	131457
Sh. Vikaas Ahluwalia	1020000	28332	NIL	1048332
Sh. Vinay Pal	4680000	NIL	NIL	4680000
Sh. Arun K. Gupta	NIL	NIL	110000	110000
Sh. S. K. Chawla	NIL	NIL	110000	110000
Sh. Balbir Singh	NIL	NIL	50000	50000
Dr. Sushil Chandra	NIL	NIL	110000	110000
<b>TOTAL</b>	<b>15427903</b>	<b>31886</b>	<b>380000</b>	<b>15839789</b>

During the year 2012-13, 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.





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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 Rs. P.M.	Perquisites in Rs. P.M.	Sitting Fee in Rs. Per Board Meeting	Total in Rs. P.M.
Sh. Bikramjit Ahluwalia	4,00,000	0	NIL	400000
Sh. Shobhit Uppal	4,00,000	0	NIL	400000
Smt. Sudershan Walia*	65,000	1,806	NIL	66,806
Sh. Vikaas Ahluwalia	85,000	2,361	NIL	87,361
Sh. Vinay Pal	3,90,000	NIL	NIL	3,90,000
<b>TOTAL</b>	<b>1340000</b>	<b>4167</b>	<b>NIL</b>	<b>1344167</b>

\* Resigned w.e.f. 30.05.2012

### PARTICULARS OF THE BOARD OF DIRECTORS AS ON 31/03/2013

Name of Directors & Designation	Age	Directorship	Shareholding in the Company as on 31.03.2013
Sh. Bikramjit Ahluwalia, Chairman & Managing Director (Promoter & Executive)	74	3	5181198 8.26%
Sh. Shobhit Uppal, Dy. Managing Director (Executive)	46	NIL	4308000 6.86%
Sh. Vikaas Ahluwalia, Whole Time director (Executive)	39	8	33500 0.05%
Sh. Vinay Pal, Whole Time Director (Executive)	54	6	NIL
Sh. Arun K. Gupta, Independent Director (Non-Executive)	65	3	632
Sh. S. K. Chawla, Independent Director (Non-Executive)	73	NIL	400
Sh. Balbir Singh, Independent Director (Non-Executive)	76	NIL	400
Dr. Sushil Chandra, Independent Director (Non-Executive)	75	NIL	NIL

### SHAREHOLDERS'/INVESTORS' 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. Chawala (Chairman), Sh. Shobhit Uppal, (Member) & Dr. Sushil Chandra (Member).

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

30-04-2012, 14-07-2012, 27-12-2012 & 13-02-2013



## Ahluwalia Contracts (India) Limited

The Board of Directors has delegated the power of approving transfer of securities to the Company Secretary. The Board had designated Shri 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  
Corporate Office: Plot No. A-177, Okhla Industrial Area,  
Phase-I, Okhla, New Delhi-110020  
Telephone: 011-49410 502, 517, 599  
Fax: 011-49410553-575

Details of Investor Complaints received and redressed during the year 2012-13 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.

Mr. Vikaas Ahluwalia and Mr. Vinay Pal, Whole Time Directors of the Company have been appointed nominee Director(s) on the Board of all the Six Subsidiary Companies.

### GENERAL BODY MEETINGS

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

F.Y.	General Meeting	Venue	Date	Time
2009-2010	AGM	Ahlcon Public School Auditorium, Mayur Vihar, Phase-I, Delhi-110091	17th September, 2010	4.00 p.m.
2010-2011	AGM	Ahlcon Public School Auditorium, Mayur Vihar, Phase-I, Delhi-110091	30th September, 2011	4.00 p.m.
2011-2012	AGM	Ahlcon Public School Auditorium, Mayur Vihar, Phase-I, Delhi-110091	28th September, 2012	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 Annual General Meeting (AGM)	Section(s) Uner Companies Act, 1956	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	Waiver of Excess Managerial Remuneration paid to Mr.Bikramjit Ahluwalia, Managing Director of the Company.
28-09-2012	309(5) B	Waiver of Excess Managerial Remunerationpaid toMr.Shobhit Uppal, Dy.Managing Director of the Company.



## Ahluwalia Contracts (India) Limited

### POSTAL BALLOT

No postal ballot was conducted during the year 2012-2013.

### 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:

Construction industry operates in extremely complex and dynamic environment, which exposes your Company to various internal and external risks. Risk identification, assessment and mitigation assume paramount importance in view of the expanding size and geographical horizons of the Company. The Company has put in place Risk Management Policy and Procedures for assessing, timely responding and mitigating these risks on continuous basis. The Policy seeks to address the risks involved in major areas i.e. Pre-bidding / Tendering Risks, Execution Risks, Contractual Risks and Financial / Statutory Compliance Risks with a view to avoid / mitigate adverse impact, if any.

The Company has laid down procedures to periodically inform Board Members about Risk assessment and mitigation

#### (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 K. Gupta holds 632 Equity Shares, Sh. S.K. Chawla holds 400 Equity Shares, Sh. Balbir Singh holds 400 equity Shares 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 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.

### SECRETARIAL AUDIT

A qualified practising 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.



## Ahluwalia Contracts (India) Limited

### 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 SHAREHOLDERS INFORMATION

#### • Annual General Meeting:

Date	: 30th September, 2013
Day	: Monday
Time	: 4.00 p.m.
Venue	: Ahlcon Public School, Mayur Vihar, Phase-I, New Delhi-110091

- **Financial Calendar year Ending** : March 31, 2013
- **AGM on** : September, 30th 2013
- **Date of Book Closure/Record Date** : 23/09/2013 to 30/09/2013
- **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- lalan@acilnet.com

- **Payment of Listing Fees:** Annual Listing fee for the year 2013-2014(as applicable) has been paid by the company to BSE, NSE, JSE, CSE and DSE. Annual maintenance and listing fee for the financial year 2013-2014 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-110028Tel. No.- 011-41410592-94, Fax No.-011-41410591 e-mail: delhi@linkintime.co.in

### CORPORATE FILING THROUGH NSE ELECTRONICS APPLICATION PROCESSING SYSTEM (NEAPS)

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

### COMPLIANCE MANDATORY REQUIREMENTS

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



## Ahluwalia Contracts (India) Limited

### QUARTERLY COMPLIANCES:

First Quarter	: 06-07-2012
Second Quarter	: 06-10-2012
Third Quarter	: 07-01-2013
Fourth Quarter	: 03-04-2013

### 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 (Rs.)	LOW (Rs.)	VOLUME	HIGH (Rs.)	LOW (Rs.)	VOLUME
April,2012	70.20	69.50	92910	71.90	58.30	174634
May, 2012	68.00	53.05	15243	61.50	54.00	129314
June, 2012	68.00	51.30	72734	61.00	50.30	70407
July, 2012	59.15	45.50	120998	56.05	45.05	418450
Aug, 2012	49.75	32.25	55916	49.75	31.25	259189
Sep, 2012	41.25	32.00	50675	41.40	32.50	163822
Oct, 2012	45.00	39.75	56843	46.60	39.30	118816
Nov, 2012	41.50	36.60	27023	42.90	36.00	68783
Dec, 2012	37.50	33.50	101375	37.20	33.00	155887
Jan, 2013	40.70	33.90	116121	40.65	33.00	177330
Feb, 2013	34.80	26.45	43167	34.85	26.00	82947
Mar, 2013	27.00	21.20	171861	27.00	21.30	78783

### SHARE TRANSFER SYSTEM:

The Shares of the Company are compulsorily traded in dematerialized form share received in physical are transfer 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 31-03-2013, 62435249 equity shares representing 99.48% of the total dematerialized equity shares of the company with NSDL & CDSL.

The break-up of the physical and dematerialized form as on 31st March 2013 is given below:

Particulars	No. of Shares	Percentage
<b>Physical Segment</b>	327311	0.52%
<b>Demat Segment</b>		
NSDL	59396889	94.64%
CDSL	3038360	4.84%
<b>Total</b>	<b>62762560</b>	<b>100%</b>

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 without involvement of the Company. As regards transfer of shares held in physical form the transfer documents can be lodged with the Registrar & Transfer Agent (RTA).



## Ahluwalia Contracts (India) Limited

**Registrar and Share Transfer Agent:** The Company has appointed Link Intime India Pvt. Ltd as its Registrar and Share Transfer Agent, to whom all shareholders communication regarding change of Address, Transfer of Shares, and Change of Mandate etc. should be addressed. The address of the Registrar (RTA) 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 -110028  
 Tel. No.- 011- 41510592-94,  
 Fax No.- 011-41510591  
 E-mail id: delhi@linkintime.co.in

**Corporate Office:**  
 Plot No. A-177, Okhla Industrial Area,  
 Phase-I, New Delhi-110020  
 Tel. no.-011-49410 502, 517, 599  
 Fax No.- 011-49410553-575  
 E-mail id: mail@acilnet.com

### DISTRIBUTION SCHEDULE OF SHAREHOLDING AS ON 31ST MARCH, 2013:

Categories of Equity Shareholding as on March 31st, 2013

CATEGORY	Number of Shares Held	% of Shares Held	Number of Shares Pledged	% of Shares Pledged
Promoters	45543918	72.57	11771380	25.83
Other entities of the Promoter Group	25000	0.04	NIL	NIL
Mutual funds/ UTI	2989540	4.76	NIL	NIL
Foreign Institutional Investor	8945723	14.25	NIL	NIL
Corporate Bodies	2750885	4.38	NIL	NIL
Indian Public (Individuals)	2274378	3.62	NIL	NIL
Directors & their relatives	3431	0.01	NIL	NIL
Non Resident Indians	144617	0.23	NIL	NIL
Hindu Undivided Family	80761	0.13	NIL	NIL
Clearing Members	4307	0.01	NIL	NIL
<b>Total</b>	<b>62762560</b>	<b>100%</b>	<b>11711380</b>	<b>25.83</b>

### DISTRIBUTION OF EQUITY SHAREHOLDING AS ON MARCH 31ST, 2013

Number of Shares	No. of Shareholders	age of % Shareholdings	Share Amount (Rs.)	% age of share amounts (Rs.)
Upto 2,500	6959	94.45	1866710	1.49
2,501 - 5,000	167	2.27	603092	0.48
5,001 - 10,000	118	1.60	873560	0.70
10,001 - 20,000	48	0.65	719632	0.57
20,001 - 30,000	19	0.26	487258	0.39
30,001 - 40,000	5	0.07	180762	0.14
40,001 - 50,000	5	0.07	235000	0.19
50,001 - 1,00,000	16	0.22	1054136	0.84
1,00,001 & Above	31	0.42	119504970	95.20
<b>Total</b>	<b>7368</b>	<b>100</b>	<b>125525120</b>	<b>100</b>



## Ahluwalia Contracts (India) Limited

### PROMOTER AND PROMOTER GROUP HOLDING AS ON 31ST MARCH, 2013

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	6.3	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.Sudershan 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
<b>TOTAL</b>	<b>45,568,918</b>	<b>72.61</b>	<b>11,771,380</b>	<b>25.83</b>	<b>18.76</b>

### PUBLIC SHAREHOLDING MORE THAN 1% OF THE TOTAL NO. OF SHARES AS ON 31ST MARCH, 2013

Name of Share holder	Number of Shares	% age of total number of shares
ICICI Prudential MIP 25	2204023	3.51
Sundaram Mutual Fund A/c Sundaram ATIC Funds Capex Opportunities-Growth	785517	1.25
Nalanda India Fund Ltd.	3545485	5.65
Taurus Asset Management Company Ltd.	1131319	1.80
Nalanda India Equity Fund Ltd.	3870102	6.17
<b>TOTAL</b>	<b>10966465</b>	<b>17.47</b>

### 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.



## Ahluwalia Contracts (India) Limited

### ADDRESSES FOR CORRESPONDENCE:

<b>Regd. Office:</b> 4, Community Centre, Saket, New Delhi-110017 Tel. No.- 011-40504500 Fax No.- 011-40504553	<b>Corporate Office:</b> Plot No. A-177, Okhla Industrial Area, Phase-I, New Delhi-110020 Tel. no.-011-49410 502, 517, 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- 41510592-94, Fax No.- 011-41510591 E-mail id: delhi@linkintime.co.in	

For and on behalf of the Board of Directors  
For Ahluwalia Contracts (India) Ltd.

Place : New Delhi  
Dated : 14-08-2013

(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](http://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 2012-13

(Bikramjit Ahluwalia)  
Chairman and Management Director

For and on behalf of the Board of Directors  
For Ahluwalia Contracts (India) Ltd.

Place : New Delhi  
Dated : 14-08-2013

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





**Ahluwalia Contracts (India) Limited**

## **COMPLIANCE CERTIFICATE**

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

The Members  
Ahluwalia Contracts (India) Limited  
4, Community Centre,  
Saket, New Delhi - 110017

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 2013.

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  
Dated: 14-08-2013**

**(Santosh Kumar Pradhan)  
(Proprietor)  
C.P. No. 7647**



## **Certificate by Chief Executive Officer and Chief Financial Officer**

**(Under Clause 49 of the Listing Agreement with Stock Exchanges)**

The Board of Directors  
Ahluwalia Contracts (India) Ltd.

- a. We have reviewed the financial statements, read with the cash flow statement of Ahluwalia Contracts (India) Ltd. for the year ended 31st, March 2013 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 financial year ended 31st March, 2013 are fraudulent, illegal or violated 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.

Place: New Delhi  
Date: 30-05-2013

**S.K. SACHDEVA**  
Executive Director (F&A)  
(CFO)

**BIKRAMJIT AHLUWALIA**  
Chairman & Managing Director  
(CEO)



## MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Company presents its performance for the financial year 2012-13 and outlook for the future based on the current business environment which may vary due to future economic, political and developments in India as well as overseas.

### INDIAN ECONOMY SCENARIO

According to the first advance estimates of national income for the year 2012-13 of the Central Statistics Office (CSO), the Indian economy is expected to grow at its slowest pace in decade at a mere 5% in 2012-13, on a back of dismal performance by the farm, manufacturing and service sectors. The estimate is lower than the 6.2% growth clocked in 2011-12 and is the lowest since 2002-03, when the economy grew by 4% only. This is the lowest recorded annual growth rate in a decade. Monetary policy eased during 2012-13 in response to some softening of inflation and significant modernization in growth.

### INDIAN CONSTRUCTION INDUSTRY

In India, Construction in second largest economic activity after agriculture. The outlook for the Indian Construction sector is stable compared to other Industry. Investment in the infrastructure sector plays a crucial role in the growth of economy and in turn the construction Industry. In the past few years, the rapid growth of the economy has put a tremendous pressure on the physical growth in infrastructure sector of the country. In order to sustain the economic growth, the government has lined up huge investments across various infrastructure segments. The total investment planned in the infrastructure sector during the 11th Five year plan is estimated to double that in the Tenth Five Year Plan.

The increase in competitive pressure is taking a toll on operating margins while a rising cost of debt would further slowdown earnings. The construction industry continues to face multiple challenges. Investment capax of the private sector continues to be weak due to slowdown in economic growth

In the recent years ahead, the construction industry in India has to overcome various challenges—be it with respect to housing, environment, transportation, power or natural hazards. Technocrats associated with the Indian Construction industry need to employ innovative technologies and skilled project handling strategies to overcome these challenges. The Outstanding performance under demanding situations in the past will stand in good stead and give confidence to the Indian Construction industry to bring about an overall development in the infrastructure of the nation. The gains of large investments in the mega-projects eventually will feedback to the construction industry itself in the form of better economy and improved work conditions.

Monetary tightening over the past couple of months along with volatility in commodity prices has induced delays in Capital Expenditure decisions. Once the macro environment begins to improve, government sector and private sector activity will pick up.

### BUSINESS ACTIVITIES

Construction is the company's core business, which focuses on residential, commercial, power, hotel, hospital and institutional and industrial construction projects. The business has been extended to offering complete Engineering Procurement Services (EPC) services.

ACIL is developing a portfolio of assets from planning and conceptualization to execution, and retains ownership rights on the assets created. Returns are generated from utilization of the assets leading to expansion of value.

The Company's order backlog as on 31st March, 2013 was Rs 5425 Crores approx. The order backlog is well distributed across various sectors including industrial, commercial, institutional, residential, hotels, Hospitals, BOT, etc.

### OPERATIONAL PERFORMANCE

The financial performance of the company on a standalone basis are:

- Order Book at Rs 5425 cr. at the close of 2012-13.
- Revenue from operations increased by from Rs 1395 cr. to Rs 1404 cr. 2012-13



## Ahluwalia Contracts (India) Limited

The turnover & operating margin decline due to increase competition as well as higher raw material price for fixed price proposition of order book & increase in interest cost. In nutshell reasons of loss are:

- Due to overall Economy's Slowdown & Poor liquidity conditions
- Macro economics scenario of high interest rates, delay in project approval, land acquisition & environmental clearance related issue
- Order book was not reflected in revenue & profitability due to execution delay & easing cost of construction
- Increase in labour cost mainly Govt. has regularly increased minimum wages price also short fall of skilled labour
- Interest cost, on the other hand have been high, and largely due to an increase in working capital requirements given the delays in payment and settlement of claims by some clients and this impacted the bottom lone.

All the above has resulted slowdown in the economy ultimately adversely affecting the progress of the company.

### **SAFETY, HEALTH AND ENVIRONMENTAL PERFROMANCE:**

We, at ACIL, believe that our long term business success depends on our ability to continually improve the quality of services while protecting people and the environment. 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. We are organizing our works through Integrated Management System for Safety, Health, Environment, Personnel, Industrial Relations and Quality Assurance, to ensure satisfying relationship with all employees and those who work for us.

### **QUALITY & SAFETY**

- The Company has provided Training personally at various sites through Head of QA/QC/SHE
- So far 750 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

### **HEALTH**

We care health and medical services of all employees including workers and give a regular feedback on their health status. We Provides primary medical care services and specialist expertise in the area of monitoring of the work environment and also organizes medical surveillance of the employees. Carries out periodical medical inspection of the operators of various sites of the Company. We also imparts training on subjects in the area of occupational health. In case of an accident, liaise with the concerned hospital authorities for hospital care of those injured. Inspection of all injury cases and taking further corrective actions as required.

We promote health for all employees and others who are associated with the company activities and carryout preventive inoculation/ vaccination of the workers.

First Aid Centers are established at all the construction sites with competent First Aider. The First Aid Centers are fully functional with some emergency medicines and dressing facilities. A stretcher is also kept at the Center. The CMO during his visits to the site, examines the patients at these Centers.

In case of any emergencies, hospitals near the construction sites have been identified and notified. In case of any accidents, the injured personnel except the First Aid cases are being referred to the nearest hospital for further treatment.

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

- 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



## Ahluwalia Contracts (India) Limited

### Care of the Workers

ACIL gives construction workers the best amenities similar to those available in a factory environment. The following steps are taken in the company for the care and welfare of the workers:

1. We provide them with clean accommodation, free electricity, filtered drinking water etc.
2. Hygienic & clean toilets and bathing areas are provided separately for ladies and gents.
3. Separate cooking areas are provided for safety reasons. No cooking is permitted in the living accommodation.
4. Crèches are provided for the children of the workers. The children are provided with books, stationary and mid-day meals.
5. We ensure that all our workers are insured as per the Workman's Compensation Policy and covered under the Employees Provident Fund scheme, where we pay from the worker's side also.
6. Workers participate in the National Safety Day Celebrations and other events related to EHS.
7. Free and fair chance for the workers to air their grievances and suggestions to the Management through the various site meetings and the EHS & Suggestion Committee.
8. Giving rewards to the workers for giving good suggestions.
9. Providing certificate training/ Workmen Training to the workers, at the end of which they are presented Certificates indicating their skills.

