



We make things SIMPLE

ANNUAL REPORT 2007-08



SIMPLEX
PROJECTS LIMITED



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SIMPLEX
PROJECTS LIMITED

LETTER FROM CHAIRMAN



Dear Shareholders,

Let me begin by extending a hearty thanks to each one of you for your excellent response to our Initial Public Offerings which was oversubscribed by over 84 times.

This overwhelming response from the investors shows the faith you all have reposed on us. This has put a greater responsibility on my entire team and me and I can assure you of our best endeavor in meeting it beyond your expectations.

The financial year 2007-08 had undoubtedly been the most special year for us. One obvious reason being listing the company but the fact that this has boosted our aggressiveness on setting higher growth targets and our focus on achieving these targets within the set time limits has made us reach to our present level.

Within a short span of working we have transformed ourselves from a Piling company into a full-fledged infrastructure development company with presence in entire gamut of construction activity. Our focus area includes – Piling & Foundations, Civil construction projects which includes structures such as mass Housing & Township projects, Transportation Engineering, Irrigation, Water Supply & Sewerage Schemes.

We always strive for innovative ideas in the field of civil and mechanical engineering and thereby adding several

milestone achievements in the field of civil and mechanical engineering such as:

- i) 50-M Single Span Multiple PSC Girders for the first time in the Group for Railways over Live Traction Wire in India.
- ii) World's First Fully Automatic Multi-Level Car Parking on Double Radius for Calcutta Corporation under BOT.
- iii) India's First Fully Automatic Multi-level Underground Parking.

In one such endeavor, the company has introduced the country's first fully automatic multi-level car parking system.

The concept has picked up quite rapidly and there is a huge potential in the coming years. With our unique performance in our past projects, we believe that we have competitive advantage for undertaking these projects

We are focused on taking up infrastructure projects, as there is a huge potential emerging from the growth in the Indian economy.

Our success largely depends on team members whom I would like to express my thanks for their support, without which we could not have accomplished so much over the past years.

I would like to take this opportunity to express my deep gratitude to our shareholders, investors, customers, lenders, banks, SEBI, BSE, NSE, the central and state governments and other regulatory authorities/agencies for providing continuous support. I wish to express my appreciation to my colleagues on the Board and the Board of Directors of Simpark, our subsidiary for their thought leadership, dedication and commitment.

With regards,
B. K. Mundhra



CORPORATE INFORMATION

Board of Directors

Chairman & Managing Director
Sri Balkrishandas Mundhra

Whole Time Directors
Sri Jai Kishan Bagri
Sri Raghav Das Mundhra
Sri Sudarshan Das Mundhra

Directors
Sri Shyam Das Mundhra
Sri Anand Chopra
Sri Prabir Kumar De
Sri Nitindra Nath Som

Company Secretary
Sri Binaya Kumar Dash

Auditors
Chaturvedi & Company
Chartered Accountants

Solicitors
Bose & Mitra

Bankers
Axis Bank Ltd.
Bank Of Baroda
Development Credit Bank Ltd.
Industrial Development Bank of India Ltd.
State Bank of Travancore
Uco Bank
Yes Bank Ltd.

Registrar
Cameo Corporate Services Limited
Subrananian Building, No.1
Club House Road
Chennai - 600 002

Registered Office
12/1, Nellie Sengupta Sarani,
Kolkata - 700 087



DIRECTORS' REPORT

To
The Members,
Your Directors are pleased to present the 18th Annual Report on the business and operations of the Company along with the audited accounts for the financial year ended 31st March, 2008. It is indeed a great pleasure to present

the first report since your Company entered the capital market with the maiden public issue of its equity shares which was met with overwhelming response from all investors. It has brought with it the onerous responsibility and challenge to meet shareholders expectations and your Directors shall endeavor to meet it.

1. FINANCIAL RESULTS

The performance of the Company for the financial year ended 31st March, 2008 is summarized below:

	Year Ended 31st March, 2008 (Rs.)	Year Ended 31st March, 2007 (Rs.)
Total Income	2,29,87,58,421	1,36,16,89,635
Less: Operating Expenditures	2,00,50,40,379	1,16,99,62,149
Profit before interest, Depreciation and Tax	29,37,18,042	19,17,27,486
Less: Interest	5,62,28,912	6,40,20,790
Depreciation	1,37,27,334	98,25,105
Profit before tax	22,37,61,796	11,78,81,591
Less: Provisions for Taxation	2,58,71,000	1,36,14,000
Profit after Tax	19,78,90,796	10,42,67,591
Add: Balance brought forward from last Year	1,44,09,985	1,80,39,540
Profit Available For Appropriation	21,23,00,781	12,23,07,131
Less: Transferred to :		
Proposed Dividend	1,80,00,567	67,49,986
Tax thereon	30,59,197	11,47,160
Transferred to General Reserve	5,00,00,000	10,00,00,000
Balance Profit after appropriation	14,12,41,017	1,44,09,985

The Board proposes to carry over the said balance of Rs. 14,12,41,017/- to Balance Sheet.

2. PERFORMANCE REVIEW

For the financial year under review :

a) Revenue for the year under review is Rs. 22987.58 Lacs as against Rs. 13616.89 Lacs for the previous period, thus showing an increase of 69 % as against the previous period.

b) Profit before tax (after interest and depreciation charges) is Rs. 2237.62 Lacs as against Rs. 1178.81 Lacs for the Previous period, a rise of 90 % as against the previous period.

c) Profit after providing for current tax and fringe benefit tax is Rs. 1978.91 Lacs as against Rs. 1042.68 Lacs for the previous period, a rise of 90 %.



3. DIVIDEND

Your Directors have recommended a dividend of 15%, i.e. Rs. 1.50 per equity share on 1,20,00,378 equity shares of Rs. 10/- each for the financial year ended 31st March, 2008, up from 7.5% last year.

The dividend pay out for the year under review has been formulated keeping in view the company's need for capital, its growth plans and intent to finance such plans through internal accruals. The dividend outgo (excluding tax on dividend) will be Rs. 180.01 Lacs (previous year : Rs. 67.50 Lacs).

4. OPERATIONAL PERFORMANCE & BUSINESS PROSPECT

Your Company has significantly increased its presence in the infrastructure sector as a whole and more specifically in the segments of core competency, which include construction of buildings and bridges. Your Company is further committed to strengthen its presence in these segments. There is ample growth potential of road, highway segment and other infrastructural projects of construction industry. Though there is tough competition in this segment, your company will persist in its endeavor to improve further its operational efficiency. Your Company has benchmarked itself with the best practices in the Industry and will constantly endeavour to maintain the highest level of quality in execution and corporate governance.

The Company will pursue policy and expand geographically across the country to achieve its goal of strategic growth in terms of volume as well as geographical spread. To further the growth, your Company is also trying its level best to procure jobs and execute contracts outside India. Your Company has in-house expertise and capability in construction and project management, development consultancy, sales and marketing, thereby making the Company vertically integrated. This enables the Company to meet the project timeliness and commitments and ensuring that the highest levels of technical and service

standards are met. For operational efficiency, your Company has opened a Branch Office in Delhi.

The Directors are pleased to state that during the year under review, your Company had an unexecuted orders worth Rs 680 Crores approx. Your Company's order book was largely weighted towards the core strength areas of buildings, bridges and urban infrastructure projects. The segmental distribution of order is given below :

Segment	Unexecuted Value	% of total
Piling	5,562.20	8.16
Building	19,885.34	29.17
Bridge & Fly overs	8,413.41	12.34
Industrial & others	34,317.97	50.33
Total	68,178.92	100.00

5. CLIENT RELATIONSHIPS

Your Company enjoys excellent business relationships with existing clients, resulting in repeat orders of similar nature, extension of projects of a higher value.

6. OUTLOOK

A detailed discussion related to the outlook of the Company has been conducted in the Management Discussion & Analysis Report, which forms a part of this Annual Report.

7. CAPITAL EXPENDITURE

During the period under review, the Company has made additions to the Fixed Assets amounting to Rs. 1610.00 Lacs. Additions were required for augmenting the Company's business turnover and as per commitment disclosed in the prospectus to procure various construction equipments through the proceeds of the issue.