### WORKMEN TRAINING

- ACIL has been making continued efforts to promote interface between various disciplines related to built environment. It has aimed at improved system of Administration, Planning, Design, Construction and Maintenance of Built Environment. Now, in the field of 'Workmen Training', ACIL has taken the initiative to give on site training as per programme launched by Ministry of Labour, Govt. of India, under the name of 'Skill Development Initiative' scheme.
- As a first step in this direction ACIL has already initiated 'On Job Training' of workmen in the category of Asstt. Shutter Carpenter & Scaffold, Asstt. Bar Bender, Asstt. Mason, Asstt. Plumber and Electrician Level-I . More than 200 workers in different categories have already been trained by ACIL and tested by an independent Testing Agency appointed by Directorate General of Employment & Training (DGE & T) based on Modular Employable Skills (MES).
- The Company has also launched an intensive drive in the field of Training the Workmen under the aegis of Indian Buildings Congress (IBC) and the move is spear headed by the Dy. Managing Director Sh. Shobhit Uppal who is also the Vice President of IBC.
- Officers from other Construction Company have also contacted IBC & M/s Ahluwalia Contracts (India) Ltd. for imparting training to their construction workers at our training centers. Modalities are being worked out.
- Batch of our 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, Govt. of India under Modular Employable Skills (MES) program of the Directorate General of Employment & Training (DGET). After Results the successful candidates is issued with certificates by Directorate of Apprenticeship and Training, DGET, GOI along with ACIL Certificate. Issue of these certificates which are valid both in India and abroad will imply a career progression for the successful construction workers and is likely to result in an increased output from the individuals on the ground. This will also motivate fellow construction workers to go in for training and similar certification and upgrade their skills in the field.

### AWARDS & RECOGNITION

1. The company have won Delhi Shramik Puraskar – 2012 and Delhi Safety Awards – 2012 and awarded from Smt. Sheila Dikshit, Hon'ble Chief Minister of NCT of Delhi and Shri. Rama Kant Goswami, Hon'ble Labour Minister on the eve of Celebration of International Labour day 2012 by Labour Department at Delhi Secretariat, New Delhi.
2. ACIL has bagged the prestigious "Prashansa Patra" award 2011 for Delhi Airport Metro Express Project from the National Safety Council of India for exemplary monitoring and implementation of effective safety systems and procedures.
3. Once again, the company have won Delhi Shramik Puraskar – 2013 and Delhi Safety Awards – 2013 awarded by Smt. Sheila Dikshit, Hon'ble Chief Minister of NCT of Delhi and Dr. Ashok Kumar Walia, Hon'ble Labour Minister on the eve of Celebration of International Labour day 2013 by Labour Department at Delhi Secretariat, New Delhi.



## **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,

## **PRINCIPLES OF RISK MANAGEMENT FRAMEWORK**

- Shareholder Value Based: Risk management will be focused on sustaining the creation of shareholder value and protecting against erosion.
- Supported and assured: Risk management will provide support in establishing appropriate processes to ensure that current risks are being managed appropriately and assurance is provided to relevant shareholders over the effectiveness of these processes.
- Reviewed: Effectiveness of the risk management program will be reviewed on a regular basis to ensure in a dynamic and changing business environment.

Risk Management process adopted by Company comprises of the following steps

- Risk Identification with focus on Strategic, Operational, Financial, and Compliance.
- Risk Prioritization to identify the key risks for the business.
- To monitor risks on an ongoing basis.
- To develop a robust monitoring mechanism at the enterprise level to monitor the mitigation plans.

## **INFORMATION TECHNOLOGY**

ACIL uses Information Technology to provide reliable, contemporary and integrated business processes which enables it to improve all round operational efficiencies. To achieve these objectives, ACIL recognizes Information Technology as a critical business enabler that connects people, officers, companies and all stakeholders through automation and application. The IT function at ACIL has 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 organization. This has also improved consistency in management practices applied across all the systems.

## **OUTLOOK & STRENGTH**

At ACIL, we believe that change is the only thing that is constant, which is why our consistent endeavor is to stay in step with the times if not ahead of it. Keeping up with the challenges of the 21st century, we have gone in for extensive mechanization and specialization. This not only allows us to a strict control over quality but also helps us in honoring deadlines.

Your company recognizes the tough times and is concentrating through management. We have already initiated significant cost reduction efforts, optimizing of working capital requirements in order to minimize financing costs. These, coupled with other operational executions will enable the company to register better performance during the current year.

As a result of its consistent quest towards quality, safety and customer satisfaction our organization has got ISO 9001 certification which demonstrates our capabilities at par with the international market.



## Ahluwalia Contracts (India) Limited

In order to continually improve our system, expansion of business and venture into new disciplines, we will need to develop some winning strategies which will help combat the initial expenditure and get us major profits in near future. Cost reduction and cost control by effective and efficient planning profitability by adoption of latest techniques for project management, Inventory Control, Quality Management and Introduction of Risk Management, Scope Management, Resource Management.

### **□ Efficient Tax Planning:**

- R &D to be able to come up with better and more cost effective techniques and methods.
- More mechanization to improve our efficiency.
- Adoption of latest management tools and techniques.
- Proper collection and analysis of records to be able to learn from our mistakes and implementation of corrective and preventive actions in each and every department and project of our organization.
- Introduction of Information Technology in a big way to make everyone updated and to provide better communication and in hand information from any department and any project anywhere to the top Management.

### **CAUTIONARY STATEMENT**

Statements in this Management Discussion and Analysis describing the Company's Objectives, projections, estimates & 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.



## 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, 2013, 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"). 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.

### Auditors' Responsibility

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In the case of Balance Sheet, of the state of affairs of the company as at 31st March, 2013
- b) In the case of the Profit & Loss Account, of the loss 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;





## Ahluwalia Contracts (India) Limited

- 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, 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;
- e) on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For **ARUN K GUPTA & ASSOCIATES**

Chartered Accountants

FRN.-000605N

**(GIREESH KUMAR GOENKA)**

Partner

M.No. 096655

Place : New Delhi  
Dated : 30.05.2013



## 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 Rs. 2656.20 lacs and the year end balance of loans granted to such companies was Rs. 2485.51 lacs and the terms and conditions of the loans are not prima facie prejudicial to the interest of the 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 offer whether the company is regular in repayment of principal and if there is any overdue payment. The maximum amount involved during the year was Rs.3865.00 lacs and the year end balance of loan taken from such party was Rs 752.14 lacs.*
- (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 company has an internal audit system commensurate with the size and nature of its business.



## Ahluwalia Contracts (India) Limited

- (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 some cases in Service Tax & TDS*.
- (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, service tax, 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.
- (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 (Rs. in Lacs)	Period to which the amount relates	Forum where dispute is pending
Central Excise Act	Demand for Excise Duty	25.11	1996-1997 & 2000-2001	CESTAT, New Delhi
Central Excise Act	Demand for Excise Duty	14.26	Mar 11 to Nov 12	Commissioner Bangalore
Indian Stamp Act	Stamp duty on Real Estate Project	57.42	1990-1991	Allahabad Revenue Tribunal
Work Contract Tax Act, Delhi	Works Contract Tax Demand	15.26	2004-2005	Hon'ble Delhi High Court
Value Added Tax, West Bengal	VAT Demand	3.01	1998-1999	Tribunal, Kolkata
Value Added Tax Act Haryana	VAT Demand	5.93	2005-2006	VAT Tribunal Chandigarh
Value Added Tax Act Karnataka	VAT Demand	7.79	2006-2007	Tribunal Court Bangalore
Value Added Tax Act GZB	VAT Demand	0.30	2006-2007	Tribunal Court GZB
Value Added Tax Act Maharashtra	VAT Demand	16.43	2005-2006	Dy. Commissioner (Audit), Mumbai
Value Added Tax Act Ghaziabad	VAT Demand	128.72	2008-2009	Addl. Commissioner Appeals-IV, GZB
Value Added Tax Act, West Bengal	VAT Demand	45.19	2005-2006 & 2006-2007	Directorate of Commercial Tax /Sr. Jt. Commissioner, Kolkata
Value Added Tax Act, West Bengal	VAT Demand	1.53	1997-1998	Settlement Commissioner, Kolkata
The Finance Act 2004 and the Service Tax Rules	Service Tax Demand	7361.61	2004-2009	Appeal Tribunal, CESTAT, New Delhi
	Service Tax Demand	211.95	2004-2008	CESTAT, New Delhi
	Service Tax Demand	3110.33	Oct.08 to Mar. 09	CESTAT, New Delhi
	Service Tax Demand	385.54	2007-08 to 2011-12	Commissioner of Service Tax Delhi.
	Service Tax Demand	2289.62	2010-2011	CESTAT, New Delhi



## Ahluwalia Contracts (India) Limited

Name of the Statute	Nature of Dues	Amount (Rs. in Lacs)	Period to which the amount relates	Forum where dispute is pending
	Service Tax Demand	9631.57	Apr-09 to March 10	CESTAT, New Delhi
	Service Tax Demand	1543.79	Oct 08 to Sep 09 & Oct 09 to March 10	CESTAT, New Delhi
	Service Tax Demand	5229.06	April 10 to Mar 12	Commissioner Service Tax, Rohtak
	Service Tax Demand	25.55	Apr.06 to Oct.09	Additional Commissioner, Chennai.
	Service Tax Demand	15.74	2006-2009	Superintendent (AR Service Tax), Jamnagar
	Service Tax Demand	1177.95	2004-2012	Asstt. Commissioner/ Commissioner (Appeal), Service Tax, Mumbai
	Service Tax Demand	3054.05	June 07 to Sep 10	CESTAT Noida
	Service Tax Demand	23.88	Oct 10 to Feb 2012	Commissioner(Appeal), Service Tax, Noida
	Service Tax Demand	120.46	July 04 to Dec 06	Commissioner (Appeal) Service Tax, Noida
	Service Tax Demand	8.71	2007-2008	Asstt. Commissioner Service Tax, Rajkot
	Service Tax Demand	472.02	2006-2009	Commissioner/Asstt. Commissioner/Joint Commissioner Service Tax, Ludhiana
	Service Tax Demand	2622.25	01.03.05 to 31.03.09	CESTAT Kolkata
	Service Tax Demand	103.48	Oct 05 to Jan 08	Commissioner Service Tax, Kolkata
	Service Tax Demand	20.37	Apr 08 to Aug 08	Joint Commissioner Service Tax, Kolkata
	Service Tax Demand	965.47	2008-09 to 2011-12	Commissione Service Tax, Bangalore
Employees Provident Fund & Misc Provision Act	Provident Fund Demand	5457.34	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 incurred cash losses in the current year and there were no 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.



## Ahluwalia Contracts (India) Limited

- (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 given corporate guarantee of Rs. 1650 lacs for loans taken by its wholly owned subsidiary namely M/s. Ahlcon Ready Mix Concrete Pvt. Ltd. from bank. In our opinion the terms & conditions are not prejudicial to the interest of the company.
- (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 the funds amounting to Rs.1515.19 lacs 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**  
Chartered Accountants  
FRN.-000605N

**(GIREESH KUMAR GOENKA)**  
Partner  
M.No. 096655

Place : New Delhi  
Dated : 30.05.2013



## Ahluwalia Contracts (India) Limited

### BALANCE SHEET AS AT 31ST MARCH, 2013

PARTICULARS	NOTE NO.	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
<b>EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDERS FUND</b>			
Share capital	3	125525120	125525120
Reserves & surplus	4	1918822779	2681214880
		<u>2044347899</u>	<u>2806740000</u>
<b>NON-CURRENT LIABILITIES</b>			
Long-term borrowings	5	360440312	188114037
Other long-term liabilities	6	330893756	220985175
Long-term provisions	7	20609605	13152455
		<u>711943673</u>	<u>422251667</u>
<b>CURRENT LIABILITIES</b>			
Short-term borrowings	8	1961944230	1828620860
Trade payables	9	2970463755	3071688809
Other current liabilities	10	2697449383	2919888636
Short term provisions	11	3665893	6046145
		<u>7633523262</u>	<u>7826244449</u>
<b>TOTAL</b>		<b>10389814834</b>	<b>11055236116</b>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Fixed Assets	12		
Tangible assets		1376786694	1504333010
Intangible assets		8357803	7373673
Capital work-in progress		5331328	26000000
Intangible assets under development		402147810	281718607
		<u>1792623635</u>	<u>1819425290</u>
Non-current investment	13	14888940	114888940
Deferred tax assets (net)	14	162049723	162049723
Long-term loans and advances	15	928774612	611032400
Trade receivables	16	550289468	572838095
Other non-current assets	17	90344853	192559878
		<u>1746347597</u>	<u>1653369036</u>
<b>CURRENT ASSETS</b>			
Current investments	18	0	20000000
Inventories	19	1671850489	2193943890
Trade receivables	20	4101000713	4260641437
Cash and Bank balances	21	854735008	838152009
Short-term loans and advances	22	188403926	231317474
Other current assets	23	34853467	38386981
		<u>6850843602</u>	<u>7582441791</u>
<b>TOTAL</b>		<b>10389814834</b>	<b>11055236116</b>

#### Summary of Significant Accounting Policies

2

#### 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**  
Executive Director - F&A  
(Chief Financial Officer)

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

Place : New Delhi  
Date : 30-05-2013



## Ahluwalia Contracts (India) Limited

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

PARTICULARS	NOTE NO.	YEAR ENDED	
		31.03.2013	31.03.2012
		(RS.)	(RS.)
<b>REVENUE FROM OPERATIONS</b>			
Revenue from operations	24	13882130242	13636102346
Other Income	25	153784731	109806860
<b>Total Revenue (A)</b>		<b>14035914974</b>	<b>13745909206</b>
<b>EXPENSES</b>			
Cost of Material Consumed		7659750658	7792433000
Operating Expenses	26	3273576124	3239971090
Purchase of Traded Goods		176773883	78877158
(Increase)/ Decrease in Work in Progress & Stock in Trade	27	143158420	(652294222)
Employee benefit expenses	28	2590906624	2697169295
Finance costs	29	333921892	264369407
Depreciation	12	352122976	428819463
Less Transfer from Revaluation Reserve		167586	167586
Other expenses	30	275553353	301815689
<b>Total Expenses (B)</b>		<b>14805596344</b>	<b>14150993294</b>
(Loss)/Profit before tax and exceptional item		(769681370)	(405084088)
Exceptional Item	45	8056856	0
<b>(LOSS)/PROFIT BEFORE TAX</b>		<b>(761624514)</b>	<b>(405084088)</b>
Provision for Current Tax		0	631209
Provision for Wealth Tax		600000	600000
Provision for Deferred Tax Liability / (Assets)		0	0
<b>NET (LOSS)/PROFIT AFTER TAX</b>		<b>(762224514)</b>	<b>(406315297)</b>
Earning per share(Basic)	Rs.	(12.14)	(6.47)
Earning per share(Diluted)	Rs.	(12.14)	(6.47)
(Face Value Rs. 2/- each)			
Number of share used in computing earning per share			
Basic		62762560	62762560
Diluted		62762560	62762560

#### Summary of Significant Accounting Policies

2

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**  
Executive Director - F&A  
(Chief Financial Officer)

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

Place : New Delhi  
Date : 30-05-2013



**CASH FLOW STATEMENT FOR THE YEAR ENDED AS ON 31ST MARCH, 2013**

	YEAR ENDED 31.03.2013 (RS.)	YEAR ENDED 31.03.2012 (RS.)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit/(Loss) before tax and extra ordinary items	(761,624,514)	(405,084,088)
<b>Adjustment for :</b>		
Depreciation	351,955,390	428,651,877
Interest Received	(54,379,147)	(52,331,156)
Interest Paid	292,894,980	219,603,936
Rent Received	(1,066,968)	(4,430,025)
Provision for diminution in value of investment	100,000,000	0
Provision for doubtful advances	151,383,500	0
Profit on Sale of Fixed Assets	(257,812,363)	(604,601)
Loss on Sale of Fixed Assets	2,152,314	699,249
Profit on Sale of Shares	0	0
<b>Operating Profit before working Capital Changes :</b>	<u>(176,496,808)</u>	<u>186,505,192</u>
<b>Movement in working capital :</b>		
Increase/(decrease) in Trade Receivables	182,189,351	207,579,603
Increase/(decrease) in Inventories	522,093,401	(514,596,240)
Increase/(decrease) in Trade & Other Payables/Provisions	(296,244,837)	108,712,103
Increase/(decrease) in Loans and Advances & Other Receivables	(126,619,235)	139,929,093
<b>Cash generated from Operations :</b>	<u>104,921,873</u>	<u>128,129,751</u>
Direct Taxes Paid	(284,910,152)	(286,761,059)
Increase in Miscellaneous Expenditure	0	0
<b>Net Cash from Operating Activities (A)</b>	<u>(179,988,279)</u>	<u>(158,631,308)</u>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	(354,601,338)	(624,027,748)
Purchase of Shares	0	(54,510,000)
Movement in Fixed Deposits with Banks	(9,203,005)	27,590,958
Sale of Shares	20,000,000	0
Sale of Fixed Assets	284,940,066	5,638,744
Interest Received	54,379,147	52,331,156
Rent Received	1,066,968	4,430,025
<b>Net Cash from Investing Activities (B)</b>	<u>(3,418,163)</u>	<u>(588,546,865)</u>





## Ahluwalia Contracts (India) Limited

	YEAR ENDED 31.03.2013 (RS.)	YEAR ENDED 31.03.2012 (RS.)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from Long term borrowings	390,047,451	255,358,210
Repayment of Long term borrowings	(130,155,166)	(108,286,351)
Movement in Short term borrowings	133,323,370	345,364,910
Interest Paid	(292,894,980)	(219,603,936)
<b>Net Cash from Financing Activities (C)</b>	<b>100,320,675</b>	<b>272,832,833</b>
<b>Net Increase/Decrease in Cash &amp; Cash Equivalents</b>	<b>(83,085,767)</b>	<b>(474,345,340)</b>
Cash & Cash equivalents (Opening)	498,650,772	972,996,112
Cash & Cash equivalents (Closing)	415,565,005	498,650,772
<b>Components of Cash and Cash Equivalents</b>		
Cash in Hand	131,563,622	110,928,109
Balance with Scheduled Banks - Current Accounts	283,306,398	366,822,984
Term Deposit with original maturity less then 3 months	0	20,493,607
Unpaid Dividend Accounts *	694,985	406,072
	415,565,005	498,650,772
Add:- Term Deposits pledged with Scheduled Banks not considered as cash and cash equivalents	503,647,934	494,444,929
Less : Fixed Deposits having maturity period more then 12 months	64,477,932	154,943,691
Cash And Bank Balances	854735008	838152010

\* These Balances are not available for the use by the Company as they represent corresponding unpaid dividend liabilities.

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**  
Executive Director - F&A  
(Chief Financial Officer)

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

Place : New Delhi  
Date : 30-05-2013



## Ahluwalia Contracts (India) Limited

### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31-03-2013.

#### 1. NATURE OF OPERATION

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.

#### 2. SIGNIFICANT ACCOUNTING POLICIES

##### (A) BASIS OF PREPARATION OF FINANCIAL STATEMENTS

- (i) The Financial statements are prepared under the historical cost convention, in accordance with the generally accepted accounting principles, in compliance with the Accounting Standards issued by the Institute of Chartered Accountants of India from time to time and provisions of the Companies Act, 1956 as adopted consistently by the company, unless otherwise stated.
- (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 WIP 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.
- (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.

##### (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 Rs. 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) Depreciation on shuttering material is provided @ 100% on prorata basis. Items costing below Rs. 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) Depreciation on revalued amount of Fixed Assets is being charged to Revaluation Reserve Account.
- (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**

- (i) 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.
- (ii) Shuttering material included under the head Plant & Machinery, on becoming scrap is removed from the Gross Block of Plant & Machinery. The carrying value if any of shuttering material is amortised as per Accounting Standard – 28. As carrying value of the assets discarded / scrap during the year is nil, there is no impairment 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.



## Ahluwalia Contracts (India) Limited

### **(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**

udgments 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.



## Ahluwalia Contracts (India) Limited

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**

Where the Company is the lessee:

Finance leases, which effectively transfer to the Company substantially all the risks and benefits incidental to ownership of the leased item, 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 capitalised.

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.

### **(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.



## Ahluwalia Contracts (India) Limited

### NOTE - 3 : SHARE CAPITAL

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
<b>AUTHORISED CAPITAL</b>		
10,00,00,000, Equity Share of Rs. 2/- each (P.Y. 10,00,00,000 Equity Share of Rs. 2/- each)	200000000	200000000
<b>ISSUED, SUBSCRIBED &amp; PAIDUP</b>		
6,27,62,560, Equity Shares of Rs. 2/- each (P.Y. 6,27,62,560 Equity Shares of Rs. 2/- each) fully paid up (out of this 3,50,030 Equity shares of Rs. 2/- each have been issued for other than cash and 5,58,39,900 Equity shares of Rs. 2/- each have been issued as bonus shares by way of capitalisation of accumulated profits)	125525120	125525120
<b>TOTAL</b>	<u>125525120</u>	<u>125525120</u>

#### Terms / Rights attached to equity shares

The company has only one class of equity share having a par value of Rs. 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 year.

Particulars	As at 31-03-2013		As at 31-03-2012	
	No. of Shares	Amount in Rs.	No. of Shares	Amount in Rs.
At the beginning of the year	62762560	125525120	62762560	125525120
Add : Shares issued during the year	Nil	Nil	Nil	Nil
<b>Outstanding at the end of the year</b>	<b>62762560</b>	<b>125525120</b>	<b>62762560</b>	<b>125525120</b>

Details of shareholders holding more than 5% share in the company		No. of Shares	%age of Holdings	No. of Shares	%age of Holdings
		March 31, 2013	March 31, 2013	March 31, 2012	March 31, 2012
Equity shares of Rs. 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



## Ahluwalia Contracts (India) Limited

### NOTE - 4: RESERVES & SURPLUS

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Securities Premium Account	16000000	16000000
<b>Revaluation reserve</b>		
Balance as per last financial statement	7339526	7507112
Less: transferred to profit and loss account	167586	167586
	7171940	7339526
<b>General Reserve</b>		
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	2313085111	2719400408
Add: Net Profit/(Loss) for the year	-762224514	-406315297
<b>Amount available for appropriation</b>	1550860596	2313085111
<b>TOTAL</b>	1918822779	2681214880

### NOTE:-5 LONG-TERM BORROWINGS

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
<b>TERM LOANS</b>		
From Banks	338539792	166199671
From Others	21642450	21914366
<b>VEHICLE LOANS</b>		
From Banks	258070	0
<b>TOTAL</b>	360440312	188114037

#### Term Loans

- From Punjab & Sind Bank of Rs. 39,10,39,792/- (Previous Year 20,48,22,782/-) is secured by way of
  - a) Negative lien to be created on licensing rights and future lease rentals receivable, through Escrow mechanism of commercial complex with bus depot and workshop at Kota.
  - 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 (i) Mr. Bikramjit Ahluwalia (ii) Mrs. Sudershan Walia (iii) Mr. Vikaas Ahluwalia.

The term loan bear floating interest at the rate base rate plus 2.75% p.a. The term loan are repayable in 32 quarterly installments of Rs. 1,31,25,000/-starting from September, 2012.
- Term Loan facilities from HDFC Bank of Rs. 11,05,688/- (P.Y. Rs. 2,11,96,415/-) against machinery are secured by way of hypothecation of specified machinery. The term loan bear interest rate 8.25% to 9.50%. The terms loans are repayable in monthly installments.



## Ahluwalia Contracts (India) Limited

- Term loan facilities taken for vehicles From Bank of Maharashtra are secured by way of hypothecation of specified vehicles and personal guarantee of Mr. Bikramjit Ahluwalia.
- Other Term Loan From Siemens Financial Services Ltd., Tata Capital Ltd., TML Financial Services Ltd., Magma Fincorp Ltd., SREI Equipments Finance Pvt. Ltd., are secured by way of hypothecation of specified machinery / vehicle. The term loan bear interest rate 8.40% to 12.25%. The terms loans are repayable in monthly installments.

### NOTE:-6 OTHER LONG-TERM LIABILITIES

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Mobilisation Advance	330893756	220985175
<b>TOTAL</b>	<b>330893756</b>	<b>220985175</b>

### NOTE:-7 LONG-TERM PROVISIONS

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Provision for Gratuity	20609605	13152455
<b>TOTAL</b>	<b>20609605</b>	<b>13152455</b>

### NOTE:-8 SHORT-TERM BORROWINGS

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
<b>SECURED</b>		
Working Capital Loan from Banks	1886730343	1828620860
<b>UNSECURED</b>		
From Director	75213887	0
<b>TOTAL</b>	<b>1961944230</b>	<b>1828620860</b>

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 properties
- Demand Promisory Note
- Personal guarantee of (i) Mr. Bikramjit Ahluwalia (ii) Mr. Shobhit Uppal (iii) Mrs. Sudersahan Walia & (iv) Mr. Vikaas Ahluwalia

The working capital loans from banks bear floating interest rate ranging from base rate plus 2% to 5%.

Loan from Director is interest free and repayable on demand.





## Ahluwalia Contracts (India) Limited

### NOTE:-9 TRADE PAYABLES

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Trade Payables		
Dues to Micro and Small Enterprises (refer note-34)	6935755	3706044
Others*	2963528000	3067982765
<b>TOTAL</b>	<b>2970463755</b>	<b>3071688809</b>

Includes Rs. Nil (P.Y. Rs. 1,46,64,235/-) due to wholly owned subsidiary company.

### NOTE:-10 OTHER CURRENT LIABILITIES

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Current maturities of term loans from banks (refer note-5)	53152252	59819526
Current maturities of term loans from others (refer note-5)	151670192	57399436
Current maturities of vehicle loans from banks (refer note-5)	195366	232838
Mobilisation Advance	1696509936	1967624165
Advance against Material at Site	222356199	341538218
Advance against flat booking	9192854	16714279
Dues to Statutory Authorities	228356749	167251355
Due to Directors	6844566	8305526
Other payables	327308252	299889678
Interest accrued but not due on borrowing	1168034	707543
Unclaimed Divident (1)	694985	406072
<b>TOTAL</b>	<b>2697449383</b>	<b>2919888636</b>

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

### Note:-11 SHORT-TERM PROVISIONS

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
For Gratuity	3065893	5446145
For Wealth Tax	600000	600000
<b>TOTAL</b>	<b>3665893</b>	<b>6046145</b>



**NOTE:-12 FIXED ASSETS**

Description of Assets	Gross Block			Depreciation			Net Block			
	Cost as on 1/4/2012 (Rs.)	Additions During the Year (Rs.)	Sales/ Adjustments During the Year (Rs.)	Total as on 31/03/2013 (Rs.)	UPTO 31/03/2012 (Rs.)	During for the year (Rs.)	Adjustments during the Year (Rs.)	Total as on 31/03/2013 (Rs.)	W.D.V as on 31/03/2013 (Rs.)	W.D.V As on 31/3/2012 (Rs.)
LAND-LEASEHOLD	28715682			28715682	2136925	363860		2500785	26214897	26578757
LAND- FREEHOLD	23327750		20854250	2473500	0			0	2473500	23327750
BUILDING	94810400	639060	3141396	92308064	42399873	4241918	546541	46095250	46212814	52410527
PLANT & MACHINERY	2770068870	218768950	212768795	2776069025	1566934570	307867770	212768795	1662033545	1114035480	1203134300
VEHICLES	262694539	26344697	15159304	273879932	125116000	28865678	9328392	144653286	129226646	137578539
FURNITURE & FIXTURES	17485879	1320972		18806851	9498396	776855		10275251	8531600	7987483
OFFICE EQUIPMENTS	46430395	3004158		49434553	13540331	2192070		15732401	33702152	32890064
COMPUTERS	46490777	1397701		47888478	26065187	5433686		31498873	16389605	20425590
INTANGIBLES ASSETS										
COMPUTER SOFTWARE	12839915	3365269		16205184	5466242	2381139		7847381	8357803	7373673
GROSS TOTAL=>	3302864207	254840807	251923745	3305781269	1791157524	352122976	222643728	1920636772	1385144497	1511706683
PREVIOUS YEAR =>	2842912628	467661887	7710308	3302864207	1364314978	428819463	1976917	1791157524	1511706683	1478597650
CAPITAL WORK-IN-PROGRESS									5331328	26000000
INTANGIBLE ASSETS UNDER DEVELOPMENT									402147810	281718607

**NOTE :-**

- Gross Block of Plant & Machinery, Shuttering Material, Earth Movers, Vehicles and Commercial Vehicles includes Rs. 9,48,43,055/- (P.Y. Rs. 37,50,33,574/-), Rs. 5,84,87,396/- (P.Y. Rs. 13,16,32,188/-), Rs. 33,65,234/- (P.Y. Rs. 54,71,956/-), Rs. 7,87,225/- (P.Y. Rs. 21,84,339/-), Rs. 2,53,49,595/- (P.Y. Rs. 13,61,52,327/-) taken on hire purchase/ finance respectively.
- Land lease hold includes Rs. 1359872/- pending registration in the name of the company.
- Building (cost of Floor) includes Rs. 1,36,80,000/- pending registration in the name of the company.
- Capital Work-in-Progress comprises Plant & Machinery in transit Rs. 53,31,328/- (P.Y. Rs. 2,60,00,000/-)
- Intangible assets under development comprises service concession arrangement (Refer Note No. 38) Rs. 40,21,47,810/- (P.Y. Rs. 28,17,18,607/-), including interest on borrowings Rs. 6,19,18,122/- (P.Y. 1,95,66,862/-)



## Ahluwalia Contracts (India) Limited

### NOTE:-13 NON-CURRENT INVESTMENT

PARTICULARS	Balance As at 01.04.2012 (Rs.)	Additions During the Year (Rs.)	Sale/ Adjustment During the Year (Rs.)	Balance As at 31.03.2013 (Rs.)
<b>INVESTMENTS IN EQUITY SHARES</b>				
<b>A. TRADE INVESTMENTS FULLY PAID UP (AT COST)</b>				
<b>UNQUOTED</b>				
(1) 1662 (P.Y. 1662) Equity shares of Rs. 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 Rs. 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 Rs. 10/- each M/s. Capricon Industrials Ltd. a company in which directors are interested	172740	0	0	172740
(4) 10000000 (P.Y. 10000000) Equity shares of Rs.10/- each M/s. Ahlcon Ready Mix Concrete Pvt. Ltd. company on hiving off the division (wholly owned subsidiary)	100000000	0	0	100000000
(5) 10000 (P.Y. 10000) Equity shares of Rs.10/- each M/s. Premsagar Merchants Pvt. Ltd. (wholly owned subsidiary)	2860000	0	0	2860000
(6) 10000 (P.Y. 10000) Equity shares of Rs.10/- each M/s. Paramount Dealcomm Pvt. Ltd. (wholly owned subsidiary)	2860000	0	0	2860000
(7) 10000 (P.Y. 10000) Equity shares of Rs.10/- each M/s. Splendor Distributors Pvt. Ltd. (wholly owned subsidiary)	2860000	0	0	2860000
(8) 10000 (P.Y. 10000) Equity shares of Rs.10/- each M/s. Dipesh Mining Pvt. Ltd. (wholly owned subsidiary)	2860000	0	0	2860000
(9) 10000 (P.Y. 10000) Equity shares of Rs.10/- each M/s. Jiwan Jyoti Traders Pvt. Ltd. (wholly owned subsidiary)	2860000	0	0	2860000
Aggregate investments in equity shares	114888940	0	0	114888940
Less:- Aggregate Provision for diminution in value of investments	0			100000000
<b>TOTAL</b>	<b>114888940</b>	<b>0</b>	<b>0</b>	<b>14888940</b>



## Ahluwalia Contracts (India) Limited

### NOTE:-14 DEFERRED TAX

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
<b>Deferred tax Assets</b>		
Timing difference on account of Depreciation (Difference as per books & as per Income Tax Act)	159265481	161038553
On account of Disallowance	87552840	61451711
On account of Carried forward Losses including depreciation	308008547	75042769
<b>Total (A)</b>	<u>554826868</u>	<u>297533033</u>
<b>Deferred tax Liabilities</b>		
	0	0
<b>Total(B)</b>	<u>0</u>	<u>0</u>
<b>Net deferred Tax Assets/(Liabilities) (A-B)</b>	<u>554826868</u>	<u>297533033</u>
<b>Net deferred Tax Assets /(Liabilities) for the year</b>	<u>257293835</u>	<u>135483310</u>

**Note:-** In consonance of prudent accounting practice the deferred tax assets arisen during the year and in previous year on account of timing difference of depreciation, disallowances and carried forward losses & unabsorbed depreciation has not been recognised.

### NOTE - 15 : LONG-TERM LOANS AND ADVANCES

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
<b>Unsecured Considered Good</b>		
Loans to Subsidiaries	99668137	59455162
Capital advances	43992112	43992112
Advances recoverable in cash or in kind or for value to be received		
i) Advance against Real Estate project	52500000	55000000
ii) Earnest Money Deposit	12272797	26907797
iii) Staff Advance	420300	856451
iv) Advance Income tax /TDS (net of provisions) (Includes Rs. 3,65,32,900/- cash seized P.Y. Nil)	663210783	342367732
v) Others	56710484	785114364
	<u>785114364</u>	<u>82453146</u>
Unsecured, considered doubtful		
Loans to Subsidiaries	148883500	
Advance against Real Estate project	18500000	16000000
	<u>1096158112</u>	<u>627032400</u>
Less: Provision for doubtful advances	167383500	16000000
<b>TOTAL</b>	<u>928774612</u>	<u>611032400</u>



## Ahluwalia Contracts (India) Limited

### NOTE:-16 TRADE RECEIVABLES (NON CURRENT)

PARTICULARS	AS AT 31.03.2013		AS AT 31.03.2012	
	(RS.)		(RS.)	
Receivables outstanding for a period exceeding six months from the date they are due from payment				
Unsecured, considered good				
Retention Money	46033177		70323163	
Against Running Bills	504256291	550289468	502514932	572838095
Unsecured, considered doubtful				
Retention Money	8944315		11959499	
Against Running Bills	26659735	35604050	38644210	50603709
Less: Provision for doubtful debts receivables		35604050		50603709
<b>TOTAL</b>		<b>550289468</b>		<b>572838095</b>

### NOTE:-17 OTHER NON-CURRENT ASSETS

PARTICULARS	AS AT 31.03.2013		AS AT 31.03.2012	
	(RS.)		(RS.)	
Deposits with maturity more than 12 months		64477932		154943691
Interest Receivable on deposits		23492789		34505881
Prepaid Expenses		2374133		3110306
<b>TOTAL</b>		<b>90344853</b>		<b>192559878</b>

### NOTE:-18 CURRENT INVESTMENTS

PARTICULARS	Balance As at 01.04.2012 (Rs.)	Additions During the Year (Rs.)	Sale/ Adjustment During the Year (Rs.)	Balance As at 31.03.2013 (Rs.)
<b>NON TRADE-UNQUOTED</b> (valued at the lower of cost and fair value)				
(1) Punjab & Sind Bank Growth plan (Nil P.Y 9999.15 units purchased of Rs.1000.07 each fully paid up)	5000000	0	5000000	0
(2) Punjab & Sind Bank Dividend plan daily (Nil P.Y 8,05,723.862 units purchased of Rs.18.6168 each fully paid up)  (Market value Nil P.Y.Rs.2,02,90,140/-)	15000000	0	15000000	0
	20000000	0	20000000	0



## Ahluwalia Contracts (India) Limited

### NOTE:-19 INVENTORIES

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Work in Progress	955735653	1098894073
Raw Material (includes in transit Rs. 94,56,212/- (P.Y.Rs.1,13,29,340/-)	670505427	1082486269
Scrap (valued at estimated realizable value)	45609409	12563548
<b>TOTAL</b>	<u>1671850489</u>	<u>2193943890</u>

### NOTE:-20 TRADE RECEIVABLE (CURRENT)

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Receivables outstanding for a period exceeding six months from the date they are due from payment		
<b>Unsecured,considered good</b>		
Retention Money	1113784582	1066075884
Against Running Bills	<u>867062483</u>	<u>588256345</u>
<b>Others debts</b> (Unsecured,considered good)		
Retention Money	0	5943344
Against Running Bills*	<u>2120153648</u>	<u>2600365863</u>
<b>TOTAL</b>	<u>4101000713</u>	<u>4260641437</u>

\* Includes Rs. Nil (P.Y. Rs. 84,90,574/-) due from related party.

### NOTE:-21 CASH AND BANK BALANCES

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
<b>Cash and Cash equivalents</b>		
Cash-in-hand	131563622	110928109
Balance with banks		
In current accounts	283306398	366822984
In unpaid dividend accounts (1)	694985	406072
Deposits with original maturity less than 3 months	0.	20493607
<b>Total (A)</b>	<u>415565005</u>	<u>498650772</u>



## Ahluwalia Contracts (India) Limited

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
<b>Other Bank Balance</b>		
Deposits with original maturity less than 3 months (2)	2545895	2191321
Deposits with original maturity more than 3 months but less than 12 months (2)	331454957	252116706
Deposits with original maturity more than 12 months (2)	169647082	240136902
	<u>503647934</u>	<u>494444929</u>
Less : Amount disclosed under non current assets	64477932	154943691
<b>Total (B)</b>	<u>439170002</u>	<u>339501238</u>
<b>Total (A+B)</b>	<u><u>854735008</u></u>	<u><u>838152010</u></u>

- (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 cases against the company.