8. IPO & INCREASE OF EQUITY SHARE CAPITAL

During the year under review, your Company made its maiden IPO of 30,00,000 equity shares of Rs 10 each through 100% book building process. The issue was priced at Rs. 185 per share. The issue was



oversubscribed almost 84 times. The Company raised an amount of Rs. 55.50 crores, which has been and is being utilized for the purposes listed as the objects to the issue. Details of the utilization of IPO proceeds as on 31st March, 2008 is as follows :

Particulars	Amount (Rs.in Lacs)
Funds raised through Initial Public Offer Utilization :	5,550.73
Investment in subsidiary	600.00
Investment in Plant & Machinery	883.16
Long Term Working Capital	3,208.54
Public Issue Expenses	597.95
Total IPO funds utilised up to 31st March, 2008	5,289.65

The balance un-utilised fund has been invested in short term liquid instruments besides reducing the working capital facilities.

The equity shares of the Company were listed on Bombay stock Exchange Limited (BSE) and National Stock Exchange of India Limited (NSE) on 3rd August, 2007. Consequent to IPO, the paid up capital of the Company increased to Rs. 1200.00 Lacs (1,20,00,378 nos. of equity shares of Rs. 10 each).

9. SUBSIDIARY

During the year under review, the Company has made further investments in its wholly-owned subsidiary Company, M/s. Simpark Infrastructure Pvt. Ltd. (SIPL), thereby increasing its shareholding from 27,85,200 to 31,85,200. The investments were made in accordance with commitment made in the Prospectus under utilization of IPO Proceeds.

As required under Section 212 of the Companies Act, 1956, the Annual Accounts of SIPL along with other related information is annexed herewith.

10. CONSOLIDATED FINANCIAL STATEMENTS

In compliance with the Accounting Standard– 21 prescribed by Companies (Accounting Standard) Rule,

2006 and the Listing Agreement entered into with the Bombay Stock Exchange Limited and National Stock Exchange of India Ltd., this Annual Report includes the consolidated financial statements of the company together with the financial statements of Simpark Infrastructure Private Limited, the wholly owned subsidiary.

11. PUBLIC DEPOSITS

The Company, during the period under review, has accepted fixed deposits attracting the provisions of Section 58A of the Companies Act, 1956 through private circulation only. The directives issued by the Reserve Bank of India and the provisions of the Section 58A of the Companies Act, 1956 and the Rules framed there under have been complied with. There is no overdue Deposit as on 31st March, 2008. The Company, during the period under review has not defaulted in the repayment of any deposit or part thereof or any interest thereupon including small depositor as defined in section 58AA of the Companies Act, 1956.

12. LISTING FEES

The equity shares of the Company are listed on the Bombay Stock Exchange Limited and National Stock Exchange of India Limited. The Company has paid the applicable listing fees to the above stock exchanges up to date. The Company's shares are also traded in dematerialized segment for all investors compulsorily. The Company has entered into agreement with the Central Depository Services (India) Ltd. and National Securities Depository Limited for trading in electronic form. The Company has also paid the annual custodian fees to both the Depositories.

13. EMPLOYEE RELATIONS

Employee relations with the management were cordial throughout the year under review. The Human Resources Department is committed to improve employees satisfaction at all levels.

During the period, the Company had no employees drawing remuneration as prescribed Under Section 217



(2A) of the Companies Act 1956, read with, Rule 1A of the Companies (Particulars of Employees) Rules, 1975.

14. DISCLOSURE OF PARTICULARS

Disclosure in accordance with the provisions of Section 217 (1) (e) of the Companies Act 1956, read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, regarding Conservation of Energy, Technology Absorption and Foreign Exchange earnings and outgo, is given in the Annexure forming part of this Report.

15. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to sub-section (2AA) of Section 217 of the Companies Act 1956, the Board of Directors of the Company hereby state and confirm that:

- (i) in the preparation of the Annual Accounts, the applicable accounting standards have been followed and proper explanations were provided for material departure, if any;
- (ii) the directors have selected such accounting policies and applied them consistently and made judgments 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 the end of the financial year and of the profit of the Company for the year;
- (iii) the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) the directors have prepared the accounts for the financial year ended 31st March, 2008 on a going concern basis;

16. DIRECTORS

Mr. Anand Chopra and Mr. Prabir Kumar De, Directors retire from the Board by rotation under the Company's Articles of Association and being eligible offer themselves for re-appointment.

Appropriate resolutions for the re-appointment of the aforesaid Directors are being moved at the forthcoming Annual General Meeting, which the Board commend for your approval.

Brief profile of these Directors, as required by Clause 49 of the Listing Agreement entered into with the Stock Exchanges, is given in the Notice convening the Annual General Meeting.

17. AUDITORS & AUDITORS' REPORT

M/s. Chaturvedi & Company, Chartered Accountants, retires on the conclusion of the ensuing Annual General Meeting and have signified their willingness to continue in office, if reappointed and have confirmed their eligibility under Section 224 (1B) of the Companies Act 1956. The Board recommends re-appointing them as Auditors.

The Auditors have made certain observations, in their Report dated 27th June, 2008, the management's response to the same is given below :

- (i) With regard to the Paragraph 4(vi) of the Auditor's Report, we draw the attention of the members that since the nature of activity of the Company is such that bifurcation of the material and sub-contracting expenses are not feasible. Hence, these expenses are clubbed and are not shown separately.
- (ii) With regards to the paragraph 3(ix)(a) & (b) of the Auditor's Report, we draw the attention of the members that the Company has strong check for timely deposit of statutory dues. However, on certain account, the same were delayed in view of un-availability of figures from sites, which are very remotely located. However, the same are deposited immediately on receipt of information.

18. CHANGE OF ACCOUNTING POLICY

During the year, the Company has changed the basis of accounting. Hence, accounting of interest on fixed deposits which were hitherto accounted for under cash basis of accounting has been treated under accrual basis, in conformity with AS-9 prescribed by the Companies (Accounting Standard) Rules, 2006.



19. CORPORATE GOVERNANCE

In today's era, where compliance is treated as an investment, your Company expresses considerable significance to good corporate governance, as an important step towards building investors' confidence, improve investors' protection and maximize long term shareholders' value. The Company's excellence is judged and guided by its compliance with the Corporate Governance Code. The compliance has been documented in the Corporate Governance Report of this Annual Report.

The Auditor's Certificate on compliance with the mandatory recommendations of the Clause 49 of the Listing Agreement with the Stock Exchanges is annexed with this Report.

20. MANAGEMENT DISCUSSION & ANALYSIS REPORT

Management Discussion & Analysis Report for the year under review as required under Clause 49 of the Listing Agreement is presented in a separate section forming part of the Annual Report.

21. ACKNOWLEDGEMENT

Your Directors wish to place on record their sincere appreciation for the valuable support from the Company's bankers, central and state government authorities, clients, consultants, suppliers and members of the Company and look forward to a greater measure of the same in the coming years.

Your Directors also wish to place on record their grateful appreciation of the contributions made by the devoted executives, staff and workers whose hard work, co-operation and support have contributed to its efficient and successful management.

By Order of the Board
For SIMPLEX PROJECTS LIMITED

B. K. Mundhra

*Chairman &
Managing Director*

Dated :22nd August, 2008

ANNEXURE TO DIRECTORS' REPORT

Additional information pursuant to Section 217 (1) (e) of the Companies Act 1956, read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988 :-

A. CONSERVATION OF ENERGY

- a) Energy Conservation measures taken:
1. To conserve energy, a sophisticated maintenance programme has been developed to minimise fuel oil consumption and electric energy.
 2. Conservation was achieved through regular monitoring of machineries.
 3. Intensified vigil against wastage and towards conservation awareness.

b) Additional investments and proposals, if any, being implemented for reduction of consumption of energy: Investments are being made in phase to replace old machinery with new and more efficient machinery.

c) Impact of the measures at (a) and (b) for reduction of energy consumption and consequent impact on the cost of the production of goods:

Although it is not possible to quantify the impact, the Company has been able to reduce fuel oil consumption and electric energy and is hopeful that there will be considerable savings as a result of these, in future as well.

d) Total energy consumption and energy consumption per unit of production as per prescribed format is not applicable, as the Company is not covered under the list of specified industries.

B. TECHNOLOGY ABSORPTION

a) Research and Development :-

The Company is not having any Research and Development activity at present.

b) Technology Absorption, Adoption and Innovation: -

(i) Efforts, in brief, made towards technology absorption, adoption and innovation :

The Company has absorbed advanced technology

and technical know-how in the field of automated car parking systems.