### NOTE:-22 SHORT-TERM LOANS AND ADVANCES

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
<b>Unsecured Considered Good</b>		
Advances recoverable in cash or in kind or for value to be received		
i) Earnest Money Deposit	7330000	6680000
ii) Advance to companies in which Directors are interested	69978915	76492852
iii) Advance to Suppliers & Petty Contractors	96069660	135672587
iv) Advance to Staff	10747368	10883046
v) Others	4277984	1588989
<b>TOTAL</b>	<u><u>188403926</u></u>	<u><u>231317474</u></u>

### NOTE:-23 OTHER CURRENT ASSETS

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Interest Receivable on deposits	8329624	0
Prepaid Expenses	26523843	38386981
<b>TOTAL</b>	<u><u>34853467</u></u>	<u><u>38386981</u></u>



## Ahluwalia Contracts (India) Limited

### NOTE:-24 REVENUE FROM OPERATIONS

<b>PARTICULARS</b>	<b>AS AT 31.03.2013</b>	<b>AS AT 31.03.2012</b>
	<b>(RS.)</b>	<b>(RS.)</b>
Contract Work Receipts	13634206201	13486388301
Sales Trading (Construction related Material)	193715242	109601089
Sales (Scrap)	54208799	40112956
<b>TOTAL</b>	<b>13882130242</b>	<b>13636102346</b>

### NOTE:-25 OTHER INCOME

<b>PARTICULARS</b>	<b>AS AT 31.03.2013</b>	<b>AS AT 31.03.2012</b>
	<b>(RS.)</b>	<b>(RS.)</b>
Interest on deposits	54379147	52331156
Rent	1066968	4430025
Liabilities Written Back	22029371	48584012
Profit on sale of Fixed Assets	872007	604601
Exchange Fluctuation gain (net)	0	319566
Provision for Doubtful Debts Written Back	28150071	1500000
Provision for doubtful advances Written Back	0	2000000
Dividend on Long Term Investment	0	37500
Director remuneration*	4733409	0
Shuttering scrap	42553759	0
<b>TOTAL</b>	<b>153784731</b>	<b>109806860</b>

\*Reversed as per Central Government Direction

### NOTE:-26 OPERATING EXPENSES

<b>PARTICULARS</b>	<b>AS AT 31.03.2013</b>	<b>AS AT 31.03.2012</b>
	<b>(RS.)</b>	<b>(RS.)</b>
Sub-Contracts	2400910205	2310878420
Professional Charges	35174045	65535114
Power & Fuel	330357913	314470575
Machinery & Shuttering Hire Charges	265193473	298853727
Machinery Repair & Maintenance	100404124	106569889
Commercial Vehicle Running & Maintenance	10456499	9115744
Testing Expenses	5937047	11076962
Insurance Expenses	38505017	40124997
Watch & Ward Expenses	86637801	83345663
<b>TOTAL</b>	<b>3273576124</b>	<b>3239971090</b>





## Ahluwalia Contracts (India) Limited

### NOTE:-27 (INCREASE)/DECREASE IN WORK IN PROGRESS

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
<b>Work-in-Progress</b>		
Opening Stock:	1098894073	446599851
Closing Stock	955735653	1098894073
	<u>(143158420)</u>	<u>652294222</u>

### NOTE:-28 EMPLOYEE BENEFIT EXPENSES

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
<b>Staff Cost</b>		
Salaries and other benefits (Including Directors Remuneration Rs. 1,54,59,789/- previous year Rs. 2,08,63,413/-)	896124170	878875524
Employees Welfare	28282082	35278213
Employer's Contribution to Provident and Other Funds.	29631022	954037274
	<u>954037274</u>	<u>26611334</u>
<b>Labour Cost</b>		
Labour Wages & other benefits	1546089426	1647099293
Contribution to Provident & Other Funds	20643022	26707697
Hutment Expenses	6030911	10716725
Labour Welfare	64105991	1636869350
	<u>1636869350</u>	<u>71880509</u>
<b>TOTAL</b>	<u>2590906624</u>	<u>2697169295</u>

### NOTE:-29 FINANCE COST

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Interest on Term Loans	13916916	18232926
Interest on Working Capital & Others	278978065	201371010
Interest on Income Tax	17300	1294600
Upfront/Processing fee	3691646	6689593
Bank Charges	37317965	36781278
	<u>37317965</u>	<u>36781278</u>
<b>TOTAL</b>	<u>333921892</u>	<u>264369407</u>



## Ahluwalia Contracts (India) Limited

### NOTE:-30 OTHER EXPENSES

<b>PARTICULARS</b>	<b>AS AT 31.03.2013 (RS.)</b>	<b>AS AT 31.03.2012 (RS.)</b>
Electricity & Water Charges	4282747	6938843
Rent	86998449	99331703
Travelling & Conveyance Expenses	38822892	40220569
Travelling & Conveyance (Directors)	3551789	4593630
Legal & Professional Charges	28069591	26324434
Repairs & Maintenance :-		
Building	0	555750
Others	11176857	15745437
Vehicle Running & Maintenance	26797757	28275036
Postage, Telegram and Telephone Expenses	18086688	20442898
Printing and Stationery	12812471	15830155
Advertisement	779916	900733
Business Promotion	2009926	2439031
Charity & Donation (other then Political party)	719751	974957
Insurance Charges	9001457	3401745
Watch & Ward Expenses	3387161	2634970
Rates & Taxes	1406343	1632054
Workman Compensation	914484	315838
Miscellaneous Expenses	5606821	5971050
Payment to Auditors (Refer Note No. 40)	2379027	2314165
Loss on Sale of Fixed Assets	2152314	699249
Bad Debts/Doubtful Advances Written Off	566500	0
Provision for doubtful debts	13150412	22063440
Provision for doubtful advances	2500000	0
Directors Sitting Fees	380000	210000
<b>TOTAL</b>	<b>275553353</b>	<b>301815689</b>



## Ahluwalia Contracts (India) Limited

### 31 a. CONTINGENT LIABILITIES NOT PROVIDED FOR

S.No.	Particulars	As at 31.03.2013 (Rs.)	As at 31.03.2012 (Rs.)
a)	Counter guarantees given to bankers against Bank guarantees	439,66,25,523	498,71,41,271
b)	Indemnity Bonds/Performance Bonds/ Surety Bonds / Corporate guarantees given to clients	121,88,38,492	113,29,94,715
c)	Value Added Tax liability	35,39,02,592	151,21,36,263
d)	Demand of stamp duty on Real Estate Project	57,41,980	57,41,980
e)	Claims against the company not Acknowledged as debts	49,96,25,898	49,54,04,581
f)	Excise duty demand for F.Y. 1998-99 & 2000-2001	39,37,696	46,37,000
g)	Service tax demand on alleged wrong availment of abatement on account of free supply of material by the Client	383,73,40,037	315,76,01,821
h)	Provident fund demand	54,57,34,315	-

Based on legal opinion taken by the Company, discussions with the advocates etc, 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 reply/appeal have been filed before appropriate authority/Court. Disposal is awaited.

**b. Capital commitments :-** Capital contracts remaining to be executed (net of payments) and not provided for Rs. 33,10,36,132/- (Previous Year Rs. 43,82,81,393/-)

**32. a.** The company had executed Common Wealth Games Village Project and raised R.A. bills amounting to Rs. 638,87,67,898/- up to the March, 2011 which have been certified to the extent of Rs. 571,84,67,898/-. The company has further raised bills and lodged claims of Rs. 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 Rs. 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.

**b.** On 19th Jan, 2011 Sri Sumeru Realty Pvt. Ltd (SSRPL) Bangalore, a client invoked the Bank Guarantees amounting to Rs 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 Rs. 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 Rs. 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 Rs. 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 confident 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.



## Ahluwalia Contracts (India) Limited

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:

S.No.	Details of Dues to Micro, Small and Medium Enterprises as per MSMED Act, 2006	As at 31st Mar, 2013 (Rs.)	As at 31st Mar, 2012 (Rs.)
i	The Principal amount and the interest due thereon remaining unpaid to any supplier as at the end of year. Principal Amount Unpaid Interest Due	69,35,755 69,953	37,06,044 8,33,560
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 Interest Paid beyond the Appointed Date	3,42,41,519 -	1,19,22,164 -
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	18,43,886
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. The Company has 100% wholly owned subsidiaries namely M/s. Ahlcon Ready Mix Concrete Pvt. Ltd., Dipesh Mining Pvt. Ltd., Jiwan Jyoti Traders Pvt. Ltd., Paramount Dealcomm Pvt. Ltd., Premsagar Merchants Pvt. Ltd. and Splendor Distributors Pvt. Ltd.
36. Trade receivables, Trade payables and Advances recoverable balances appearing in the Balance Sheet are subject to confirmation.
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 31.03.2013 (Rs.)	Maximum Balance during the year (Rs.)	As at 31.03.2012 (Rs.)	Maximum Balance during the previous year (Rs.)
i)	Ahlcon Ready Mix Concrete Pvt. Ltd.	20,10,96,475	21,81,65,272	1,20,00,000	1,20,00,000
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)	Premsagar Merchants Pvt. Ltd.	1,05,25,203	1,05,25,203	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
	<b>TOTAL</b>	<b>24,85,51,637</b>	<b>26,56,20,434</b>	<b>5,94,55,162</b>	<b>5,94,55,162</b>

The above loans are repayable after one year on demand.



**38. Bus Terminal, 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. 2013-14.
- ii) The project cost has been estimated at Rs. 72,00,00,000/- out of which Rs. 40,21,47,810/- have been spent till 31.03.2013. The expenditure incurred has been shown in Balance Sheet under the main head “Fixed Assets” and sub-head “Intangible Assets Under Development”. The total expenditure will be amortized during the useful period taking into account the revenue receivable for remaining useful period.
- 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	Rs. 10/- per Sqm per month	Rs 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	Rs 150/- per month in each case.	Rs 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. It will be Contractual obligations 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 Rs 3,23,07,375 (March 31, 2012 Rs.4,41,48,116) towards provident fund during the year ended March 31, 2013.

**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.



## Ahluwalia Contracts (India) Limited

### Statement of Profit and Loss

#### Net Employee benefit expenses recognized in the employee cost.

(Amount in Rs)

	As at 31.03.2013	As at 31.03.2012
Current Service Cost	1,08,32,495	92,11,139
Past Service Cost	-	-
Interest Cost	65,10,996	54,81,340
Expected Return on Plan Assets	(52,82,736)	(47,99,152)
Curtailment credit	-	-
Net Actuarial (Gain) / Loss recognized during the year	(24,32,674)	(46,42,034)
Expenses recognized in the statement of profit and Loss	96,28,081	52,51,293

### Balance Sheet

#### Details of Provision of Gratuity

(Amount in Rs)

	As at 31.03.2013	As at 31.03.2012
Present Value of Defined Benefit Obligation	8,35,95,839	7,57,09,259
Fair Value of Plan Assets	5,99,20,341	5,71,10,659
Plan Assets / (Liability)	(2,36,75,498)	(1,85,98,600)

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

(Amount in Rs)

	As at 31.03.2013	As at 31.03.2012
Present Value		
Opening defined benefit Obligation	7,57,09,259	6,93,84,050
Current Service Cost	1,08,32,495	92,11,139
Interest Cost	65,10,996	54,81,340
Benefits Paid	(71,94,055)	(37,25,236)
Curtailment Credit	-	-
Past service cost	-	-
Actuarial (Gains) / Losses on obligation	(22,62,856)	(46,42,034)
Closing Defined Benefit Obligation	8,35,95,839	7,57,09,259

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

(Amount in Rs)

	As at 31.03.2013	As at 31.03.2012
Opening fair value of Plan Assets	5,71,10,659	4,03,34,124
Expected Return	52,82,736	47,99,152
Contributions by the employer	45,51,183	1,57,02,619
Benefits Paid	(71,94,055)	(37,25,236)
Actuarial Gains / (Losses)	1,69,818	-
Closing fair value of Plan Assets	5,99,20,341	5,71,10,659

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

	As at 31.03.2013	As at 31.03.2012
Investment with Insurer	100%	100%



## Ahluwalia Contracts (India) Limited

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

	As at 31.03.2013	As at 31.03.2012
Discount Rate	7.90%	8.60%
Expected Return on Plan Assets	9.30%	9.25%
Employee Turnover	30 % for all ages	30 % for all ages
Rate of Increase in Compensation levels	8.00%	6.00%

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 Rs 1,08,31,569 to Gratuity Fund in the next year. (March 31, 2012: Rs. 2,21,79,568 )

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

(Amount in Rs.)

	31.03.2009	31.03.2010	31.03.2011	31.03.2012	31.03.2013
Defined Benefit Obligation	4,20,91,635	5,59,67,851	6,93,84,050	7,57,09,259	8,35,95,839
Plan Assets	2,06,21,365	3,02,64,766	4,03,34,124	5,71,10,659	5,99,20,341
Surplus / (Deficit)	(2,14,70,270)	(2,57,03,085)	(2,90,49,926)	(1,85,98,600)	(2,36,75,498)
Experience Adjustments on plan liabilities- (loss) / Gain	(95,38,068)	(15,70,556)	(41,04,710)	9,60,748	7782523
Experience adjustments on Plan Assets- (loss) / Gain	6,72,885	5,82,331	-	-	1,69,818

### 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 (Rs.)	Previous Year (Rs.)
(i)	As Audit Fee	17,97,760	17,64,800
(ii)	Tax Audit Fee	4,49,440	4,41,200
(iii)	Certification & other matters	-	18,274
(iv)	Out of pocket expenses	1,31,827	89,891
	<b>Total</b>	<b>23,79,027</b>	<b>23,14,165</b>

41. 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 2012-13 (Rs.)	Lease Payments during 2011-12 (Rs.)
Total lease payment for the year (recognized in statement of Profit & Loss)	8,69,98,449/-	9,93,31,703/-
<b>Minimum Lease Payments</b>		
Not later than one year	2,17,27,157/-	3,58,06,063/-
Later than one year but not later than five years	42,73,823/-	88,06,873/-
Later than five years	-	-



## Ahluwalia Contracts (India) Limited

### 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.  
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 Personnels:

Mr. Bikramjit Ahluwalia	Chairman & Managing Director
Mr. Shobhit Uppal	Dy. Managing Director
Mr. Vikaas Ahluwalia	Whole Time Director
Mrs. Sudershan Walia	Whole Time Director (Resigned w.e.f. 30-05-2012)
Mr. Vinay Pal	Whole Time Director

##### 4. Relative of Key Management Personnels & Relationship:

Mrs. Rohini Ahluwalia	Daughter of Chairman & Managing Director
Mrs. Rachna Uppal	Daughter of Chairman & Managing Director
Mrs. Mukta Ahluwalia	Daughter of Chairman & Managing Director
Mrs. Pushpa Rani	Sister of Chairman & Managing Director
Mrs. Ram Piari	Sister of Chairman & Managing Director
Mrs. Raman Pal	Mother of whole time Director

##### 5. Enterprises over which key managerial personnel is able to exercise significant influence.

Karam Chand Ahluwalia Hospital & Medical Research Society  
Ahluwalia Construction Group (Proprietor Mr. Bikramjit Ahluwalia)

#### ii) Transactions During the Year with Related Parties

(Amount in Rs.)

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 machinery						
Ahlcon RMC Pvt. Ltd.		-	-	-		
	(23,54,482.00)	-	-	-		(23,54,482.00)





## Ahluwalia Contracts (India) Limited

(Amount in Rs.)

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
<b>Sale of Land Freehold</b>						
Ahlcon RMC Pvt. Ltd.	(45,00,000.00)	-	-	-		(45,00,000.00)
<b>Rent received</b>						
Ahlcon India Pvt. Ltd.	-	-	-	-	7,33,968.00	7,33,968.00
	-	-	-	-	(7,33,968.00)	(7,33,968.00)
Ahlcon Parenterals India Ltd.	-	-	-	-	2,70,000.00	2,70,000.00
	-	-	-	-	(2,70,000.00)	(2,70,000.00)
Ahlcon RMC Pvt. Ltd.	2.00	-	-	-		2.00
	(2.00)	-	-	-		(2.00)
<b>Payment against Contract work</b>						
Ahlcon India Pvt. Ltd.	-	-	-	-	10,13,81,503.00	10,13,81,503.00
	-	-	-	-	(13,35,42,584.00)	(13,35,42,584.00)
Ahlcon RMC Pvt. Ltd.	1,06,40,588.00					1,06,40,588.00
	(3,00,37,480.00)	-	-	-		(3,00,37,480.00)
<b>Purchase of Material</b>						
Ahlcon India Pvt. Ltd.	-	-	-	-	1,61,178.00	1,61,178.00
	-	-	-	-	-	-
Ahlcon RMC Pvt. Ltd.	1,81,57,659.00					1,81,57,659.00
	(2,48,48,355.00)	-	-	-		(2,48,48,355.00)
<b>Rent paid</b>						
Sudershan Walia		66,20,000.00				66,20,000.00
	-	(36,00,000.00)	-	-		(36,00,000.00)
Rachna Uppal	-	-	12,00,000.00	-		12,00,000.00
	-	-	(12,00,000.00)	-		(12,00,000.00)
Rohini Ahluwalia	-	-	7,20,000.00			7,20,000.00
	-	-	(7,20,000.00)	-		(7,20,000.00)
Ahluwalia Construction Group	-	-	-	3,00,000.00		3,00,000.00
	-	-	-	(3,00,000.00)		(3,00,000.00)
<b>Managerial remuneration</b>						
Bikramjit Ahluwalia	-	48,00,000.00	-	-		48,00,000.00
	-	(79,49,311.00)	-	-		(79,49,311.00)
Shobhit Uppal	-	48,00,000.00	-	-		48,00,000.00
	-	(63,84,098.00)	-	-		(63,84,098.00)
Sudershan Walia	-	1,31,457.00	-	-		1,31,457.00
	-	(8,01,672.00)	-	-		(8,01,672.00)



## Ahluwalia Contracts (India) Limited

(Amount in Rs.)

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
Vikaas Ahluwalia	-	10,48,332.00	-	-	-	10,48,332.00
	-	(10,48,332.00)	-	-	-	(10,48,332.00)
Vinay Pal	-	46,80,000.00	-	-	-	46,80,000.00
	-	(46,80,000.00)	-	-	-	(46,80,000.00)
<b>Dividend received</b>						
Ahlon India Pvt. Ltd.	-	-	-	-	-	-
	-	-	-	-	(37,500.00)	(37,500.00)
<b>Dividend paid</b>						
Bikramjit Ahluwalia	-	-	-	-	-	-
	-	(20,72,479.00)	-	-	-	(20,72,479.00)
Vikaas Ahluwalia	-	-	-	-	-	-
	-	(13,400.00)	-	-	-	(13,400.00)
Mukta Walia	-	-	-	-	-	-
	-	-	(13,400.00)	-	-	(13,400.00)
Ram Piar	-	-	-	-	-	-
	-	-	(17,03,960.00)	-	-	(17,03,960.00)
Pushpa Rani	-	-	-	-	-	-
	-	-	(15,82,440.00)	-	-	(15,82,440.00)
Rachna Uppal	-	-	-	-	-	-
	-	-	(4,91,000.00)	-	-	(4,91,000.00)
Shobhit Uppal	-	-	-	-	-	-
	-	(17,23,200.00)	-	-	-	(17,23,200.00)
Sudershan Walia	-	-	-	-	-	-
	-	(94,24,952.00)	-	-	-	(94,24,952.00)
Rohini Ahluwalia	-	-	-	-	-	-
	-	-	(11,92,736.00)	-	-	(11,92,736.00)
Raman Pal	-	-	-	-	-	-
	-	-	-	-	-	-
Tidal Securities Pvt. Ltd.	-	-	-	-	-	-
	-	-	-	-	(10,000.00)	(10,000.00)
<b>Investment</b>						
Ahlon RMC Pvt. Ltd.	-	-	-	-	-	-
	(3,45,10,000.00)	-	-	-	-	(3,45,10,000.00)
<b>Loan to body corporate</b>						
Ahlon RMC Pvt. Ltd.	18,90,96,475.00	-	-	-	-	18,90,96,475.00
	(1,20,00,000.00)	-	-	-	-	(1,20,00,000.00)



## Ahluwalia Contracts (India) Limited

(Amount in Rs.)