(ii) Benefit derived as a result of the above efforts:

The technology implemented in parking projects has been economical and more effective in terms of ground coverage in comparison to conventional method of construction.

(iii) Technology imported during the last five years:

- a) Technology imported : Nil
 b) Year of import : Not applicable
 c) Has the technology been fully absorbed ? : Not applicable

C. FOREIGN EXCHANGE EARNINGS & OUTGO :

(i) Activities relating to exports, initiatives taken to increase export, developments of new export markets for products and services and export plans :-

During the year under review, there has been no export.

(ii) Total Foreign Exchange earned and used during the year : -

	Year Ended 31st March, 2008	Year Ended 31st March, 2007
Foreign Exchange earned	–	–
Foreign Exchange used	26,10,767/-	3,23,688/-

By Order of the Board
For SIMPLEX PROJECTS LIMITED

B. K. Mundhra

*Chairman &
Managing Director*

Dated :22nd August, 2008



CORPORATE GOVERNANCE REPORT

Corporate Governance is the combination of voluntary practices and compliance with Laws and Regulations leading to effective control and management of an organization. Good Corporate Governance leads to long term shareholders' value and enhances interest of other stakeholders. It brings into focus the fiduciary and trusteeship role of the Board to align and direct the actions of an organization towards creating wealth and shareholder value. This philosophy has guided the operations and the functioning of the Company.

COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Our corporate philosophy extends beyond just doing business for profit maximization, but encouraging forward looking initiatives to strengthen our goodwill, to play responsible roles for shareholders, employees and citizens of India. Principles of Transparency & Disclosures has been

adhered to the extent these do not compromise on its competitiveness. We, believe that this value enhancement process is possible only by adhering to the principles of Corporate Governance. The Company is committed to establish systems and practices which enable it to conduct its business in line with the best practices.

BOARD OF DIRECTORS

Composition of the Board

The composition of the Board of Directors is in conformity with the corporate governance norms and has an optimum combination of Executive and Non-Executive Directors with four Non-Executive Directors, constituting 50% of the total Board strength of Eight Directors. All Independent Directors comply with the requirements of clause 49(I)(A) of the Listing Agreement for being "Independent Director".

The composition of the Board and category of Directors are as follows:

Name	Category of Directorship	Designation	No. of Directorships/committee positions held in other Public Companies		
			Directorship	Committee Chairmanship	Committee Membership
Mr. Balkrishandas Mundhra	Executive	Chairman & Managing Director	1	–	–
Mr. Raghav Das Mundhra	Executive	Whole time Director	–	–	–
Mr. Sudarshan Das Mundhra	Executive	Whole time Director	–	–	–
Mr. Jai Kishan Bagri	Executive	Whole time Director	1	–	–
Mr. Anand Chopra	Non-Executive Independent	Director	–	–	–
Mr. Prabir Kumar De	Non-Executive Independent	Director	–	–	–
Mr. Shyam Das Mundhra	Non-Executive Independent	Director	–	–	–
Mr. Nitindra Nath Som	Non-Executive Independent	Director	1	–	–

As mandated by clause 49, none of the Directors are members of more than ten Board level committees nor are they Chairman of more than five committees in which they are members



The Directors of your Company met thirteen times during the period April 2007 to March 2008 on 23rd April, 2007, 24th May, 2007, 25th June, 2007, 17th July, 2007, 20th July, 2007, 27th July, 2007, 25th August, 2007, 30th October, 2007, 20th November, 2007, 18th December 2007, 29th January, 2008, 22nd February, 2008 and 17th March, 2008.

The interval between any two meetings was not more four calendar months.

The attendance of each of the Directors at Board Meetings during the year 2007-08 and at the last AGM is given below:

Name of Director	Number of Board Meetings Attended	Attendance at the last AGM
Mr. Balkrishandas Mundhra	13	Yes
Mr. Raghav Das Mundhra	9	Yes
Mr. Sudarshan Das Mundhra	10	Yes
Mr. Jai Kishan Bagri	11	Yes
Mr. Anand Chopra	10	Yes
Mr. Prabir Kumar De	10	Yes
Mr. Shyam Das Mundhra	9	Yes
Mr. Nitindra Nath Som	8	No

Code of Conduct

The Company has laid down a Code of Conduct for all its board members and senior management personnel. The Company's Code of Conduct is in consonance with the requirements of Clause 49 of the Listing Agreement. The Code of Conduct is available on the website of the Company – www.simplexprojects.com. All Board members and senior management personnel have affirmed compliance with the Code of Conduct. A declaration signed by the Managing Director is enclosed at the end of this report.

COMMITTEES OF THE BOARD

The Company has constituted Board level committees to delegate particular matters that require greater and more focused attention in the affairs of the Company. These committees prepare the basic ground work for decisions

and reports to the Board. Details on the role, composition of the committees and the number of meetings held and related attendance during the financial year, are given hereunder :

AUDIT COMMITTEE

Role of Audit Committee

The Audit Committee has the following scope and responsibilities:

- (a) 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.
- (b) Recommending the appointment/re-appointment and if required, removal/replacement of statutory auditors, fixation of audit fee and also approval for payment for any other services.
- (c) Reviewing with the management the annual financial statements before submission to the Board, focusing primarily on the following:
 - Matters required to be included in the Directors' Responsibility Statement to be included in the Board's report in terms of Clause (2AA) of Section 217 of the Companies Act, 1956
 - Changes, if any, in the accounting policies and practices.
 - Major accounting entries based on exercise of judgment by management.
 - Qualifications in the draft audit reports.
 - Significant adjustments arising out of audit.
 - The going concern assumption.
 - Compliance with accounting standards.
 - Disclosure of related party transactions, if any.
- (d) Compliance with Stock Exchange and legal requirements concerning financial statements.
- (e) Any related party transaction, i.e., transaction of the



Company of the material nature with promoters or the management, their subsidiaries or relatives, etc., that may have potential conflict with the interest of the company at large.

- (f) Reviewing with the management, external and internal auditors, and the adequacy of internal control systems.
- (g) Reviewing the adequacy of internal audit function, 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.
- (h) Discussion with internal auditors and significant findings and follow up thereon.
- (i) 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.
- (j) Discussion with statutory auditors before the audit commences, nature and scope of audit as well as having post audit discussion to ascertain any area of concern.
- (k) Reviewing the Company's financial and risk management policies.

(l) 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, if any) and creditors.

(n) Reviewing the financial statements of Subsidiary particularly the investments made by them.

(o) To take on record the minutes book of the subsidiary on a periodical basis, and

(p) Reviewing all the significant material transactions and arrangements entered into by the subsidiary .

Composition and Meeting of Audit Committee during 2007-08

As on 31st March 2008, the Audit Committee comprised of three Non-Executive Independent Directors. The Audit Committee met six times during the financial year under review. The dates on which the Meetings were held are as follows :

24th May, 2007, 25th August, 2007, 30th October, 2007, 20th November, 2007, 29th January, 2008 and 22nd February 2008. The gap between two meetings did not exceed four months.

The composition and attendance record of each of the members of the committee during the year 2007-08 is given below :

Name of the Director	Designation	Nature of Directorship	No. of Meetings held during the year	No. of Meetings Attended during the year
Mr. Anand Chopra	Chairman	Independent & Non-Executive Director	6	6
Mr. Prabir Kumar De	Member	Independent & Non-Executive Director	6	4
Mr. Shyam Das Mundhra	Member	Independent & Non-Executive Director	6	6

The executives responsible for the finance and accounts functions and the Statutory and Internal Auditors are invitees to the meetings. The quarterly and annual audited financials of the Company were reviewed by the Audit Committee before consideration and approval by the

Board of Directors. Among other items, the Committee also reviewed the adequacy of Internal Control Systems and Internal Audit Reports and various compliances and reviewed the transactions of subsidiary Company.

REMUNERATION COMMITTEE

Remuneration Policy

The Remuneration Committee has been constituted to determine and review remuneration payable to Executive Directors, based on their performance and vis-à-vis with the performance of the Company on defined assessment parameters and recommends to the Board, the remuneration terms to the Executive Directors within the prescribed limits as approved by the shareholders in the general meeting and as per applicable provisions of the

Companies Act, 1956..

Composition and meetings during the year

The Remuneration Committee comprise of three Non-Executive Independent Directors. The Remuneration Committee met twice during the financial year on 23rd April, 2007 and 22nd February, 2008 to review the managerial remuneration to the Chairman & Managing Director and other Whole Time Directors. The composition and attendance record of each of the members of the committee during the year 2007-08 is given below :

Name of the Director	Designation	Nature of Directorship	No. of Meetings held during the year	No. of Meetings Attended during the year
Mr. Prabir Kumar De	Chairman	Independent & Non-Executive Director	2	2
Mr. Anand Chopra	Member	Independent & Non-Executive Director	2	2
Mr. Shyam Das Mundhra	Member	Independent & Non-Executive Director	2	2

Details of Remuneration paid to all Directors for the year 2007-08

a) Chairman & Managing Director and other Whole Time / Executive Directors

Name of the Director	Designation	Salary, Allowances & Perquisites (Rs.)*
Mr. Balkrishandas Mundhra	Chairman and Managing Director	13,06,091
Mr. Raghav Das Mundhra	Whole Time Director	7,30,088
Mr. Sudarshan Das Mundhra	Whole Time Director	6,78,145
Mr. Jai Kishan Bagri	Whole Time Director	9,30,490

*Salary and Perquisites includes House Rent Allowances and contributions to provident and other superannuation funds.

b) Non-Executive Directors

No remuneration is paid to Non-Executive Directors except sitting fees of Rs. 1,501/- per meeting for attending the meetings of the Board and its committee, the details of which are as under :

Name of the Director	Sitting Fees (Rs.)	Number of Shares held as on 31.03.2008
Mr. Anand Chopra	31,521/-	NIL
Mr. Shyam Das Mundhra	30,020/-	30
Mr. Prabir Kumar De	27,018/-	NIL
Mr. Nitindra Nath Som	12,008/-	NIL



SHAREHOLDERS' / INVESTORS' GRIEVANCE COMMITTEE

As part of its Corporate Governance initiative, the Company has constituted the Shareholders/Investors Grievance Committee to specifically look into the un-resolved shareholders grievances.

The terms of reference of the Shareholders/Investors Grievance Committee are as follows:

- To approve the transfer of shares.
- To look after the matter relating to non-receipts of the refund orders, right entitlement, annual reports and other entitlements.
- To look after the matters relating to dematerialization

and re-materialization of shares

- Overseeing the performance of the Registrars and Share Transfer Agents, M/s. Cameo Corporate Services Ltd.

Composition and meetings during the year

The Shareholders / Investors Grievance Committee comprise of three Non-Executive Independent Directors. The Committee met three times during the financial year on 25th August, 2007, 30th October, 2007 and 29th January, 2008, to review the investors' grievances relating to non-receipt of refund orders.

The composition and attendance record of each of the members of the committee during the year 2007-08 is as under:

Name of the Director	Designation	Nature of Directorship	No. of Meetings held during the year	No. of Meetings Attended during the year
Mr. Anand Chopra	Chairman	Independent & Non-Executive Director	3	3
Mr. Prabir Kumar De	Member	Independent & Non-Executive Director	3	2
Mr. Shyam Das Mundhra	Member	Independent & Non-Executive Director	3	3

Mr. Binaya Kumar Dash, Company Secretary is the Compliance Officer, nominated under Clause 47(a) of the Listing Agreement.

The total number of complaints and requests received and resolved to the satisfaction of the investors during the period ended 31st March 2008 is as under:

Received	Resolved	Pending
252	252	NIL

The Company publishes the status of the complaint received and their respective redressals at the end of each quarter.

GENERAL BODY MEETINGS

The venue, time and date where the last three Annual General Meetings of the Company were held are given hereunder:

Date	Venue	Time
25th June, 2007	Regd. Office of the Company at 12/1, Nellie Sengupta Sarani, Kolkata 700087	11 A.M.
28th August, 2006	Regd. Office of the Company at 12/1, Nellie Sengupta Sarani, Kolkata 700087	11 A.M.
30th September, 2005	Regd. Office of the Company at 12/1, Nellie Sengupta Sarani, Kolkata 700087	11 A.M.

The details of Special Resolutions passed in the last three Annual General Meetings are as follows:

Date	Special resolutions passed
25th June, 2007	Authorizing Board to accept additional share premium from the Promoters against shares issued to them so as to comply with SEBI (DIP) Guidelines.
28th August, 2006	<p>1. Authorizing Board to issue shares to persons other than existing shareholders under Section 81(1A).</p> <p>2. Authorizing Board to make loans or investments in other bodies corporate or provide security in connection with a loan made by any other person to, or to any other person, by anybody corporate as per the provisions of Section 372A of the Companies Act, 1956.</p>

No Special Resolution was passed in the annual general meeting held on 30th September, 2005

There was no Resolution required to be conducted through Postal Ballot.

DISCLOSURES

a. Materially significant related party transactions

There have been no materially related party transactions with the Company's promoters, directors, the management, their subsidiary or relatives which may have potential conflict with the interests of the Company. The necessary disclosures regarding the transactions with related parties are given in the notes to the accounts. None of the transactions with any of the related parties were in conflict with the interest of the Company.

b. Regulatory Compliances by the Company

There has not been any non-compliance by the Company and there are no penalties or strictures imposed on the Company by SEBI, Stock Exchanges or any other statutory authority on any matters related to capital markets during the last three years.

c. During the year, no person has been denied access to the Audit Committee.

d. There has been complete compliance with mandatory requirements and in respect of non-mandatory requirements disclosures have been made to the extent of adoption.

SUBSIDIARY COMPANY

The revised Clause 49 defines a 'material non-listed Indian subsidiary' as an unlisted subsidiary, incorporated in India, whose turnover or net worth (i.e., the paid up capital and free reserves) exceeds 20% of the consolidated turnover

or net worth respectively, of the listed holding company and its subsidiaries in the immediately preceding accounting year.

SimPark Infrastructure Pvt. Ltd. is a material non-listed subsidiary of the company as defined under clause 49 of the listing agreement. Mr N N Som, Independent Non-executive Director of the Company has been nominated by the Company as an independent director on the Board of the Subsidiary. The Company monitors the performance of its subsidiary, inter alia, by followings means:

- The financial statements, in particular, the investments, if any, made by the subsidiary company, are reviewed by the Audit Committee.
- The minutes of the board meetings of the subsidiary company are noted at the subsequent board meetings of the Company.
- Details of significant transactions and arrangements entered into by the subsidiary company are placed before the Board of the Company as and when applicable.

MEANS OF COMMUNICATION

The Company's quarterly/half yearly and annual financial results are put on the Company's website at www.simplexprojects.com after its submission to the Stock Exchanges.

The same were published in Financial Express, Business Standard and Kalantar (Bengali daily) after its submission to the Stock Exchanges.



GENERAL SHAREHOLDERS INFORMATION

Annual General Meeting

Date	22nd Day of September, 2008
Time	3 .00 p.m.
Venue	Rotary Sadan, 94/2, Chowringhee Road, Kolkata - 700 020

Financial Calendar for the year 2008-09 (tentative)

		Tentative Schedule
1	Financial reporting for the quarter ended June 30, 2008	Before end July , 2008
2	Financial reporting for the half year ended September 30, 2008	Before end October, 2008
3	Financial reporting for the quarter ended December 31, 2008	Before end January , 2008
4	Financial reporting for the year ended March 31, 2009	Before end June , 2009
5	Annual General Meeting for the year ending March 31, 2008	Before end September, 2009

Book Closure Date

16th September, 2008 to 22nd September, 2008 (both days inclusive)

Dividend Payment Date

Within 30 days from the date of AGM.

Listing on Stock Exchanges

The Company's Shares are listed on the following Stock Exchanges with effect from 3rd August, 2007

Bombay Stock Exchange Limited, Mumbai
National Stock Exchange of India Ltd., Mumbai

The Company has paid the listing fees for the period ending March 31, 2008 and there is no outstanding payment towards the Exchange, as on date.