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
Premisagar Merchants Pvt. Ltd.		-	-	-		
	(80,000.00)	-	-	-		( 80,000.00)
Splendor Distributors Pvt. Ltd.		-	-	-		
	(1,50,000.00 )	-	-	-		(1,50,000.00 )
<b>Payment against machinery hire</b>						
Ahlcon RMC Pvt. Ltd.	23,29,809.00					23,29,809.00
	(8,72,164.00)	-	-	-		(8,72,164.00 )
<b>Receipts against contract work</b>						
Bikramjit Ahluwalia	-					
	-	(47,89,171.00)	-	-		(47,89,171.00)
Ahluwalia Construction Group	-	-	-	65,57,168.00		65,57,168.00
	-	-	-	(2,17,81,939.00)		(2,17,81,939.00)
Sale of Land Freehold & Building						
Bikramjit Ahluwalia	-	28,00,00,000.00	-	-		28,00,00,000.00
	-	-	-	-		-
Loan from Directors						
Bikramjit Ahluwalia	-	7,52,13,887.00	-	-		7,52,13,887.00
	-	-	-	-		-
<b>Enterprises over which key managerial personnel is able to exercise significant influence</b>						
Karam Chand Ahluwalia Hospital & Medical Research Society	-	-	-	5,50,000.00		5,50,000.00
	-	-	-	(6,00,000.00)		(6,00,000.00)
<b>Balances Outstanding as at year end</b>						
<b>Due from Related Parties (Trade Receivables)</b>						
Ahlcon Parenterals India Ltd.	-	-	-	-	2,43,000.00	2,43,000.00
	-	-	-	-	(1,21,500.00)	(1,21,500.00)
Ahluwalia Construction Group	-	-	-			
	-	-	-	(83,69,074)		(83,69,074)
<b>Advance recoverable in cash or kind or fo value to be received</b>						
Ahlcon India Pvt. Ltd.	-	-	-	-	6,99,78,915.00	6,99,78,915.00
	-	-	-	-	(7,64,92,852.00)	(7,64,92,852.00)



## Ahluwalia Contracts (India) Limited

(Amount in Rs.)

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
<b>Investments</b>						
Ahluwalia Builders & Development Group Pvt. Ltd.	-	-	-	-	1,66,200.00	1,66,200.00
	-	-	-	-	(1,66,200.00)	(1,66,200.00)
Ahlcons India Pvt. Ltd.	-	-	-	-	2,50,000.00	2,50,000.00
	-	-	-	-	(2,50,000.00)	(2,50,000.00)
Capricon Industrials Ltd.	-	-	-	-	1,72,740.00	1,72,740.00
	-	-	-	-	(1,72,740.00)	(1,72,740.00)
Ahlcon Ready Mix Concrete Pvt. Ltd.	10,00,00,000.00					10,00,00,000.00
	(10,00,00,000.00)	-	-	-		(10,00,00,000.00)
Premsagar Merchants Pvt. Ltd.	28,60,000.00	-	-	-		28,60,000.00
	(28,60,000.00)	-	-	-		(28,60,000.00)
Paramount Dealcomm Pvt. Ltd.	28,60,000.00	-	-	-		28,60,000.00
	(28,60,000.00)	-	-	-		(28,60,000.00)
Splendor Distributors Pvt. Ltd.	28,60,000.00	-	-	-		28,60,000.00
	(28,60,000.00)	-	-	-		(28,60,000.00)
Dipesh Mining Pvt. Ltd.	28,60,000.00	-	-	-		28,60,000.00
	(28,60,000.00)	-	-	-		(28,60,000.00)
Jiwan Jyoti Traders Pvt. Ltd.	28,60,000.00	-	-	-		28,60,000.00
	(28,60,000.00)	-	-	-		(28,60,000.00)
<b>Loan to body corporate</b>						
Ahlcon Ready Mix Concrete Pvt. Ltd.	20,10,96,475.00					20,10,96,475.00
	(1,20,00,000.00)	-	-	-		(1,20,00,000.00)
Dipesh Mining Pvt. Ltd.	1,04,41,304.00	-	-	-		1,04,41,304.00
	(1,04,41,304.00)	-	-	-		(1,04,41,304.00)
Jiwan Jyoti Traders Pvt. Ltd.	84,46,795.00	-	-	-		84,46,795.00
	(84,46,795.00)	-	-	-		(84,46,795.00)
Paramount Dealcomm Pvt. Ltd.	84,46,005.00	-	-	-		84,46,005.00
	(84,46,005.00)	-	-	-		(84,46,005.00)
Premsagar Merchants Pvt. Ltd.	1,05,25,203.00	-	-	-		1,05,25,203.00
	(1,05,25,203.00)	-	-	-		(1,05,25,203.00)
Splendor Distributors Pvt. Ltd.	95,95,855.00	-	-	-		95,95,855.00
	(95,95,855.00)	-	-	-		(95,95,855.00)
<b>Due to related parties (Remuneration &amp; rent)</b>						



## Ahluwalia Contracts (India) Limited

(Amount in Rs.)

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
Bikramjit Ahluwalia	-	13,43,378.00	-	-	-	13,43,378.00
	-	(34,52,115.96)	-	-	-	(34,52,115.96)
Sudershan Walia	-	50,01,763.00	-	-	-	50,01,763.00
	-	(2,31,019.89)	-	-	-	(2,31,019.89)
Shobhit Uppal	-	11,67,462.00	-	-	-	11,67,462.00
	-	(9,90,996.06)	-	-	-	(9,90,996.06)
Vikaas Ahluwalia	-	39,43,726.00	-	-	-	39,43,726.00
	-	(31,35,394.28)	-	-	-	(31,35,394.28)
Vinay Pal	-	3,90,000.00	-	-	-	3,90,000.00
	-	(4,96,000.00)	-	-	-	(4,96,000.00)
Rachna Uppal	-	-	9,02,874.00	-	-	9,02,874.00
	-	-	(13,50,000.00)	-	-	(13,50,000.00)
Rohini Ahluwalia	-	-	5,75,600.00	-	-	5,75,600.00
	-	-	(6,83,205.00)	-	-	(6,83,205.00)
Sundry Creditors						
<b>Ahlcon RMC Pvt. Ltd.</b>						
	(1,46,64,235.00)	-	-	-	-	(1,46,64,235.00)
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)
<b>Corporate guarantee</b>						
Ahlcon RMC Pvt. Ltd.	16,50,00,000.00	-	-	-	-	16,50,00,000.00
	(27,00,00,000.00)	-	-	-	-	(27,00,00,000.00)

- 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 Rs. 14,88,83,500/- (P.Y. Nil) 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. Rs. 10,00,00,000/- (P.Y. Nil).

### 43. EARNINGS PER SHARE (EPS)

Particulars	31.03.2013 (Rs.)	31.03.2012 (Rs.)
Net profit / (loss) as per statement of profit & loss	(76,22,24,514)	(40,63,15,297)
Number of equity shares of Rs. 2/- each at the beginning of the year	6,27,62,560	6,27,62,560
Number of equity shares of Rs. 2/- each at the end of the year	6,27,62,560	6,27,62,560
Weighted average number of equity shares of Rs. 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 Rs.) (Per share of Rs. 2/- each)	(12.14)	(6.47)



## Ahluwalia Contracts (India) Limited

### 44. Disclosure in accordance with Accounting Standard –7 (Revised) amount due from/to customers on construction Contracts

Particulars	Current Year (Rs.)	Previous Year (Rs.)
Contract revenue recognized as revenue in the year	1315,91,95,531	1393,82,62,200
Contract costs incurred and recognised profits (less recognised losses) upto the reporting date	1314,56,39,618	1341,73,95,814
Advances received	200,53,16,748	248,58,64,828
Retention money	90,67,05,728	102,55,87,651
Gross amount due from customers for contract work	3,63,69,209	(1,23,15,869)
Gross amount due to customers for contract work	-	-

**Note:-**The above information is given only in respect of contracts entered into on or after 01.04.2003 and is in progress as on balance sheet date.

45. Exceptional items comprise of (a) profit on sale of land for Rs. 25,69,40,356/- ( P.Y. Nil ) to Mr. Bikramjit Ahluwalia Chairman & Managing Director (b) provision for doubtful loans and advances of subsidiary company Ahlcon Ready Mix Concrete Pvt. Ltd. Rs. 14,88,83,500/- ( P.Y. Nil ) and (c) provision for diminution in value of long term investment of subsidiary company Ahlcon Ready Mix Concrete Pvt. Ltd. Rs. 10,00,00,000/- ( P.Y. Nil ).

### 46. 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

1. Economic and political conditions.
2. Activities at all project locations.
3. Risk associated with the operations at locations.

There is no exchange control regulations and underlying currency risk.

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.

### 47. PARTICULARS REGARDING TRADING GOODS (Construction related material)

**Current Year:-**

S.No.	Item	Opening stock Value Rs.	Purchase Value Rs.	Sales Value Rs.	Closing Stock Value Rs.
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	-
8	Other	-	79853853	85355928	-
	<b>Gross Total</b>	-	<b>176773883</b>	<b>193715242</b>	-



## Ahluwalia Contracts (India) Limited

### Previous Year:-

S.No.	Item	Opening stock Value Rs.	Purchase Value Rs.	Sales Value Rs.	Closing Stock Value Rs.
1	HT Panel 33 KV Indoor Type	-	7657887	11129591	-
2	Transformers 3000 KVA	-	2923021	3228506	-
3	Main LT Panels	-	25733593	38207328	-
4	LT PCC Panel	-	4329807	9702358	-
5	Capacitor Panel 500 KVAR	-	1341416	1715591	-
6	Cable 3.5 core x 400 sqmm	-	916731	1158767	-
7	Other	-	35974703	44458948	-
	<b>Gross Total</b>	-	<b>78877158</b>	<b>109601089</b>	-

### (A) a) CIF VALUE OF IMPORTS

Particulars	Current Year (Rs.)	Previous Year (Rs.)
*Raw Materials	85,88,710	1,02,95,202
Capital Goods	56,09,603	3,66,40,995

\*(Includes Rs. Nil (P.Y. Rs. 19,911/-) Payment made to sub contractor)

### b) ADVANCE PAYMENT FOR IMPORTS

Particulars	Current Year (Rs.)	Previous Year (Rs.)
Raw Material	-	-
Capital Goods	35,20,852	-

### (B) EXPENDITURES IN FOREIGN CURRENCY

Particulars	Current Year (Rs.)	Previous Year (Rs.)
Travelling expenses	6,63,456	10,42,962
<b>Total</b>	<b>6,63,456</b>	<b>10,42,962</b>

### (C) EARNINGS IN FOREIGN CURRENCY

Current Year (Rs.)	Nil
Previous Year (Rs.)	Nil



## Ahluwalia Contracts (India) Limited

### (D) CONSUMPTION OF IMPORTED AND INDIGENOUS MATERIAL

Particulars	Current Year		Previous Year	
	(Rs.)	(Rs.)	(Rs.)	(Rs.)
Travelling expenses				
Raw Materials				
*Imported	85,88,710	0.11	1,02,95,202	0.13
Indigenous	7,65,11,61,948	99.89	778,21,57,709	99.87
<b>Total</b>	<b>7,65,97,50,658</b>	<b>100.00</b>	<b>779,24,52,911</b>	<b>100.00</b>
Stores & Spares				
Imported			-	-
Indigenous	7,42,32,400	100.00	8,26,54,345	100.00
<b>Total</b>	<b>7,42,32,400</b>	<b>100.00</b>	<b>8,26,54,345</b>	<b>100.00</b>

\*(Includes Rs Nil (P.Y. Rs. 19,911/-) Payment made to sub contractor)

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

#### 48. PREVIOUS YEAR FIGURES

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

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

##### 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 : 30-05-2013

##### On behalf of the Board of Directors

**BIKRAMJIT AHLUWALIA**  
Chairman & Managing Director  
(Chief Executive Officer)

**S.K. SACHDEVA**  
Executive Director - F&A  
(Chief Financial Officer)

**SHOBHIT UPPAL**  
Dy. Managing Director

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





**Consolidated  
Financial Statements**

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## 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, 2013, 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 including Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud 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 auditor's 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 auditor 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, 2013;
  - (b) In the case of the Consolidated Statement of Profit and loss, of the loss 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, Jiwanyoti Traders Pvt. Ltd, Paramount Dealcomm Pvt. Ltd, PremSagar Merchants Pvt. Ltd & Splendor Distributors Pvt. Ltd, whose financial statements reflect total assets of Rs.512.22lacs as at 31st March, 2013 and total revenue of Rs. Nil for the year then ended and net cash flows from operating activities of Rs. (0.52lacs)lacs. 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

**(GIREESH KUMAR GOENKA)**  
Partner  
M.No. 096655

Place : New Delhi  
Dated : 30.05.2013



## Ahluwalia Contracts (India) Limited

### CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2013

PARTICULARS	NOTE NO.	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
<b>EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDERS FUND</b>			
Share capital	3	125525120	125525120
Reserves & surplus	4	1918227436	2631527423
		<u>2043752556</u>	<u>2757052543</u>
<b>NON-CURRENT LIABILITIES</b>			
Long-term borrowings	5	413606192	299188208
Other long-term liabilities	6	330893756	220985175
Long-term provisions	7	20609605	15031302
		<u>765109553</u>	<u>535204685</u>
<b>CURRENT LIABILITIES</b>			
Short-term borrowings	8	2088259281	1964919285
Trade payables	9	3068595340	3376828889
Other current liabilities	10	2763728234	3055168856
Short term provisions	11	5561571	6062976
		<u>7926144427</u>	<u>8402980006</u>
<b>TOTAL</b>		<b>10735006535</b>	<b>11695237234</b>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Fixed Assets	12		
Tangible assets		1576925009	1931595701
Intangible assets		8830932	7994413
Capital work-in progress		16001202	318279248
Intangible assets under development		402147810	0
Goodwill on consolidation		13800000	13800000
		<u>2017704953</u>	<u>2271669362</u>
Non-current investment	13	588940	588940
Deferred tax assets (net)	14	162049723	162049723
Long-term loans and advances	15	842500161	569864730
Trade receivables	16	550289468	572838095
Other non-current assets	17	90344853	535939718
		<u>1645773146</u>	<u>1841281206</u>
<b>CURRENT ASSETS</b>			
Current investments	18	0	20000000
Inventories	19	1672063219	2220827045
Trade receivables	20	4213061844	4531019016
Cash and Bank balances	21	861847900	494101522
Short-term loans and advances	22	289444670	277952102
Other current assets	23	35110805	38386981
		<u>7071528437</u>	<u>7582286666</u>
<b>TOTAL</b>		<b>10735006535</b>	<b>11695237234</b>

#### Summary of Significant Accounting Policies

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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**  
Executive Director - F&A  
(Chief Financial Officer)

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

Place : New Delhi  
Date : 30-05-2013



## Ahluwalia Contracts (India) Limited

### CONSOLIDATED STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2013

PARTICULARS	NOTE NO.	YEAR ENDED 31.03.2013 (RS.)	YEAR ENDED 31.03.2012 (RS.)
<b>REVENUE FROM OPERATIONS</b>			
Revenue from operations	24	14308670923	14458511045
Other Income	25	169729372	123921166
<b>Total Revenue(A)</b>		<b>14478400296</b>	<b>14582432211</b>
<b>EXPENSES</b>			
Cost of Material Consumed		7973742168	8339774855
Operating Expenses	26	3321231325	3341408129
Purchase of Traded Goods		176773883	78877158
(Increase)/ Decrease in Work in Progress & Stock in Trade	27	143158420	(652294222)
Employee benefit expenses	28	2655000358	2798787845
Finance costs	29	370813793	309523208
Depreciation	12	404929878	474692676
Less Transfer from Revaluation Reserve		167586	167586
Other expenses	30	356174355	343226721
<b>Total Expenses(B)</b>		<b>15401656594</b>	<b>15033828784</b>
(Loss)/Profit before tax and exceptional item		(923256298)	(451396573)
Exceptional Item	44	210723897	32094208
<b>(LOSS)/PROFIT BEFORE TAX</b>		<b>(712532401)</b>	<b>(483490781)</b>
Provision for Current Tax		0	1977081
Provision for Wealth Tax		600000	600000
Provision for Deferred Tax Liability / (Assets)		0	(21774876)
<b>NET (LOSS)/PROFIT AFTER TAX</b>		<b>(713132401)</b>	<b>(464292986)</b>
Earning per share(Basic)	Rs.	(11.36)	(7.40)
Earning per share(Diluted)	Rs.	(11.36)	(7.40)
(Face Value Rs. 2/- each)			
Number of share used in computing earning per share			
Basic		62762560	62762560
Diluted		62762560	62762560

#### Summary of Significant Accounting Policies

2

#### 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**  
Executive Director - F&A  
(Chief Financial Officer)

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

Place : New Delhi  
Date : 30-05-2013



**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED AS ON 31ST MARCH, 2013**

	YEAR ENDED 31.03.2013 (RS.)	YEAR ENDED 31.03.2012 (RS.)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit/(Loss) before tax and extra ordinary items	(712,532,401)	(483,490,781)
<b>Adjustment for :</b>		
Depreciation	404,762,292	474,525,090
Interest Received	(54,633,049)	(52,680,979)
Interest Paid	329,420,424	263,322,546
Rent Received	(1,066,968)	(4,430,025)
Provision for doubtful advances	922,710	0
Profit on Sale of Fixed Assets	(258,521,058)	0
Loss on Sale of Fixed Assets	48,368,773	32,188,855
Profit on Sale of Shares	0	0
<b>Operating Profit before working Capital Changes :</b>	<u>(243,279,277)</u>	<u>229,434,706</u>
<b>Movement in working capital :</b>		
Increase/(decrease) in Trade Receivables	340,505,800	144,453,290
Increase/(decrease) in Inventories	548,763,826	(521,009,862)
Increase/(decrease) in Trade & Other Payables/Provisions	(503,929,335)	167,405,936
Increase/(decrease) in Loans and Advances & Other Receivables	20,358,592	144,706,128
<b>Cash generated from Operations :</b>	<u>162,419,606</u>	<u>164,990,198</u>
Direct Taxes Paid	(287,105,256)	(290,496,230)
Increase in Miscellaneous Expenditure	0	0
<b>Net Cash from Operating Activities (A)</b>	<u>(124,685,650)</u>	<u>(125,506,032)</u>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	(355,407,218)	(651,217,502)
Purchase of Shares	0	(20,000,000)
Movement in Fixed Deposits with Banks	(7,109,365)	26,478,437
Sale of Shares	20,000,000	0
Sale of Fixed Assets	414,594,034	46,495,252
Interest Received	54,633,049	52,680,979
Rent Received	1,066,968	4,430,025
<b>Net Cash from Investing Activities (B)</b>	<u>127,777,467</u>	<u>(541,132,809)</u>



## Ahluwalia Contracts (India) Limited

	YEAR ENDED 31.03.2013 (RS.)	YEAR ENDED 31.03.2012 (RS.)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from Long term borrowings	390,047,451	275,785,279
Repayment of Long term borrowings	(256,388,823)	(189,444,840)
Movement in Short term borrowings	123,339,996	353,754,003
Interest Paid	(329,420,424)	(263,322,547)
<b>Net Cash from Financing Activities (C)</b>	<b>(72,421,801)</b>	<b>176,771,895</b>
<b>Net Increase/Decrease in Cash &amp; Cash Equivalents</b>	<b>(69,329,984)</b>	<b>(489,866,946)</b>
Cash & Cash equivalents (Opening)	490,470,338	980,337,284
Cash & Cash equivalents (Closing)	421,140,354	490,470,338
<b>Components of Cash and Cash Equivalents</b>		
Cash in Hand	133,188,610	117,469,010
Balance with Scheduled Banks - Current Accounts	287,256,759	352,101,649
Term Deposit with original maturity less then 3 months	0	20,493,607
Unpaid Dividend Accounts *	694,985	406,072
Cash And Bank Balances	421,140,354	490,470,338
Add:- Term Deposits pledged with Scheduled Banks not considered as cash and cash equivalents	505,185,477	498,076,112
Less : Fixed Deposits having maturity period more then 12 months	64,477,932	494,444,928
Cash And Bank Balances	861,847,900	494,101,522

\*These Balances are not available for the use by the Company as they represent corresponding unpaid dividend liabilities.