Stock Code

Bombay Stock Exchange Ltd	532877
National Stock Exchange of India Ltd	SIMPLEX EQ
Demat ISIN Number for NSDL/CDSL	INE898F01018

STOCK PRICES DATA and PERFORMANCE OF COMPANY 'S SHARE PRICES

1. Bombay Stock Exchange Limited

Month	High (Rs.)	Low (Rs.)	Close (Rs.)	Sensex (Close)
August	323.75	240.00	290.65	15318.60
September	329.80	284.00	294.95	17291.10
October	312.00	256.05	289.85	19837.99
November	342.00	252.00	318.80	19363.19
December	439.95	302.00	427.30	20286.99
January	486.00	288.40	422.65	17648.71
February	434.95	304.75	365.35	17578.72
March	369.90	197.00	223.75	15644.44

2. National Stock Exchange of India Limited

Month	High (Rs.)	Low (Rs.)	Close (Rs.)	Nifty (Close)
August	323.75	240.15	291.00	4464.00
September	326.85	280.00	294.70	5021.35
October	310.00	255.00	291.65	5900.65
November	344.00	255.05	317.35	5762.75
December	445.00	305.00	427.85	6138.60
January	499.00	295.90	435.20	5137.45
February	440.00	300.00	362.95	5223.50
March	385.00	200.00	219.60	4734.50

(Source : www.bseindia.com, www.nseindia.com)

Note : The Shares of the Company were listed on 3rd August, 2007 and since then have been trading on BSE and NSE.

Registrar & Share Transfer Agents

Cameo Corporate Services Limited
 "Subramanian Building", No.1,
 Club House Road,
 Chennai - 600002
 Tel: +91-44-28460390/22520464
 Fax: +91-44-28460129

Share Transfer System

M/s Cameo Corporate Services Ltd. has been appointed as the Companys' Registrar and Transfer agent (Cameo). All share Transfers and related activities are conducted by Cameo, in accordanc with the stipulated guidelines The authority relating to transfer of shares and allied work relating to servicing of investors has been delegated by the board to the Shareholders/ Investors Grievance Committee which consists of Mr. Anand Chopra, (Chairman), Mr. Shyam Das Mundhra and Mr. Prabir Kumar De.

**Distribution of shareholding by size class as on March 31, 2008**

Shares	Number of holders	% of Total	No. of Shares	% of total
1 - 100	6234	92.65	187469	1.56
101 - 500	301	4.47	85882	0.72
501 - 1000	78	1.16	62567	0.52
1001 - 2000	33	0.49	49597	0.41
2001 - 3000	24	0.36	60370	0.50
3001 - 4000	7	0.10	24581	0.20
4001 - 5000	9	0.13	43019	0.36
5001 - 10000	8	0.12	70368	0.59
10001 - And Above	35	0.52	11416525	95.14
Total	6729	100.00	12000378	100.00

Distribution of shareholding by ownership as on March 31, 2008

Category	No. of shares	Percentage of holding
A Promoter & Promoter Group		
1 Indian		
Individuals/HUF	5,94,714	4.955
Bodies Corporate	63,65,552	53.044
2 Foreign Promoters	-	-
Sub-total (A)	69,60,267	58.003
B Non-Promoter's Holdings		
1 Institutional Investors		
Mutual Funds/UTI	12,04,872	10.04
Foreign Institutional Investors	11,30,195	9.417
Sub-total (B)(1)	2,33,35,067	19.4582
2 Non-Institutional Investors		
Bodies Corporate	3,69,293	3.077
Individuals :		
- nominal share capital		
up to Rs. 1 lakh Holding	3,64,266	3.035
- nominal share capital		
in excess of Rs. 1 Lakh Holding	15,03,064	12.525
Clearing Members	16,488	0.137
Directors & their relatives	3,69,000	3.074
Hindu Undivided Families	28,189	0.234
Non-resident Indians	54,744	0.456
Sub-total (B)(2)	27,05,044	22.541
Sub-total (B) = (B1) + (B2)	50,40,111	41.999
Grand Total (A) + (B)	1,20,00,378	100.000



Dematerialization of shares and liquidity

The shares of the Company form part of the compulsory demat segment. The Company has established connectivity with both the depositories viz. National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) through the Registrar, Cameo Corporate Services Ltd. As on 31st March 2008, 98% of the paid-up share capital of the Company has been dematerialized.

Outstanding Convertible Instruments

There are no ADRs/GDRs /warrants or any convertible instruments issued by the Company during the year.

Plant Locations

The Company has various work sites spread throughout the country and the operations are controlled by the Head Office.

Address for Correspondence

Registered Office

12/1, Nellie Sengupta Sarani, Kolkata 700087

Tel : +91-33-22524125/7900, Fax : +91-33- -22528013

Website: www.simplexprojects.com

Investors correspondence may be addressed to

Company Secretary & Compliance Officer

Simplex Projects Limited

12/1, Nellie Sengupta Sarani,

Kolkata 700087

Tel-- +91-33- 32923330

Fax: --+91-33- -22528013

Email ID: investors@simplexprojects.com

NON-MANDATORY REQUIREMENTS

CHAIRMAN OF THE BOARD

The Chairman of the Company is an Executive Chairman of the Company and hence this provision is not applicable.

REMUNERATION COMMITTEE

The Company has a Remuneration Committee whose terms of reference, composition and other relevant particulars have been mentioned in this Report.

AUDIT QUALIFICATION

Observations of the Auditors in their Report have been appropriately addressed in the Directors' Report.

DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH THE CODE OF CONDUCT

This as the Chairman & Managing Director of Simplex Projects Limited, as required by Clause 49(I)(D)(ii) of the Listing Agreement executed with the Bombay Stock Exchange Ltd. and National Stock Exchange of India Ltd., I hereby declare that all the Board Members and Senior Management Personnel of the Company have affirmed compliance with the Company's Code of Conduct for the financial year 2007-08.

Place : Kolkata

Date : 22nd August, 2008

For SIMPLEX PROJECTS LIMITED

B. K. Mundhra

Chairman & Managing Director



SIMPLEX
PROJECTS LIMITED

CHIEF EXECUTIVE OFFICER (CEO) & CHIEF FINANCIAL OFFICER (CFO) CERTIFICATION

To
The Board of Directors of
Simplex Projects Limited

Dear Sirs,

We the undersigned, in our capacity as Chief Executive Officer (CEO) and Chief Financial Officer (CFO) of Simplex Projects Limited ("the Company"), to the best of our knowledge and belief, certify that,

We have reviewed the Financial Statements and the Cash Flow Statement for the year ended 31st March, 2008 and

- a. (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. We further state that, to the best of our knowledge and belief, there are no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- c. We accept responsibility for establishing and maintaining internal controls for financial reporting and that, we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors, the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which they are aware and the steps they have taken or propose to take to rectify these deficiencies.
- d. We have indicated to the Auditors and the Audit Committee :
 - (i) significant changes, if any, in internal control over financial reporting during the year;
 - (ii) significant changes, if any, in accounting policies during the year and 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.

For Simplex Projects Limited

B. K. Mundhra

Chairman & Managing Director

Pradeep Mishra

Chief Financial Officer

Date: 27th June, 2008

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

To the members of

SIMPLEX PROJECTS LIMITED

We have examined the compliance of conditions of Corporate Governance by Simplex Projects Ltd. ("the Company") for the year ended on 31st March, 2008, as stipulated in Clause 49 of the Listing Agreement of the Company with stock exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for 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.

In our opinion and to the best of our information and according to the information and explanations given to us, we certify that Company has complied with the conditions of Corporate Governance in total as stipulated in the above mentioned Listing Agreements.

Based on the confirmation received from the Company's share Transfer Agent and representations made by the management, we report that no investor grievances are pending for a period exceeding one month against the Company as per the records by the Share Transfer and Investor Grievances Committee.

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

For **Chaturvedi & Company**
Chartered Accountants

Nilima Joshi
Partner

Place : Kolkata

Dated : 22nd August, 2008



MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS OVERVIEW

Simplex Projects Limited is one of the leading emerging civil infrastructure solutions providers in India. Incorporated in 1990, the Company has significantly increased its presence in the infrastructure sector as a whole and more specifically in the segments of core competence, which includes Pilling, Building Multilevel Car Parking system and other urban infrastructure/ construction. The company is committed to further strengthen its presence in the industry by focusing on all the segments falling under urban as well as rural infrastructure.

THE INDUSTRY-STRUCTURE AND DEVELOPMENTS

Infrastructure Industry in India has been experiencing a rapid growth in its different sectors with the development of urbanization and increasing involvement of foreign investments in this field. The Indian government has taken initiatives to develop the infrastructure sector, with major emphasis on construction, engineering, IT, entertainment, textiles, food, and utility to name some. The construction industry is the second largest industry of the country after agriculture. It makes a significant contribution to the national economy and provides employment to large number of people. The use of various new technologies and deployment of project management strategies has made it possible to undertake projects of mega scale. The Indian construction sector has been growing at more than 12% pa in the last four years i.e. almost 1.5 times the country's overall growth. In its path of advancement, the industry is still faced with some major challenges, including housing, disaster resistant construction, water management and mass transportation. Further relatively higher inflation levels in the country and slowdown in the global economic growth, especially in the US seems to dampen the favorable economic climate.

The Indian industry, however, had a higher share of 30% in the annual average growth achieved in GDP during the last 5 years. A notable feature of this growth phase is the significant up trend seen in the manufacturing, construction, transport and communication sectors. It is heartening to note that the foreign direct investment during the fiscal year 2007-2008 increased to USD 25 billion and is expected to scale up with further opening up of core and

infrastructure sectors. Inclusive development of the economy supported by a strong infrastructure is a pre-requisite for sustaining the growth momentum and improving an all round quality of life. With the government commitment to a faster pace of reform and creating a slew of world class infrastructure, the industrial outlook remains encouraging.

As a positive indication towards this, the country has witnessed a rapid increase in private investment in infrastructure over the last five years. Recent experiences of several new mega-projects are clear indicators that the industry is poised for a bright future.

Going ahead, the construction boom which in the initial stages in India would further help accelerate the economic growth once the regulatory framework and the financial market stabilize. The sector is slated to grow at an average of around 10- 12% in the coming five years.

STRENGTHS AND OPPORTUNITIES

The economic survey of India 2006-07 envisages an investment of Rs. 14,50,000 crores or about US\$ 320 billion for the infrastructure sector during the Eleventh Five Year Plan; also the government has allowed 100% foreign equity in the industry. These investments are to be achieved through a combination of public investment, public-private –partnerships and exclusive private investments. A robust construction industry lies at the heart of India's infrastructure, encompassing the building of urban infrastructure, townships, highways, bridges, roads, railroads, ports, airports and power systems. The Indian construction sector continued to be the second largest employer after agriculture. The investment requirements of the country by 2012 estimated by the committee on Infrastructure headed by the Prime minister is as follows:

Highways & Roads (Modernization and up gradation)	Rs. 2,20,000 Crores
Railways	Rs. 3,00,000 Crores,
Urban Development	Rs. 1,50,000 Crores,
Civil aviation	Rs. 4,000 Crores,
Ports	Rs. 50,000 Crores.

The granting of industry status to the Indian construction sector has led to fast-track procurement procedures; it



has enabled construction companies to obtain the working capital at market rates. A consequently larger net worth reinforced successful project bidding, accelerating growth. The raising of the limits of foreign investment will make the construction industry more investment worthy. In the context of such government policies, your company stands in a strong position to enhance its capacity and future business perspectives.

THREATS AND CONCERNS

The volatility in the prices of critical raw material like Steel, Cement and Diesel is a major risk to the company. However, in most of our contracts this has been protected by escalation clause. With increasing domestic and international construction companies going into business in India, price-based competition is rising. The company deals in infrastructure projects, a number of which are controlled (directly or indirectly) by the Government of India. Change in government policies can significantly affect the operations.

INTERNAL CONTROL AND THEIR ADEQUACY

The Company has an adequate internal control system commensurate with its size and operations. The internal control procedures ensure:

- i) Proper recording and safeguarding of assets.
- ii) Maintenance of proper accounting records and reliability of financial information.
- iii) Timely preparation and presentation of financial reports.
- iv) Monitoring and control of project activities.

A qualified and independent audit committee of the Board, comprising of all independent Directors of the company, reviews the adequacy of internal controls.

OUTLOOK

Infrastructure in India generally refers to the elementary supporting factors responsible for the entire frame of India. The infrastructure definition says that anything that forms the core of the functioning of any country is infrastructure. India being the seventh-largest country in the world has maintained an infrastructure management that has enabled India to reach new heights. Over the last

few years, there has been widespread consensus that an exclusive dependence on the government for the provision of all infrastructure services could lead to delays concerning scale, technical efficiency, proper enforcement of user charges and a competitive market structure. There is also a realization that reliance on private production without appropriate regulation could lead to sub-optimal results. To strike a balance, the government is stepping up investments in infrastructure and framing an appropriate policy to give the private sector investing confidence with adequate checks and balances. All these have strengthened the foundation for growing public-private participation in India's infrastructure growth.

RISK MANAGEMENT

Risks are inherent in every business and their successful mitigation is necessary to protect profitability. In a highly competitive market, the ability to manage diverse risks determines success for a company. We at Simplex ensure that the risks we undertake are commensurate with better returns. We are subject to the following risks and uncertainties:

ECONOMIC AND INDUSTRIAL RISK

The performance of the company largely depends on Indian economy. Any slowdown may impact the business and its financial performance. The company earns a major portion from contracts awarded by Central and State governments, so any slowdown in government spending may adversely affect the growth of the company. However the Government is expected to increase the spending on infrastructure activities.

FINANCING RISK

Non-availability of financial resources may delay projects implementation. All the projects we have envisaged entail large investments. However we have augmented funds through IPO during the year and we are in process of offering other financial instruments in near future.

COST ESCALATION RISK

Fluctuations in operating costs can often lead to spiraling costs and overshooting budgets. This can lead to delay in the completion of projects. Most of the times, the contracts provide for an escalation clause, which covers



increase of basic raw materials costs as cement, steel and labour etc.

COMPETITION RISK

The government has allowed 100% foreign equity in construction industry. The entry of international construction companies into India and growing competition from several peer companies could affect the profitability of the company. However the company expects to protect its margin through domain experience, technical expertise and good customer relationship.

REGULATORY RISK

The company operates in a highly regulated environment and any adverse change in existing and new laws, regulations and policies affecting the present operating sectors could affect our profitability. The management continues to remain optimistic about the future regulatory and policy framework.

Apart from the above initiatives, the company has continuous project monitoring system in terms of quality, time and cost parameters. These are being further upgraded through greater use of modern technologies

FINANCIAL OVERVIEW

The abridged consolidated financials of Simplex Projects Limited for 2007-08 are given below:

(Rs. In Lacs)

Particulars	FY: 2007-08	FY:2006-07	Growth
Gross Revenue	24855.15	16578.43	50%
EBITDA	3557.34	2355.21	51%
PAT	2204.27	1350.54	63%
Total Assets	25101.00	15378.21	63%

Our financial position continues to remain healthy. The Company recorded a significant 50% growth in total revenue. During the year under review, your Company made its maiden IPO of 30,00,000 equity shares of Rs 10 each through 100% book building process. The issue was priced at Rs. 185 per share. The issue was oversubscribed over 84 times. The Company raised an amount of Rs. 55.50 crores, Details of the utilization of IPO proceeds

are presented in 'The Director's Report'. The increased top line with improvement in PAT margins is a testimony of the professional methodologies in execution and contract management adopted by your Company. With the IPO and improved net worth, the Company expects substantial increase in its turnover, thereby impacting the bottom line positively.

HUMAN RESOURCE

The growth of the Indian economy has led to an increased requirement for talented, skilled and committed manpower. We believe that talented manpower is key to the Company. The relations between the Company and the employees were cordial and the Company experienced peace and harmony throughout the year. As on 31.03.2008, the employee strength, excluding employees in probation and consultants was more than 300.

We are in the process of acquiring experienced and talented manpower for execution of our new projects and have put in place a human resource strategy to attract suitable personnel and also to retain them. Your company is and shall remain committed to providing its workforce with a setting, which guarantees mutual development.

CAUTIONARY STATEMENT

Statements in this management discussion and analysis report may be 'forward-looking statements' within the meaning of applicable securities laws and regulations. These statements are based on certain assumptions and expectations of future events. Actual results could differ materially from those expressed or implied. Important facts that could make a difference to the Company's operations include economic conditions affecting raw-materials costs and availability, changes in government regulations, tax regimes, economic developments in India and other factors such as litigation and industrial relations. The Company assumes no responsibility to publicly amend, modify or revise any forward looking statement, on the basis of any subsequent developments, information or events.