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**  
Executive Director - F&A  
(Chief Financial Officer)

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

Place : New Delhi  
Date : 30-05-2013



## Ahluwalia Contracts (India) Limited

### SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS TO THE CONSOLIDATED FINANCIAL STATEMENTS OF AHLUWALIA CONTRACTS (INDIA) LIMITED AND ITS SUBSIDIARIES FOR THE FINANCIAL YEAR ENDED 31.03.2013

#### 1. 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 :
- 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.
  - 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, 2013.
  - 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, 2013
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.	Premsagar Merchants Pvt. Ltd.	India	100
6.	Splendor Distributors Pvt. Ltd.	India	100

#### 2. SIGNIFICANT ACCOUNTING POLICIES

##### (A) BASIS OF PREPARATION OF FINANCIAL STATEMENTS

- The Financial statements are prepared under the historical cost convention, in accordance with the generally accepted accounting principles, in compliance with the Accounting Standards issued by the Institute of Chartered Accountants of India from time to time and provisions of the Companies Act, 1956 as adopted consistently by the company, unless otherwise stated.
- 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.
- 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 WIP 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.
- (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.

**(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 Rs. 10,691,246/- had been credited to revaluation reserve account.

**(E) DEPRECIATION / AMORTISATION**

- (i) Depreciation on fixed assets (other than leasehold improvements) is provided on Straight Line Method as per Schedule XIV of the Companies Act, 1956 on pro-rata basis with reference to the days of addition/sale. The management of the company is of the view that this depreciation rate fairly represents the useful life of the assets. In the following cases, the depreciation rates are greater than the corresponding rates prescribed in Schedule XIV of the Companies Act, 1956:

Name of Asset	Rate (SLM) charged	Schedule XIV Rate (SLM)
Transit Mixture	13.57%	11.31%

- (ii) Depreciation is provided on straight line method in accordance with Schedule XIV of the Companies Act, 1956.
- (iii) Depreciation on Addition/Deletion from the assets during the year is provided on pro-rata basis.
- (iv) Depreciation on shuttering material is provided @ 100% on prorata basis. Items costing below Rs. 5000/- are provided @ 100% on prorata basis.
- (v) Depreciation is charged on the historical cost of Fixed Assets (Except for Revalued Assets) including taxes, duties and installation costs.
- (vi) Depreciation on revalued amount of Fixed Assets is being charged to Revaluation Reserve Account.
- (vii) 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 a period of five years.

**(G) IMPAIRMENT OF ASSETS**

- (i) 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.





## Ahluwalia Contracts (India) Limited

- (ii) Shuttering material included under the head Plant & Machinery, on becoming scrap is removed from the Gross Block of Plant & Machinery. The carrying value if any of shuttering material is amortised as per Accounting Standard – 28. As carrying value of the assets discarded / scrap during the year is nil, there is no impairment 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 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.



## Ahluwalia Contracts (India) Limited

(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**

Where the Company is the lessee:

Finance leases, which effectively transfer to the Company substantially all the risks and benefits incidental to ownership of the leased item, 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 capitalised.

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.



## Ahluwalia Contracts (India) Limited

### **(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) SEGMENT REPORTING POLICIES**

#### **(i) Identification of segments:**

The Company's operating businesses are organized and managed separately according to the nature of products, with each segment representing a strategic business unit that offers different products and serves different markets.

#### **(ii) Inter Segment Transfers:**

Inter segment transfers have been priced based on market prices charged to external customers for similar goods. These are then eliminated.

#### **(iii) Unallocated items:**

Common unallocable costs and corporate income and expenses are considered as a part of un-allocable income and expense, which are not identifiable to any business segment.

### **(T) GOING CONCERN**

In relation to Ahlcon Ready Mix Concrete Pvt. Ltd. a wholly owned subsidiary of parent company :-

- i) The net worth of the company has eroded substantially and there is a negative net worth as on the balance sheet date. The company has disposed off and is in the process of disposing off its substantial part of its fixed assets to liquidate its short term liabilities. The overall short term liabilities exceed the short term assets by Rs. 6,53,07,979/- . The net cash inflows during the year ended 31.03.2013 are significantly lower than the projections for the same period provided to the bankers for availing term loan/ credit facilities. The above factors may lead to uncertainties and the ability of the company to carry on as a going concern.
- ii) There is a significant fall in revenue during the current financial year by 48% approx. as compare to last financial year since the company has discontinued part of its operation from December 2012 with a view to consolidate & re-organise the business operations.
- iii) The Company has incurred huge losses of Rs.19,96,89,542/ during the current financial year and has accumulated loss of Rs. 24,88,83,501/- as on 31.3.2013 and also incurred cash losses during the current financial year.
- iv) The adverse key financial ratios indicate that the going concern status of the company is significantly dependent on its ability to arrange the adequate funds from its holding company to meet its financial obligations to enable it to maintain the operations once the consolidation process with respect to discarding of unviable locations & plants get completed.
- v) The Management of the Company is of the view to restart the operations as it still holds 6 to 7 Plants for the key locations in NCR and Bangalore. The management expects to re-start the operations on a firm footing based on the revised projections on consolidating the business, and accordingly financial statement have been prepared on going concern basis and the status of the company as going concern is not effected.

In view of the above the financial statements do not include any adjustments relating to the recoverability and classification of asset carrying amount or the amounts and classification of liabilities that might be necessary should the company be unable to continue as a going concern.

### **(U) 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.



## Ahluwalia Contracts (India) Limited

### NOTE - 3 : SHARE CAPITAL

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
<b>AUTHORISED CAPITAL</b>		
10,00,00,000, Equity Share of Rs. 2/- each (P.Y. 10,00,00,000 Equity Share of Rs. 2/- each)	200000000	200000000
<b>ISSUED, SUBSCRIBED &amp; PAIDUP</b>		
6,27,62,560, Equity Shares of Rs. 2/- each (P.Y. 6,27,62,560 Equity Shares of Rs. 2/- each) fully paid up (out of this 3,50,030 Equity shares of Rs. 2/- each have been issued for other than cash and 5,58,39,900 Equity shares of Rs. 2/- each have been issued as bonus shares by way of capitalisation of accumulated profits)	125525120	125525120
<b>TOTAL</b>	<u>125525120</u>	<u>125525120</u>

#### Terms / Rights attached to equity shares

The company has only one class of equity share having a par value of Rs. 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 year.

Particulars	As at 31-03-2013		As at 31-03-2012	
	No. of Shares	Amount in Rs.	No. of Shares	Amount in Rs.
At the beginning of the year	62762560	125525120	62762560	125525120
Add : Shares issued during the year	Nil	Nil	Nil	Nil
Outstanding at the end of the year	62762560	125525120	62762560	125525120

Details of shareholders holding more than 5% share in the company		No. of Shares	%age of Holdings	No. of Shares	%age of Holdings
		March 31, 2013	March 31, 2013	March 31, 2012	March 31, 2012
Equity shares of Rs. 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



## Ahluwalia Contracts (India) Limited

### NOTE - 4: RESERVES & SURPLUS

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Securities Premium Account	16000000	16000000
<b>Revaluation reserve</b>		
Balance as per last financial statement	7339526	7507112
Less: transferred to profit and loss account	167586	167586
	7171940	7339526
<b>General Reserve</b>		
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	2263397654	2727690640
Add: Net Profit/(Loss) for the year	-713132401	-464292986
Amount available for appropriation	1550265253	2263397654
<b>TOTAL</b>	<b>1918227436</b>	<b>2631527423</b>

### NOTE:-5 LONG-TERM BORROWINGS

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
<b>TERM LOANS</b>		
From Banks	340309196	197515066
From Others	60819298	84089565
<b>VEHICLE LOANS</b>		
From Banks	258070	1028540
From Others	12219628	16555037
<b>TOTAL</b>	<b>413606192</b>	<b>299188208</b>

#### Term Loans

- From Punjab & Sind Bank of Rs. 39,10,39,792/- (Previous Year 20,48,22,782/-) is secured by way of
  - a) Negative lien to be created on licensing rights and future lease rentals receivable, through Escrow mechanism of commercial complex with bus depot and workshop at Kota.
  - 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 (i) Mr. Bikramjit Ahluwalia (ii) Mrs. Sudershan Walia (iii) Mr. Vikaas Ahluwalia.

The term loan bear floating interest at the rate base rate plus 2.75% p.a. The term loan are repayable in 32 quarterly installments of Rs. 1,31,25,000/-starting from September, 2012.
- Term Loan facilities from HDFC Bank of Rs. 11,05,688/- (P.Y. Rs. 2,11,96,415/-) against machinery are secured by way of hypothecation of specified machinery. The term loan bear interest rate 8.25% to 9.50%. The terms loans are repayable in monthly installments.



## Ahluwalia Contracts (India) Limited

- Term loan facilities taken for vehicles From Bank of Maharashtra are secured by way of hypothecation of specified vehicles and personal guarantee of Mr. Bikramjit Ahluwalia.
- Other Term Loan From Siemens Financial Services Ltd., Tata Capital Ltd., TML Financial Services Ltd., Magma Fincorp Ltd., SREI Equipments Finance Pvt. Ltd., are secured by way of hypothecation of of specified machinery / vehicle. The term loan bear interest rate 8.40% to 12.25%. The terms loans are repayable in monthly installments.

### NOTE:-6 OTHER LONG-TERM LIABILITIES

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Mobilisation Advance	330893756	220985175
<b>TOTAL</b>	<b>330893756</b>	<b>220985175</b>

### NOTE:-7 LONG-TERM PROVISIONS

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Provision for Gratuity	20609605	15031302
<b>TOTAL</b>	<b>20609605</b>	<b>15031302</b>

### NOTE:-8 SHORT-TERM BORROWINGS

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
<b>SECURED</b>		
Working Capital Loan from Banks	2013045394	1959645441
Working Capital Loan from Others	0	0
Letter of Credit		5273844
<b>UNSECURED</b>		
From Director	75213887	0
<b>TOTAL</b>	<b>2088259281</b>	<b>1964919285</b>

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 properties
- Demand Promisory Note
- Personal guarantee of (i) Mr. Bikramjit Ahluwalia (ii) Mr. Shobhit Uppal (iii) Mrs. Sudersahan Walia & (iv) Mr. Vikaas Ahluwalia

The working capital loans from banks bear floating interest rate ranging from base rate plus 2% to 5%.

Loan from Director is interest free and repayable on demand.



## Ahluwalia Contracts (India) Limited

### NOTE:-9 TRADE PAYABLES

<b>PARTICULARS</b>	<b>AS AT 31.03.2013 (RS.)</b>	<b>AS AT 31.03.2012 (RS.)</b>
Trade Payables		
Dues to Micro and Small Enterprises (refer note-34)	6935755	3706044
Others *	3061659585	3373122845
<b>TOTAL</b>	<b>3068595340</b>	<b>3376828889</b>

\*Includes Rs. Nil (P.Y. Rs. 1,46,64,235/-) due to wholly owned subsidiary company.

### NOTE:-10 OTHER CURRENT LIABILITIES

<b>PARTICULARS</b>	<b>AS AT 31.03.2013 (RS.)</b>	<b>AS AT 31.03.2012 (RS.)</b>
Current maturities of term loans from banks (refer note-5)	58319554	110728918
Current maturities of term loans from others (refer note-5)	170362793	85749614
Current maturities of vehicle loans from banks (refer note-5)	296747	4177282
Current maturities of vehicle loans from others (refer note-5)	9141689	18224325
Mobilisation Advance	1717549583	1987306464
Advance against Material at Site	222356199	341538218
Advance against flat booking	9192854	16714279
Dues to Statutory Authorities	235916788	177015513
Due to Directors	6844566	8305526
Other payables	331884444	303379601
Interest accrued but not due on borrowing	1168034	1623044
Unclaimed Divident (1)	694985	406072
<b>TOTAL</b>	<b>2763728234</b>	<b>3055168856</b>

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

### NOTE:-11 SHORT-TERM PROVISIONS

<b>PARTICULARS</b>	<b>AS AT 31.03.2013 (RS.)</b>	<b>AS AT 31.03.2012 (RS.)</b>
For Gratuity	4961571	5462976
For Wealth Tax	600000	600000
<b>TOTAL</b>	<b>5561571</b>	<b>6062976</b>



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### NOTE:-12 FIXED ASSETS

Description of Assets	Gross Block			Depreciation			Net Block			
	Cost as on 1/4/2012 (Rs.)	Additions During the Year (Rs.)	Sales/ Adjustments During the Year (Rs.)	Total as on 31/03/2013 (Rs.)	UPTO 31/03/2012 (Rs.)	During for the year (Rs.)	Adjustments during the Year (Rs.)	Total as on 31/03/2013 (Rs.)	W.D.V as on 31/03/2013 (Rs.)	W.D.V As on 31/3/2012 (Rs.)
LAND-LEASEHOLD	28715682			28715682	2136925	363860		2500785	26214897	26578757
LAND- FREEHOLD	68899638		20854250	48045388	0			0	48045388	68899638
BUILDING	100099981	639060	3141396	97597645	45315188	6616184	546541	51384831	46212814	54784793
PLANT & MACHINERY	3204637813	218788450	465775885	2957650378	1654406975	350668871	293650420	1711425426	1246224952	1550230838
VEHICLES	296174330	26344697	18824654	303694373	136264081	35119702	10524919	160858864	142835509	159910249
FURNITURE & FIXTURES	21146113	1320972		22467085	9905622	1008548		10914170	11552915	11240491
OFFICE EQUIPMENTS	50755494	3268158	273576	53750076	13973305	2402757	51099	16324963	37425113	36782189
COMPUTERS	50935862	1810848	819403	51927307	27767117	6221205	474436	33513886	18413421	23168745
INTANGIBLES ASSETS										
COMPUTER SOFTWARE	13911176	3865269		17276445	5916762	2528751		8445513	8830932	7994414
GROSS TOTAL	3835276089	255537454	509689164	3581124379	1895688975	404929878	305247415	1995368438	1585755941	1939590114
PREVIOUS YEAR	3437511744	494133641	96369296	3835276089	1438678487	474692676	17685188	1895688975	1939590114	1998833257

CAPITAL WORK-IN-PROGRESS

16001202 36560641

INTANGIBLE ASSETS UNDER DEVELOPMENT

402147810 281718607

### NOTE :-

- Gross Block of Plant & Machinery, Shuttering Material, Earth Movers, Vehicles and Commercial Vehicles includes Rs. 9,48,43,055/- ( P.Y. Rs. 37,50,33,574/-), Rs. 5,84,87,396/- (P.Y Rs. 13,16,32,188/-), Rs. 33,65,234/- (P.Y. Rs. 54,71,956/-), Rs. 7,87,225/- (P.Y. Rs. 21,84,339/-), Rs. 2,53,49,595/- (P.Y. Rs. 13,61,52,327/-) taken on hire purchase/ finance respectively.
- Land lease hold includes Rs. 1359872/- pending registration in the name of the company.
- Building (cost of Floor) includes Rs. 1,36,80,000/- pending registration in the name of the company.
- Capital Work-in-Progress comprises Plant & Machinery in transit Rs. 53,31,328/- (P.Y. Rs. 2,60,00,000/-)
- Intangible assets under development comprises service concession arrangement (Refer Note No. 38) Rs. 40,21,47,810/- (P.Y. Rs. 28,17,18,607/-), including interest on borrowings Rs. 6,19,18,122/- (P.Y. 1,95,66,862/-)





## Ahluwalia Contracts (India) Limited

### NOTE:-13 NON-CURRENT INVESTMENT

PARTICULARS	Balance As at 01.04.2012 (Rs.)	Additions During the Year (Rs.)	Sale/ Adjustment During the Year (Rs.)	Balance As at 31.03.2013 (Rs.)
<b>INVESTMENTS IN EQUITY SHARES</b>				
<b>A. TRADE INVESTMENTS FULLY PAID UP (AT COST)</b>				
<b>UNQUOTED</b>				
(1) 1662 (P.Y. 1662) Equity shares of Rs. 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 Rs. 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 Rs. 10/- each M/s. Capricon Industrials Ltd. a company in which directors are interested	172740	0	0	172740
(4) 10000000 (P.Y. 10000000) Equity shares of Rs.10/- each M/s. Ahlcon Ready Mix Concrete Pvt. Ltd. company on hiving off the division (wholly owned subsidiary)	0	0	0	0
(5) 10000 (P.Y. 10000) Equity shares of Rs.10/- each M/s. Premsagar Merchants Pvt. Ltd. (wholly owned subsidiary)	0	0	0	0
(6) 10000 (P.Y. 10000) Equity shares of Rs.10/- each M/s. Paramount Dealcomm Pvt. Ltd. (wholly owned subsidiary)	0	0	0	0
(7) 10000 (P.Y. 10000) Equity shares of Rs.10/- each M/s. Splendor Distributors Pvt. Ltd. (wholly owned subsidiary)	0	0	0	0
(8) 10000 (P.Y. 10000) Equity shares of Rs.10/- each M/s. Dipesh Mining Pvt. Ltd. (wholly owned subsidiary)	0	0	0	0
(9) 10000 (P.Y. 10000) Equity shares of Rs.10/- each M/s. Jiwan Jayoti Traders Pvt. Ltd. (wholly owned subsidiary)	0	0	0	0
Aggregate investments in equity shares	588940	0	0	588940
Less:- Aggregate Provision for diminution in value of investments	0	0		
<b>TOTAL</b>	<b>588940</b>	<b>0</b>	<b>0</b>	<b>588940</b>



## Ahluwalia Contracts (India) Limited

### NOTE:-14 DEFERRED TAX

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
<b>Deferred tax Assets</b>		
Timing difference on account of Depreciation (Difference as per books & as per Income Tax Act)	153661574	121242933
On account of Disallowance u/s 43B	98429239	136494480
Provisions	0	2285585
On account of Carried forward Losses including depreciation	377837133	40096329
<b>Total(A)</b>	<u>629927946</u>	<u>300119327</u>
<b>Deferred tax Liabilities</b>		
	0	0
<b>Total(B)</b>	<u>0</u>	<u>0</u>
<b>Net deferred Tax Assets/(Liabilities)(A-B)</b>	629927946	300119326
<b>Net deferred Tax Assets /(Liabilities) for the year</b>	<u>329808620</u>	<u>159844479</u>

**Note:-** In consonance of prudent accounting practice the deferred tax assets arisen during the year and in previous year on account of timing difference of depreciation, disallowances and carried forward losses & unabsorbed depreciation has not been recognised.

### NOTE:-15 LONG-TERM LOANS AND ADVANCES

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
<b>Unsecured Considered Good</b>		
Capital advances	43992112	43992112
Advances recoverable in cash or in kind or for value to be received		
i) Advance against Real Estate project	52500000	55000000
ii) Earnest Money Deposit	12272797	26907797
iii) Staff Advance	420300	856451
iv) Advance Income tax/TDS (net of provisions) (Includes Rs. 3,65,32,900/- cash seized P.Y. Nil)	669641019	342367732
v) Cenvat Credit	-	18287492
vi) Others	63673934	798508050
	<u>798508050</u>	<u>82453146</u>
<b>Unsecured, considered doubtful</b>		
Advance against Real Estate project	18500000	17577290
	861000161	587442020
Less: Provision for doubtful advances	18500000	17577290
<b>TOTAL</b>	<u>842500161</u>	<u>569864730</u>



## Ahluwalia Contracts (India) Limited

### NOTE:-16 TRADE RECEIVABLES (NON CURRENT)

PARTICULARS	AS AT 31.03.2013		AS AT 31.03.2012	
	(RS.)		(RS.)	
Receivables outstanding for a period exceeding six months from the date they are due from payment				
<b>Unsecured, considered good</b>				
Retention Money	46033177		70323163	
Against Running Bills	504256291	550289468	502514932	572838095
<b>Unsecured, considered doubtful</b>				
Retention Money	8944315		11959499	
Against Running Bills	50972407	59916722	38644210	50603709
Less: Provision for doubtful debts receivables	59916722		50603709	
<b>TOTAL</b>	<b>550289468</b>		<b>572838095</b>	

### NOTE:-17 OTHER NON-CURRENT ASSETS

PARTICULARS	AS AT 31.03.2013		AS AT 31.03.2012	
	(RS.)		(RS.)	
Deposits with maturity more than 12 months	64477932		494444928	
Interest Receivable on deposits	23492789		34713093	
Security Deposits	0		3382874	
Prepaid Expenses	2374133		3398823	
<b>TOTAL</b>	<b>90344853</b>		<b>535939718</b>	

### NOTE:-18 CURRENT INVESTMENTS

PARTICULARS	Balance As at 01.04.2012 (Rs.)	Additions During the Year (Rs.)	Sale/ Adjustment During the Year (Rs.)	Balance As at 31.03.2013 (Rs.)
<b>NON TRADE-UNQUOTED</b> (valued at the lower of cost and fair value)				
(1) Punjab & Sind Bank Growth plan (Nil P.Y 9999.15 units purchased of Rs.1000.07 each fully paid up)	5000000	0	5000000	0
(2) Punjab & Sind Bank Dividend plan daily (Nil P.Y 8,05,723.862 units purchased of Rs.18.6168 each fully paid up) (Market value Nil P.Y.Rs.2,02,90,140/-)	15000000	0	15000000	0
	20000000	0	20000000	0



## Ahluwalia Contracts (India) Limited

### NOTE:-19 INVENTORIES

<b>PARTICULARS</b>	<b>AS AT 31.03.2013</b>	<b>AS AT 31.03.2012</b>
	<b>(RS.)</b>	<b>(RS.)</b>
Work in Progress	955735653	1098894073
Raw Material (includes in transit Rs. 94,56,212/- (P.Y.Rs.1,13,29,340/-)	670718157	1121932972
Scrap (valued at estimated realizable value)	45609409	0
<b>TOTAL</b>	<b>1672063219</b>	<b>2220827045</b>

### NOTE:-20 TRADE RECEIVABLE (CURRENT)

<b>PARTICULARS</b>	<b>AS AT 31.03.2013</b>	<b>AS AT 31.03.2012</b>
	<b>(RS.)</b>	<b>(RS.)</b>
Receivables outstanding for a period exceeding six months from the date they are due from payment		
<b>Unsecured,considered good</b>		
Retention Money	1113784582	1066075884
Against Running Bills	942084981	693569827
<b>Others debts</b> (Unsecured,considered good)		
Retention Money	0	5943344
Against Running Bills *	2157192281	2765429961
<b>TOTAL</b>	<b>4213061844</b>	<b>4531019016</b>

\* Includes Rs. Nil ( P.Y. Rs. 84,90,574/-) due from related party.

### NOTE:-21 CASH AND BANK BALANCES

<b>PARTICULARS</b>	<b>AS AT 31.03.2013</b>	<b>AS AT 31.03.2012</b>
	<b>(RS.)</b>	<b>(RS.)</b>
<b>Cash and Cash equivalents</b>		
Cash-in-hand	133188610	117469010
Balance with banks		
In current accounts	287256759	352101649
In unpaid dividend accounts(1)	694985	406072
Deposits with original maturity with less than 3 months	0	20493607
<b>Total (A)</b>	<b>421140354</b>	<b>490470338</b>



## Ahluwalia Contracts (India) Limited

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
<b>Other Bank Balance</b>		
Deposits with original maturity less than 3 months (2)	2545895	0
Deposits with original maturity more than 3 months but less than 12 months (2)	332992500	3631184
Deposits with original maturity more than 12 months (2)	169647082	494444928
	<u>505185477</u>	<u>498076112</u>
Less : Amount disclosed under non current assets	64477932	494444928
<b>Total (B)</b>	<u>440707545</u>	<u>3631184</u>
<b>Total (A+B)</b>	<u><u>861847900</u></u>	<u><u>494101522</u></u>

- (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 cases against the company.

### NOTE:-22 SHORT-TERM LOANS AND ADVANCES

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
<b>Unsecured Considered Good</b>		
Advances recoverable recoverable in cash or in kind or for value to be received		
i) Earnest Money Deposit	7330000	6680000
ii) Advance to companies in which Directors are interested	69978915	76492852
iii) Advance to Suppliers & Petty Contractors	99820985	150218899
iv) Advance to Staff	11883397	10883046
v) Fixed assets held for sale	88142381	0
vi) Others	12288993	33677305
<b>TOTAL</b>	<u><u>289444670</u></u>	<u><u>277952102</u></u>

### NOTE:-23 OTHER CURRENT ASSETS

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Interest Receivable on deposits	8572530	0
Prepaid Expenses	26538275	38386981
<b>TOTAL</b>	<u><u>35110805</u></u>	<u><u>38386981</u></u>



## Ahluwalia Contracts (India) Limited

### NOTE:-24 REVENUE FROM OPERATIONS

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Contract Work Receipts	13634206201	13486388301
Sale of Ready Mix Concrete & other receipts	443075679	
Less:- Excise duty	16534998	822408699
Sales Trading (Construction related Material)	193715242	109601089
Sales (Scrap)	54208799	40112956
<b>TOTAL</b>	<b>14308670923</b>	<b>14458511045</b>

### NOTE:-25 OTHER INCOME

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Interest on deposits	54633049	52680979
Rent	1066968	4430025
Liabilities Written Back	22029371	51434774
Profit on sale of Fixed Assets	1580702	604601
Interest on Income Tax Refund	0	249731
Commission	8820310	10663990
Other Receipts	6161734	0
Exchange Fluctuation gain (net)	0	319566
Provision for Doubtful Debts Written Back	28150071	1500000
Provision for doubtful advances Written Back	0	2000000
Dividend on Long Term Investment	0	37500
Director remuneration *	4733409	0
Shuttering scrap	42553759	0
<b>TOTAL</b>	<b>169729372</b>	<b>123921166</b>

\*Reversed as per Central Government Letter

### NOTE:-26 OPERATING EXPENSES

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Sub-Contracts	2390269617	2280840940
Professional Charges	35174045	65535114
Power & Fuel	360810903	368016518
Machinery & Shuttering Hire Charges	278458814	358320253
Machinery Repair & Maintenance	113109571	123013466
Commercial Vehicle Running & Maintenance	10824413	11134216
Testing Expenses	7441144	11076962
Insurance Expenses	38505017	40124997
Watch & Ward Expenses	86637801	83345663
<b>TOTAL</b>	<b>3321231325</b>	<b>3341408129</b>



## Ahluwalia Contracts (India) Limited

### NOTE:-27 (INCREASE)/ DECREASE IN WORK IN PROGRESS

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
<b>Work-in-Progress</b>		
Opening Stock:	1098894073	446599851
Closing Stock	955735653	1098894073
	<u>(143158420)</u>	<u>652294222</u>

### NOTE:-28 EMPLOYEE BENEFIT EXPENSES

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Staff Cost		
Salaries and other benefits (Including Directors Remuneration Rs. 1,76,16,570/- previous year Rs. 2,32,15,613/-)	921437215	914671775
Employees Welfare	29114680	36740725
Employer's Contribution to Provident and Other Funds.	30727315	28899797
	<u>981279210</u>	<u>980312297</u>
(Including Directors Provident Fund Rs. 162,019/- P.Y. Rs. 1,79,652/-)		
Labour Wages & other benefits	1581047298	1707236183
Contribution to Provident & Other Funds	22536948	28642131
Hutment Expenses	6030911	10716725
Labour Welfare	64105991	71880509
	<u>1673721148</u>	<u>1818475548</u>
<b>TOTAL</b>	<u>2655000358</u>	<u>2798787845</u>

### NOTE:-29 FINANCE COST

PARTICULARS	AS AT 31.03.2013 (RS.)	AS AT 31.03.2012 (RS.)
Interest on Term Loans	29350165	38567587
Interest on Working Capital & Others	300070260	224754959
Interest on Income Tax	17300	1294600
Upfront/Processing fee	3691646	6689593
Bank Charges	37684422	38216469
	<u>370813793</u>	<u>309523208</u>
<b>TOTAL</b>	<u>370813793</u>	<u>309523208</u>



## Ahluwalia Contracts (India) Limited

### NOTE:-30 OTHER EXPENSES

<b>PARTICULARS</b>	<b>AS AT 31.03.2013 (RS.)</b>	<b>AS AT 31.03.2012 (RS.)</b>
Electricity & Water Charges	5824043	7452230
Rent	89707584	103731763
Travelling & Conveyance Expenses	44042699	48387904
Legal & Professional Charges	33925300	31436496
Repairs & Maintenance :-		
Building	0	2068479
Others	12911304	19154249
Vehicle Running & Maintenance	28626567	31050213
Postage, Telegram and Telephone Expenses	19734009	22803040
Printing and Stationery	13221890	16740957
Advertisement	850696	3899768
Business Promotion	3119411	3354288
Charity & Donation (other then Political party)	719751	1000768
Insurance Charges	11650314	6327107
Watch & Ward Expenses	5357895	6278209
Rates & Taxes	4014271	4607813
Workman Compensation	914484	315838
Miscellaneous Expenses	5857104	8494699
Payment to Auditors (Refer Note No. 40)	2714027	2799165
Loss on Sale of Fixed Assets	2152314	699249
Bad Debts/Doubtful Advances Written Off	31320977	0
Provision for doubtful debts	35885794	22414486
Provision for doubtful advances	2500000	0
Prior Period Expences	743921	0
Directors Sitting Fees	380000	210000
<b>TOTAL</b>	<b>356174355</b>	<b>343226721</b>





## Ahluwalia Contracts (India) Limited

### 31 a. CONTINGENT LIABILITIES NOT PROVIDED FOR

S.No.	Particulars	As at 31.03.2013 (Rs.)	As at 31.03.2012 (Rs.)
a)	Counter guarantees given to bankers against Bank guarantees	440,19,25,523	498,71,41,271
b)	Indemnity Bonds/Performance Bonds/ Surety Bonds / Corporate guarantees given to clients	121,88,38,492	113,29,94,715
c)	Value Added Tax liability	35,46,68,005	151,21,36,263
d)	Demand of stamp duty on Real Estate Project	57,41,980	57,41,980
e)	Claims against the company not Acknowledged as debts	49,96,25,898	49,54,04,581
f)	Excise duty demand for F.Y. 1998-99 & 2000-2001	39,37,696	46,37,000
g)	Service tax demand on alleged wrong availment of abatement on account of free supply of material by the Client	383,73,40,037	315,76,01,821
h)	Provident fund demand	54,57,34,315	-

Based on legal opinion taken by the Company, discussions with the advocates etc, 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 reply/appeal have been filed before appropriate authority/Court. Disposal is awaited.

b. Capital commitments :- Capital contracts remaining to be executed (net of payments) and not provided for Rs. 33,10,36,132/- (Previous Year Rs. 43,82,81,393/-)

32 a. The company had executed Common Wealth Games Village Project and raised R.A. bills amounting to Rs. 638,87,67,898/- up to the March, 2011 which have been certified to the extent of Rs. 571,84,67,898/-. The company has further raised bills and lodged claims of Rs. 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 Rs. 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.

b. On 19th Jan, 2011 Sri Sumeru Realty Pvt. Ltd (SSRPL) Bangalore, a client invoked the Bank Guarantees amounting to Rs 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 Rs. 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 Rs. 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 Rs. 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 confident 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.



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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:

S.No.	Details of Dues to Micro, Small and Medium Enterprises as per MSMED Act, 2006	As at 31st Mar, 2013 (Rs.)	As at 31st Mar, 2012 (Rs.)
i	The Principal amount and the interest due thereon remaining unpaid to any supplier as at the end of year. Principal Amount Unpaid Interest Due	69,35,755 69,953	37,06,044 8,33,560
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 Interest Paid beyond the Appointed Date	3,42,41,519 -	1,19,22,164 -
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	18,43,886
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. The Company has 100% wholly owned subsidiaries namely M/s. Ahlcon Ready Mix Concrete Pvt. Ltd., Dipesh Mining Pvt. Ltd., Jiwan Jyoti Traders Pvt. Ltd., Paramount Dealcomm Pvt. Ltd., Premsagar Merchants Pvt. Ltd. and Splendor Distributors Pvt. Ltd.
36. Trade receivables, Trade payables and Advances recoverable balances appearing in the Balance Sheet are subject to confirmation.
37. 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 2012-13 (Rs.)	Lease Payments during 2011-12 (Rs.)
Total lease payment for the year (recognized in statement of Profit & Loss)	8,97,07,584/-	10,22,51,715/-
<b>Minimum Lease Payments</b>		
Not later than one year	2,22,35,357/-	374,26,075/-
Later than one year but not later than five years	51,12,323/-	1,30,96,909/-
Later than five years	-	-

38. **Bus Terminal, 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,



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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. 2013-14.

- ii) The project cost has been estimated at Rs. 72,00,00,000/- out of which Rs. 40,21,47,810/- have been spent till 31.03.2013. The expenditure incurred has been shown in Balance Sheet under the main head "Fixed Assets" and sub-head "Intangible Assets Under Development". The total expenditure will be amortized during the useful period taking into account the revenue receivable for remaining useful period.
- 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	Rs. 10/- per Sqm per month	Rs 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	Rs 150/- per month in each case.	Rs 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. It will be Contractual obligations 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 Rs 3,49,82,318 (March 31, 2012 Rs.4,71,05,441) towards provident fund during the year ended March 31, 2013.

##### 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.



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### Statement of Profit and Loss

#### Net Employee benefit expenses recognized in the employee cost.

(Amount in Rs)

	As at 31.03.2013	As at 31.03.2012
Current Service Cost	1,08,32,495	97,81,034
Past Service Cost	-	-
Interest Cost	65,10,996	55,93,529
Expected Return on Plan Assets	(52,82,736)	(47,99,152)
Curtailement credit	-	-
Net Actuarial (Gain) / Loss recognized during the year	(24,32,674)	(48,13,492)
Expenses recognized in the statement of profit and Loss	96,28,081	71,46,972

### Balance Sheet

#### Details of Provision of Gratuity

(Amount in Rs)

	As at 31.03.2013	As at 31.03.2012
Present Value of Defined Benefit Obligation	8,35,95,839	7,76,04,937
Fair Value of Plan Assets	5,99,20,341	5,71,10,659
Plan Assets / (Liability)	(2,36,75,498)	(2,04,94,278)

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

(Amount in Rs)

	As at 31.03.2013	As at 31.03.2012
Opening defined benefit Obligation	7,57,09,259	7,07,69,102
Current Service Cost	1,08,32,495	97,81,034
Interest Cost	65,10,996	55,93,529
Benefits Paid	(71,94,055)	(37,25,236)
Curtailement Credit	-	-
Past service cost	-	-
Actuarial (Gains) / Losses on obligation	(22,62,856)	(48,13,492)
Closing Defined Benefit Obligation	8,35,95,839	7,76,04,937

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

(Amount in Rs)

	As at 31.03.2013	As at 31.03.2012
Opening fair value of Plan Assets	5,71,10,659	4,03,34,124
Expected Return	52,82,736	47,99,152
Contributions by the employer	45,51,183	1,57,02,619
Benefits Paid	(71,94,055)	(37,25,236)
Actuarial Gains / (Losses)	1,69,818	-
Closing fair value of Plan Assets	5,99,20,341	5,71,10,659

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

	As at 31.03.2013	As at 31.03.2012
Investment with Insurer	100%	100%



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

	As at 31.03.2013	As at 31.03.2012
Discount Rate	7.90%	8.60%
Expected Return on Plan Assets	9.30%	9.25%
Employee Turnover	30 % for all ages	30 % for all ages
Rate of Increase in Compensation levels	8.00%	6.00%

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 Rs 1,08,31,569 to Gratuity Fund in the next year. (March 31, 2012: Rs. 2,21,79,568)

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

(Amount in Rs.)

	31.03.2009	31.03.2010	31.03.2011	31.03.2012	31.03.2013
Defined Benefit Obligation	4,20,91,635	5,59,67,851	6,93,84,050	7,76,04,937	8,35,95,839
Plan Assets	2,06,21,365	3,02,64,766	4,03,34,124	5,71,10,659	5,99,20,341
Surplus / (Deficit)	(2,14,70,270)	(2,57,03,085)	(2,90,49,926)	(2,04,94,278)	(2,36,75,498)
Experience Adjustments on plan liabilities- (loss) / Gain	(95,38,068)	(16,27,629)	(40,72,880)	10,87,862	7782523
Experience adjustments on Plan Assets- (loss) / Gain	6,72,885	5,82,331	-	-	1,69,818

### 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 (Rs.)	Previous Year (Rs.)
(i)	As Audit Fee	20,57,760	21,49,800
(ii)	Tax Audit Fee	5,24,440	5,41,200
(iii)	Certification & other matters	-	18,274
(iv)	Out of pocket expenses	1,31,827	89,891
	<b>Total</b>	<b>27,14,027</b>	<b>27,99,165</b>

### 41. 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.



## Ahluwalia Contracts (India) Limited

### 2. Key Management Personnels:

Mr. Bikramjit Ahluwalia	Chairman & Managing Director
Mr. Shobhit Uppal	Dy. Managing Director
Mr. Vikaas Ahluwalia	Whole Time Director
Mrs. Sudershan Walia	Whole Time Director(Resigned w.e.f. 30-05-2012)
Mr. Vinay Pal	Whole Time Director
Mr. Vivek Arora	Whole Time Director of subsidiary company

### 3 Relative of Key Management Personnels & Relationship:

Mrs. Rohini Ahluwalia	Daughter of Chairman & Managing Director
Mrs. Rachna Uppal	Daughter of Chairman & Managing Director
Mrs. Mukta Ahluwalia	Daughter of Chairman & Managing Director
Mrs. Pushpa Rani	Sister of Chairman & Managing Director
Mrs. Ram Piari	Sister of Chairman & Managing Director
Mrs. Raman Pal	Mother of whole time Director

### 4. Enterprises over which key managerial personnel is able to exercise significant influence.

Karam Chand Ahluwalia Hospital & Medical Research Society  
 Ahluwalia Construction Group (Proprietor Mr. Bikramjit Ahluwalia)  
 Ahlcon Material Testing Lab (Proprietor Mr. Vikaas Ahluwalia, a Director)  
 Ahlcon RMC Engineering Services (Proprietor Mr. Vikaas Ahluwalia, a Director)

### ii) Transactions During the Year with Related Parties

(Amount in Rs.)