AUDITORS' REPORT

To
The Board of Directors
Simplex Projects Limited

1. We have audited the attached Balance sheet of **SIMPLEX PROJECTS LTD.** as at 31st March, 2008 and also the profit and loss account and the cash flow statement for the year ended on that date annexed there to. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 and as amended by Company (Auditors Report) (Amendment) Order 2004 "the order", issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we set out in the Annexure a statement on the matters specified in Paragraph 4 and 5 of the said order.
4. Further to our comments in the Annexure referred in paragraph 3 above we report that:
 - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - (ii) 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.
 - (iii) The Balance sheet, Profit & loss account and the

cash flow statement dealt with by this report are in agreement with the books of account.

- (iv) In our opinion, the Balance sheet, Profit & loss account and the cash flow statement dealt with by this report comply with the accounting standards referred to in Section 211(3C) of the Companies Act, 1956.
- (v) On the basis of written representations received from the directors, as on 31st March, 2008 and taken on record by the Board of Directors, we report that none of the directors are disqualified as on 31st March, 2008 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts and read together with other notes in the schedule *subject to note 5 regarding non bifurcation of expenses as per part-II of Schedule-V I of Schedule-12* thereon give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :
 - (a) In the case of the Balance sheet, of the state of affairs of the company as at 31st March, 2008.
 - (b) In the case of the profit and loss account, of the profit for the year ended on the date; and
 - (c) In the case of the cash flow statement, of the cash flows for the year ended on that date.

For Chaturvedi & Company
Chartered Accountants

Nilima Joshi
Partner

Place : Kolkata

Dated : 27th June 2008

Membership No.52122



ANNEXURE TO AUDITORS REPORT

ANNEXURE REFERRED TO IN PARAGRAPH 3 OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF M/S. SIMPLEX PROJECTS LIMITED ON THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2008

- (i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) Fixed assets have been physically verified by the management during the year end which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us, No substantial part of the fixed assets has been disposed off during the year, which has bearing on the going concern assumption.
- (ii) (a) The management has conducted physical verification of inventory at reasonable intervals during the year.
- (b) The procedures of physical verifications of inventory followed by the management are, in our opinion, reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) The Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.
- (iii) (a) According to the information and explanation given to us, the company has granted loans to M/S Simpark Infrastructure Pvt Ltd., a subsidiary of the company to the tune of Rs 5,86,34,506/- which is covered in the register maintained under section 301 of the Companies Act 1956.
- (b) According to the information and explanation given to us, the loans given to the subsidiary is interest free and payable on demand which as per the management is not prejudicial to the interest of the company.
- (c) The Company has taken loans from one company covered in the register maintained under section 301 of the Companies act 1956. The year end balance of the same is Rs. NIL while the maximum amount of the loan during the year was Rs. 11,00,000/-
- (d) According to the information and explanation given to us the rate of interest and other terms and conditions of the loans taken are prima facie not prejudicial to the interest of the company and payment of the principal and interest is regular.
- (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 with regard to purchases of inventory, fixed assets and for the sale of goods/service. Further during the course of our audit, we have neither come across nor have we been informed of any instance of major weaknesses in internal control procedures.
- (v) (a) Based on the audit procedures applied by us and according to the information and explanations provided by the management we are of the opinion that, transactions that need to be entered into the register maintained under Section 301 have been so entered.
- (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained u/s. 301 of the Act and exceeding a value of Rupees five lacs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
- (vi) In our opinion and according to the information and explanation given to us, the company has complied with the provisions of sections 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 with regard to the deposits accepted from the public. No order has been passed by the Company Law Board



or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal on the Company.

- (vii) In our opinion, the company has an internal audit system commensurate with its size and nature of its business.
- (viii) As explained to us the Central Government has not prescribed for the maintenance of cost record under section 209(1)(d) of the Companies Act, 1956 in respect of the business of the Company.
- (ix) (a) According to the information and explanations given to us, the company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, Income tax, sales tax, wealth tax, service tax, custom duty, excise duty, cess, Investor Education and Protection fund and other statutory dues, as applicable, *except fringe benefit tax and delay in certain cases of TDS and service tax.*

(b) According to the information and explanations given to us, no undisputed amounts payable in respect of Income tax, Wealth tax, Service tax, Sales tax, Customs duty, Excise duty, Cess, Investor Education and Protection fund and other material statutory dues for a period of more than six months from the date they became payable were outstanding as at 31st March, 2008 *except fringe benefit tax which is yet to be deposited.*

(c) According to the information and explanation given to us, there are no dues of Income Tax, Wealth Tax, Excise Duty, Cess, Investor Education and Protection fund, Fringe benefit Tax and other material statutory dues, which have not been deposited on account of any dispute. Other than certain dues of Service Tax and Custom Duty which have not been deposited on account of dispute the details of which are as follows:

Nature of Dues	Period to which the amount relates	Amount (Rs.)	Forum where the dispute is pending
Service Tax	2000-01 to 2004-05	5,31,24,001/-	Commissioner of Service Tax
Customs Duty	2004-05	1,84,646/-	Asstt. Commissioner of Customs

- (x) The Company has neither accumulated losses at 31st March, 2007 nor has it incurred any Cash losses during the year and in the immediately preceding financial year.
- (xi) According to the records of the Company examined by us and the information and explanations given to us, the company has not defaulted in repayment of dues to any financial institution, bank or debenture holder.
- (xii) Based on our examination of documents and records and according to the information and explanation given by the management, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

(xiii) In our opinion, the company is not a chit fund or a nidhi mutual benefit fund / society. Therefore the provisions of clause 4(xiii) of the Companies (Auditors Report) Order, 2003 are not applicable to the company.

(xiv) The Company has maintained proper records of securities and other investments, which it has traded in and also in respect of shares and other securities, held as investments and the said investments are in the name of the Company.

(xv) The Company has given a counter guarantee amounting to Rs.1,77,00,000/- on behalf of its subsidiary to a bank for issuing a Bank Guarantee by earmarking the limits of the company. In our opinion based on the information and explanations received, the terms and conditions of these guarantees are not prejudicial to the interest of the company.



- (xvi) The term loans have been applied for the purpose for which they were raised.
- (xvii) According to the information and explanation given to us and on an overall examination of the balance sheet of the company, we report that no funds raised on short term basis have been used for long term investment.
- (xviii) The company has not made any preferential allotment to parties and companies covered under register maintained under section 301 of the companies Act, 1956, during the year and the question of whether the price at which the shares have been issued is prejudicial to the interest of the Company does not arise.
- (xix) According to the information and explanations given to us, no debentures have been issued by the Company during the year.
- (xx) The Company has raised Rs. 5550.73 Lakh by way of public issue of equity shares during the year under review. The management has disclosed the end use of the money raised by public issue in the notes to accounts in the financial statement and same has been verified by us.
- (xxi) During the course of our examination of books of accounts carried out in accordance with generally accepted auditing practices in India and according to the information and explanations given to us we have neither come across any instance of fraud on or by the company nor have we been informed of such case by the management.

For **Chaturvedi & Company**
Chartered Accountants

Nilima Joshi
Partner

Place : Kolkata
Dated : 27th June 2008

Membership No.52122



BALANCE SHEET
as at 31st March, 2008

Schedule	As At 31st March, 2008		As At 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
SOURCES OF FUNDS				
Shareholders' Fund				
Share Capital	1	12,00,03,780	8,99,99,810	
Reserves and Surplus	2	1,10,70,94,178	41,71,77,966	
		1,22,70,97,958		50,71,77,776
Loan Funds				
Secured Loans	3	27,95,61,418	40,17,42,268	
Unsecured Loans	4	3,88,12,450	6,11,91,876	
		31,83,73,868		46,29,34,144
Deferred Payment Liability				
		6,17,73,103		2,08,18,262
Deferred Tax Liability				
		1,93,64,462		1,93,64,462
T O T A L				
		1,62,66,09,391		1,01,02,94,644
APPLICATION OF FUNDS				
Fixed Assets				
Gross Block	5	37,32,02,125	21,47,99,135	
Less: Depreciation		5,32,93,604	4,01,39,265	
Net Block		31,99,08,521	17,46,59,870	
Add: Capital Work in Progress		3,69,50,239	10,22,683	
		35,68,58,760		17,56,82,553
Investments				
	6	12,22,54,703		6,05,40,850
Current Assets, Loans & Advances				
	7	1,77,36,21,868	1,05,74,43,195	
Less: Current Liabilities & Provisions				
	8	62,61,25,940	28,75,07,761	
Net Current Assets				
		1,14,74,95,928		76,99,35,434
Miscellaneous Expenses (To the extent not written off)				
Share Issue Expenses				
		–		41,35,807
T O T A L				
		1,62,66,09,391		1,01,02,94,644
NOTES ON ACCOUNTS				
	12			