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
<b>Transactions during the year</b>					
Rent received					
Ahlcon India Pvt. Ltd.	-	-	-	7,33,968.00	7,33,968.00
	-	-	-	(7,33,968.00)	(7,33,968.00)
Ahlcon Parenterals India Ltd.	-	-	-	2,70,000.00	2,70,000.00
	-	-	-	(2,70,000.00)	(2,70,000.00)
<b>Sale of Goods/Services/Hire Charges</b>					
Ahluwalia Construction Group			29,69,105		29,69,105
			(31,32,239)		(31,32,239)
Ahlcon Material Testing Lab			36,79,446		36,79,446
			(10,29,735)		(10,29,735)
Ahlcon RMC Engineering Services			13,48,320		13,48,320
			(5,56,500)		(5,56,500)
<b>Payment against Contract work</b>					
Ahlcon India Pvt. Ltd.	-	-	-	10,13,81,503.00	10,13,81,503.00
	-	-	-	(13,35,42,584.00)	(13,35,42,584.00)
<b>Purchase of Material</b>					
Ahlcon India Pvt. Ltd.	-	-	-	1,61,178.00	1,61,178.00
	-	-	-	-	-



## Ahluwalia Contracts (India) Limited

(Amount in Rs.)

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
<b>Rent paid</b>					
Sudershan Walia	66,20,000.00				66,20,000.00
	(36,00,000.00)	-	-		(36,00,000.00)
Rachna Uppal	-	12,00,000.00	-		12,00,000.00
	-	(12,00,000.00)	-		(12,00,000.00)
Rohini Ahluwalia	-	7,20,000.00			7,20,000.00
	-	(7,20,000.00)	-		(7,20,000.00)
Ahluwalia Construction Group	-	-	3,00,000.00		3,00,000.00
	-	-	(3,00,000.00)		(3,00,000.00)
<b>Managerial remuneration</b>					
Bikramjit Ahluwalia	48,00,000.00	-	-		48,00,000.00
	(79,49,311.00)	-	-		(79,49,311.00)
Shobhit Uppal	48,00,000.00	-	-		48,00,000.00
	(63,84,098.00)	-	-		(63,84,098.00)
Sudershan Walia	1,31,457.00	-	-		1,31,457.00
	(8,01,672.00)	-	-		(8,01,672.00)
Vikaas Ahluwalia	10,48,332.00	-	-		10,48,332.00
	(10,48,332.00)	-	-		(10,48,332.00)
Vinay Pal	46,80,000.00	-	-		46,80,000.00
	(46,80,000.00)	-	-		(46,80,000.00)
Vivek Arora	23,18,800				23,18,800
	(25,32,852)				(25,32,852)
<b>Dividend received</b>					
Ahlcon India Pvt. Ltd.	-	-	-		
	-	-	-	(37,500.00)	(37,500.00)
Dividend paid					
<b>Bikramjit Ahluwalia</b>					
	(20,72,479.00)	-	-		(20,72,479.00)
<b>Vikaas Ahluwalia</b>					
	(13,400.00)	-	-		(13,400.00)
Mukta Walia	-				
	-	(13,400.00)	-		(13,400.00)
Ram Piari	-				
	-	(17,03,960.00)	-		(17,03,960.00)
Pushpa Rani	-				
	-	(15,82,440.00)	-		(15,82,440.00)
Rachna Uppal	-				
	-	(4,91,000.00)	-		(4,91,000.00)



## Ahluwalia Contracts (India) Limited

(Amount in Rs.)

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
<b>Shobhit Uppal</b>					
	(17,23,200.00)	-	-		(17,23,200.00 )
<b>Sudershan Walia</b>					
	(94,24,952.00)	-	-		(94,24,952.00)
Rohini Ahluwalia	-				
	-	(11,92,736.00)	-		(11,92,736.00)
Raman Pal	-	-	-		-
	-	-	-		-
Tidal Securities Pvt. Ltd.	-	-	-		
	-	-	-	(10,000.00)	(10,000.00 )
<b>Receipts against contract work</b>					
Bikramjit Ahluwalia					
	(47,89,171.00)	-	-		(47,89,171.00)
Ahluwalia Construction Group	-	-	65,57,168.00		65,57,168.00
	-	-	(2,17,81,939.00)		(2,17,81,939.00)
<b>Sale of Land Freehold &amp; Building</b>					
Bikramjit Ahluwalia	28,00,00,000.00	-	-		28,00,00,000.00
	-	-	-		-
<b>Loan from Directors</b>					
Bikramjit Ahluwalia	7,52,13,887.00	-	-		7,52,13,887.00
	-	-	-		-
<b>Enterprises over which key managerial personnel is able to exercise significant influence</b>					
Karam Chand Ahluwalia Hospital & Medical Research Society	-	-	5,50,000.00		5,50,000.00
	-	-	(6,00,000.00)		(6,00,000.00)
<b>Balances Outstanding as at year end</b>					
Due from Related Parties (Trade Receivables)					
Ahlcon Parenterals India Ltd.	-	-	-	2,43,000.00	2,43,000.00
	-	-	-	(1,21,500.00)	(1,21,500.00)
Ahluwalia Construction Group	-	-			
	-	-	(83,69,074)		(83,69,074)
<b>Advance recoverable in cash or kind or fo value to be received</b>					
Ahlcon India Pvt. Ltd.	-	-	-	6,99,78,915.00	6,99,78,915.00
	-	-	-	(7,64,92,852.00)	(7,64,92,852.00)





## Ahluwalia Contracts (India) Limited

(Amount in Rs.)

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
Ahlcon Material Testing Lab			41,31,521		41,31,521
			(12,60,860)		(12,60,860)
Ahluwalia Construction Group			-		-
			(4,67,551)		(4,67,551)
<b>Investments</b>					
Ahluwalia Builders & Development Group Pvt. Ltd.	-	-	-	1,66,200.00	1,66,200.00
	-	-	-	(1,66,200.00)	(1,66,200.00)
Ahlcons India Pvt. Ltd.	-	-	-	2,50,000.00	2,50,000.00
	-	-	-	(2,50,000.00)	(2,50,000.00)
Capricon Industrials Ltd.	-	-	-	1,72,740.00	1,72,740.00
	-	-	-	(1,72,740.00)	(1,72,740.00)
<b>Due to related parties (Remuneration &amp; rent)</b>					
Bikramjit Ahluwalia	13,43,378.00	-	-		13,43,378.00
	(34,52,115.96)	-	-		(34,52,115.96)
Sudershan Walia	50,01,763.00	-	-		50,01,763.00
	(2,31,019.89)	-	-		(2,31,019.89)
Shobhit Uppal	11,67,462.00	-	-		11,67,462.00
	(9,90,996.06)	-	-		(9,90,996.06)
Vikaas Ahluwalia	39,43,726.00	-	-		39,43,726.00
	(31,35,394.28)	-	-		(31,35,394.28)
Vinay Pal	3,90,000.00	-	-		3,90,000.00
	(4,96,000.00)	-	-		(4,96,000.00)
Rachna Uppal	-	9,02,874.00	-		9,02,874.00
	-	(13,50,000.00)	-		(13,50,000.00)
Rohini Ahluwalia	-	5,75,600.00	-		5,75,600.00
	-	(6,83,205.00)	-		(6,83,205.00)
Vivek Arora	5,73,920				5,73,920
	(6,54,600)				(6,54,600)
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)
<ul style="list-style-type: none"> <li>- Previous year figures are given in brackets.</li> <li>- No amount has been written off or provided for in respect of transactions with the related parties.</li> </ul>					



## Ahluwalia Contracts (India) Limited

### 43. EARNINGS PER SHARE (EPS)

Particulars	31.03.2013 (Rs.)	31.03.2012 (Rs.)
Net profit / (loss) as per statement of profit & loss	(71,31,32,401)	(46,42,92,986)
Number of equity shares of Rs. 2/- each at the beginning of the year	6,27,62,560	6,27,62,560
Number of equity shares of Rs. 2/- each at the end of the year	6,27,62,560	6,27,62,560
Weighted average number of equity shares of Rs. 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 Rs.) (Per share of Rs. 2/- each)	(11.36)	(7.40)

### 43. Disclosure in accordance with Accounting Standard –7 (Revised) amount due from/to customers on construction Contracts

Particulars	Current Year (Rs.)	Previous Year (Rs.)
Contract revenue recognized as revenue in the year	1315,91,95,531	1393,82,62,200
Contract costs incurred and recognised profits (less recognised losses) upto the reporting date	1314,56,39,618	1341,73,95,814
Advances received	200,53,16,748	248,58,64,828
Retention money	90,67,05,728	102,55,87,651
Gross amount due from customers for contract work	3,63,69,209	(1,23,15,869)
Gross amount due to customers for contract work	-	-

Note:-The above information is given only in respect of contracts entered into on or after 01.04.2003 and is in progress as on balance sheet date.

44. Exceptional items comprise of (a) profit on sale of land of Parent company for Rs. 25,69,40,356/- (P.Y. Nil ) to Mr. Bikramjit Ahluwalia Chairman & Managing Director (b) Loss on sale of Assets / held for sale of wholly owned subsidiary company Ahlcon Ready Mix Concrete Pvt. Ltd. Rs. 4,62,16,459/- (P.Y. Rs. 3,20,94,208/-)

45. **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

1. Economic and political conditions.
2. Activities at all project locations.
3. Risk associated with the operations at locations.

There is no exchange control regulations and underlying currency risk.

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 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

(Amounts in Rs.)

Particulars	Ready Mix Concrete		Equipment Rentals		Total	
	2011-12	2012-13	2011-12	2012-13	2011-12	2012-13
<b>REVENUE</b>						
External Turnover	790,916,158	445,487,580	87,250,540	12,181,157	878,166,698	457,668,737
Inter Segment Sales/Income	-	-	-	-	-	-
Other Operating Income	10,663,991	8,820,310	2,850,762	-	13,514,753	8,820,310
<b>Total</b>	<b>801,580,149</b>	<b>454,307,890</b>	<b>90,101,302</b>	<b>12,181,157</b>	<b>891,681,451</b>	<b>466,489,047</b>



## Ahluwalia Contracts (India) Limited

Particulars	Ready Mix Concrete		Equipment Rentals		Total	
	2011-12	2012-13	2011-12	2012-13	2011-12	2012-13
Expenses	821,378,758	500,764,145	30,649,899	7,407,161	852,028,656	508,171,305
<b>RESULT</b>	<b>(19,798,609)</b>	<b>(46,456,254)</b>	<b>59,451,403</b>	<b>4,773,996</b>	<b>39,652,795</b>	<b>(41,682,258)</b>
Unallocated Corporate Expenses					41,301,755	82,031,301
Operating Profit					(1,648,960)	(123,713,559)
Interest & Finance charges					45,144,470	36,883,856
Interest Income			-	-	599,554	962,597
Extra-ordinary Items	-	-	-	-	32,094,208	46,216,459
Unallocated Other Income					-	6,161,734
Income Taxes					20,429,004	-
<b>Net Profit/(Loss)</b>					<b>(57,859,080)</b>	<b>(199,689,542)</b>
<b>OTHER INFORMATION</b>						
Segment assets (Total Assets)	577,847,529	301,014,019	182,477,407	80,966,986	760,324,936	381,981,005
Unallocated corporate assets		-	-	-	24,288,735	15,758,711
<b>Total assets</b>	<b>577,847,529</b>	<b>301,014,019</b>	<b>182,477,407</b>	<b>80,966,986</b>	<b>784,613,671</b>	<b>397,739,716</b>
Segment liabilities (Total Liabilities)	466,174,839	173,369,380	129,455,517	43,946,634	595,630,356	217,316,014
Unallocated corporate liabilities	-	-	-	-	138,177,272	329,307,204
<b>Total liabilities</b>	<b>466,174,839</b>	<b>173,369,380</b>	<b>129,455,517</b>	<b>43,946,634</b>	<b>733,807,629</b>	<b>546,623,217</b>
Capital expenditure	24,311,754	696,647	-	-	24,311,754	696,647
Sale of Assets	32,610,134	257,765,419	56,048,854	-	88,658,988	257,765,419
Unallocated Capital expenditure						
<b>Net Capital expenditure</b>	<b>(8,298,380)</b>	<b>(257,068,772)</b>	<b>(56,048,854)</b>	<b>-</b>	<b>(64,347,234)</b>	<b>(257,068,772)</b>
Depreciation/Amortisation for the year	32,927,019	23,158,942	9,275,366	8,252,326	42,202,385	48,962,274
Unallocated Depreciation / Amortisation					3,670,828	3,844,627
<b>Total Depreciation / Amortisation</b>	<b>32,927,019</b>	<b>23,158,942</b>	<b>9,275,366</b>	<b>8,252,326</b>	<b>45,873,213</b>	<b>52,806,902</b>
Non-cash expenses other than depreciation and amortisation	-	-				
Unallocated Non-cash expenses other than depreciation and amortisation	-	-	-	-	-	-
<b>Total Non-cash expenses other than depreciation and amortisation</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

#### 46. PREVIOUS YEAR FIGURES

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

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

#### 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 : 30-05-2013

#### On behalf of the Board of Directors

**BIKRAMJIT AHLUWALIA**  
Chairman & Managing Director  
(Chief Executive Officer)

**S.K. SACHDEVA**  
Executive Director - F&A  
(Chief Financial Officer)

**SHOBHIT UPPAL**  
Dy. Managing Director

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



## Ahluwalia Contracts (India) Limited

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:-

(Amount in Rs.)

Financial year of the Subsidiary company' s ended on	3/31/2013	3/31/2013	3/31/2013	3/31/2013	3/31/2013	3/31/2013
Particulars	ARMC	DM	JJT	PD	PM	SD
Capital (Including preference capital)	100,000,000 (100,000,000)	100,000 (100000)	100000 (100000)	100,000 (100000)	100,000 (100000)	100,000 (100000)
Reserve & Surplus	-248883501 (-49193959)	-125183	-106834	-123625	-128526	-111173
Total Assets	397,739,716 (784,613,670)	11,182,521 (11,206,607)	9,514,416 (9,512,209)	9,733,617 (9,841,167)	10,638,276 (10,660,202)	10,152,993 (10,154,034)
Total Liabilities	397,739,716 (784,613,670)	11,182,521 (11,206,607)	9,514,416 (9,512,209)	9,733,617 (9,841,167)	10,638,276 (10,660,202)	10,152,993 (10,154,034)
Investments	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Gross Turnover (Including Other Income)	473,613,378 (892,281,005)	- (-)	- (-)	- (-)	- (-)	- (-)
Profit before Tax	-199689542 (-78288084)	-21634 (-22622)	-18712 (-21604)	-18712 (-21604)	-21926 (-31175)	-20960 (-21604)
Provision for Tax	- (-20429004)	- (-)	- (-)	- (-)	- (-)	- (-)
Profit after Tax	-199689542 (-57859080)	-21634 (-22622)	-18712 (-21604)	-18712 (-21604)	-21926 (-31175)	-20960 (-21604)
Proposed Dividend and Tax thereon	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Country	India	India	India	India	India	India
Figures in bracket are of Previous Year List of subsidiaries:- 1. Ahlcon Ready Mix Concrete Pvt. Ltd. 2. Dipesh Mining Pvt. Ltd. 3. Jiwan Jyoti Traders Pvt. Ltd. 4. Paramount Dealcomm Pvt. Ltd. 5. Premsagar Merchants Pvt. Ltd. 6. Splendor Distributors Pvt. Ltd.	(ARMC) (DM) (JJT) (PD) (PM) (SD)					

**AHLUWALIA CONTRACTS (INDIA) LTD.**

Regd. Office: Ahluwalia House, 4, Community Centre, Saket, New Delhi-110017  
Corporate Office : A-177, Okhla Industrial Area, Phase-I, New Delhi-110020

**PROXY FORM**

I/We.....being Member(s)  
of Ahluwalia Contracts (India) Ltd hereby appoint.....of  
.....or failing him/her.....  
s/o or w/o.....in the district of.....as my/our  
proxy to attend and vote for me us on my/our behalf at the 34th Annual General Meeting of the Company to be held on Monday  
the 30th September, 2013 at 4.00 p.m. at Ahlcon Public School, Mayur Vihar, Phase-I, Delhi-110091

Place : .....

Date: .....

Affix  
Rs.1.00  
Revenue  
Stamp

Signature: .....

Folio No./DPID & Client ID	
No. of Shares	
Name	
Address	

**Notes:** The Proxy in order to be valid, must be deposited at Corporate Office of the Company duly stamped, complete and signed, not less than 48 hours before the time fixed for the meeting. The Proxy duly signed across Rs. 1 revenue stamp should reach the Company.

**AHLUWALIA CONTRACTS (INDIA) LTD.**

Regd. Office: Ahluwalia House, 4, Community Centre, Saket, New Delhi-110017  
Corporate Office : A-177, Okhla Industrial Area, Phase-I, New Delhi-110020

**ATTENDANCE SLIP**

I hereby record my presence at the 34th Annual General Meeting of the Company held on Monday, the 30th day of September, 2013 at 4.00 p.m at Ahlcon Public School, Mayur Vihar, Phase-I, Delhi-110091.

Folio No./DPID & Client ID	
No. of Shares	
Name	
Address	

.....  
Signature of the Shareholder/ Proxy



## Ahluwalia Contracts (India) Limited

### **REGISTERED OFFICE:**

AHLUWALIA HOUSE  
4, COMMUNITY CENTRE  
SAKET, NEW DELHI-110017  
PH. 011-40504529, 65641895  
FAX 011-26852036

### **DELHI STOCK EXCHANGE LTD**

DSE House, 3/2, Asaf Ali Road,  
New Delhi - 110 002  
PH. 011-46470033  
FAX: 011-46470053-54  
SCRIP CODE : 7526

### **CORPORATE OFFICE:**

PLOT NO. A-177,  
OKHLA INDUSTRIAL AREA,  
PHASE—I, NEW DELHI-110020  
PH. : 011-49410502, 517, 599  
FAX : 011-49410553

### **CALCUTTA STOCK EXCHANGE LTD**

7, Lyons Range,  
Kolkata - 700 001  
PH. : 033-22104470-77  
FAX : 033-22104468, 2223  
SCRIP CODE : 011134

### **SHARE TRANSFER AGENT**

LINK INTIME INDIA PVT. LTD. (RTA)  
44, Community Centre,  
Nrainia Industrial Area, Phase- I,  
New Delhi - 110 028  
Tel. No.-011-41410592-94  
Fax No. - 011-41410591  
e.mail: delhi@linkintime.co.in

### **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

### **STOCK EXCHANGES**

BOMBAY STOCK EXCHANGE LTD  
25th Floor, P J Towers, Dalal Street,  
Mumbai - 400001  
PH. : 022-22721233-34  
FAX: 022-22722082  
SCRIP CODE : 532811

### **JAIPUR STOCK EXCHANGE LTD**

STOCK EXCHANGE BUILDING  
Jawahar Lal Nehru Marg,  
Malviya Nagar, Jaipur - 302 017  
PH. : 0141-2729100  
FAX.: 0141-2729082  
SCRIP CODE : 922

### **DEMATERIALIZATION OF SHARES**

ISIN NO.: INE 758C01029

**NOTE: ANNUAL LISTING FEE FOR THE YEAR 2013-14 HAS BEEN PAID TO ALL THE STOCK EXCHANGES**

# Book - Post



## **Ahluwalia Contracts (India) Limited**

Ahluwalia House, 4, Community Centre, Saket, New Delhi - 110017

Tel : 91-011-40504529, 26852036, Fax : 91-011-40504553

E-mail : [mail@acilnet.com](mailto:mail@acilnet.com), Website : [www.acilnet.com](http://www.acilnet.com)