The Schedules referred to above form an integral part of the Balance Sheet

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

For and on behalf of
CHATURVEDI & COMPANY
Chartered Accountants
Nilima Joshi
Partner
Membership No.52122
Kolkata,
Dated: 27th June, 2008

B.K.Mundhra
Chairman & Managing Director

Anand Chopra
Director

J.K.Bagri
Director

B.K.Dash
Company Secretary



PROFIT AND LOSS ACCOUNT

for the year ended 31st March, 2008

Schedule	Year Ended 31st March, 2008		Year Ended 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
INCOME				
Work Done	9	2,29,01,26,821	1,35,75,70,934	
Other Income	10	86,31,600	41,18,701	
		2,29,87,58,421		1,36,16,89,635
EXPENSES				
Site Cost & Other				
Administrative Expenses	11	2,00,50,40,379	1,16,99,62,149	
Interest		5,62,28,912	6,40,20,790	
Depreciation		1,37,27,334	98,25,105	1,24,38,08,044
PROFIT BEFORE TAX		22,37,61,796		11,78,81,591
PROVISION FOR TAXATION				
Current Tax		2,50,91,000	1,32,50,000	
Fringe Benefit Tax		7,80,000	3,64,000	1,36,14,000
PROFIT AFTER TAX		19,78,90,796		10,42,67,591
Balance Brought Forward from previous year		1,44,09,985		1,80,39,540
AMOUNT AVAILABLE FOR APPROPRIATIONS		21,23,00,781		12,23,07,131
APPROPRIATIONS				
Proposed Dividend		1,80,00,567	67,49,986	
Tax thereon		30,59,197	11,47,160	78,97,146
Transfer to General Reserve		5,00,00,000		10,00,00,000
Surplus - end of the year		14,12,41,017		1,44,09,985
		21,23,00,781		12,23,07,131
Basic and Diluted Earning Per Share (Note 1.13 of schedule 12)		17.91		15.47
NOTES ON ACCOUNTS	12			

The schedule referred to above form an integral part of the Profit & Loss Account.

This is the Profit & Loss Account referred to in our report of even date

For and on behalf of
CHATURVEDI & COMPANY
Chartered Accountants

Nilima Joshi
Partner

Membership No.52122
Kolkata,
Dated: 27th June, 2008

B.K.Mundhra
Chairman & Managing Director

Anand Chopra
Director

J.K.Bagri
Director

B.K.Dash
Company Secretary



CASH FLOW STATEMENT

for the year ended 31st March, 2008

	As At 31st March, 2008		As At 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
Net profit before tax		22,37,61,796		11,78,81,591
Adjustments for:				
Depreciation	1,37,27,334		98,25,105	
Interest (Net)	5,22,47,002		5,99,06,154	
(Gain) / Loss on sale of Fixed Assets	(5,50,382)		28,68,405	
Dividend	(23,12,038)		(4,065)	
Provisions for Employee Benefits	15,40,229			
Liability no longer required written back	(11,156)	6,46,40,989	-	7,25,95,599
Operating Profit before working capital changes		28,84,02,785		19,04,77,190
Adjustments for:				
Trade & other receivables	(13,66,06,219)		(28,13,69,035)	
Inventories	(40,22,09,377)		(10,09,58,905)	
Trade payables	18,99,40,301	(34,88,75,295)	8,11,81,612	(30,11,46,328)
Cash generated from operations		(6,04,72,510)		(11,06,69,137)
Direct Taxes Paid		(3,84,69,887)		(1,47,51,832)
Fringe Benefit Tax Paid		-		-
Net Cash flow from Operative Activities		(9,89,42,397)		(12,54,20,969)
CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of fixed assets	(19,69,28,157)		(4,63,47,456)	
Disposal of fixed assets	25,75,000		1,22,18,750	
Interest Received	31,76,183		34,34,118	
Purchase of investment	(6,17,13,853)		(4,59,49,000)	
Dividend received	23,12,038		4,065	
Inter-corporate Deposit	(2,26,00,000)		-	
Net Cash used in investing activities		(27,31,78,789)		(7,66,39,523)
		(37,21,21,186)		(20,20,60,493)
CASH FROM FINANCING ACTIVITIES				
Proceeds from Issue of Share Capital	61,08,55,446		17,87,13,300	
Proceeds from long term borrowings	(15,62,45,159)		10,06,91,933	
Proceeds from short term borrowings	7,50,19,150		3,89,62,670	
Repayment of long term borrowing			(5,15,88,055)	
Dividend paid (including Dividend Tax)	(78,97,146)		(71,66,472)	
Share Issue Expenses	(6,07,92,132)		(41,35,807)	
Interest Paid	(5,60,08,338)		(6,57,96,772)	
Net cash flow from Financing Activities		40,49,31,821		18,96,80,798
Net Increase /(Decrease) in Cash & Cash Equivalents		3,28,10,635		(1,23,79,694)
Cash & Cash equivalents at the beginning of the Year (Refer Schedule 7 to Accounts)	5,95,52,816		7,19,32,510	
Cash & Cash equivalents at the end of the Year (Refer Schedule 7 to Accounts)	9,23,63,451	3,28,10,635	5,95,52,816	(1,23,79,694)

Notes:

- The above cash flow statement has been prepared under the indirect method as set out in the Accounting Standard-3 on Cash Flow Statements issued by The Institute of Chartered Accountants of India.
- Schedules referred to above form an integral part of the Cash Flow Statement.
- Previous year's figures have been regrouped / rearranged where ever necessary.

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

For and on behalf of

CHATURVEDI & COMPANY

Chartered Accountants

Nilima Joshi

Partner

Membership No.52122

Kolkata,

Dated: 27th June, 2008

B.K.Mundhra

Chairman & Managing Director

Anand Chopra

Director

J.K.Bagri

Director

B.K.Dash

Company Secretary



SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

	As At 31st March, 2008		As At 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
SCHEDULE -1				
SHARE CAPITAL				
Authorised				
1,50,00,000 (2006-07: 1,50,00,000) Equity				
Shares of Rs.10/- each		15,00,00,000		15,00,00,000
Issued, Subscribed & Paid-up				
1,20,00,378 (2006-07: 89,99,981) Equity				
Shares of Rs.10/- each		12,00,03,780		8,99,99,810
Of the above Equity Shares:-				
17,95,714 Shares were allotted as fully paid-up				
Bonus Share by capitalisation of				
Rs.1,79,57,140/- from General Reserve.		12,00,03,780		8,99,99,810
SCHEDULE - 2				
RESERVES AND SURPLUS				
Securities Premium Account				
As per last account	24,86,70,630		10,01,00,000	
Add: Received during the year	58,08,51,475		14,85,70,630	
	82,95,22,105		24,86,70,630	
Less: Miscellaneous Expenditure adjusted	6,49,27,939		-	
(Refer Note 7 of Schedule 12)		76,45,94,166		24,86,70,630
General Reserve				
As per last account	15,40,97,351		7,20,54,491	
Less : Capitalisation by way of issue of Bonus shares	-		1,79,57,140	
Less: Transition adjustment on adoption of AS-15 (revised)	28,38,356		-	
	15,12,58,995		5,40,97,351	
Add: Transfer from Profit & Loss A/c	5,00,00,000	20,12,58,995	10,00,00,000	15,40,97,351
Surplus		14,12,41,017		1,44,09,985
		1,10,70,94,178		41,71,77,966

SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

SCHEDULE - 3

SECURED LOANS

	As At 31st March, 2008	As At 31st March, 2007
	Rs.	Rs.
Cash Credit From UCO Bank *	9,70,62,986	9,49,38,987
Cash Credit From Bank of Baroda *	4,43,33,756	4,99,75,837
Cash Credit From Axis Bank Ltd *	3,50,60,529	5,96,27,444
Cash Credit From Development Credit Bank Ltd *	1,36,59,248	-
Cash Credit From Industrial Development Bank of India Ltd *	2,98,25,418	-
Cash Credit From State Bank of Travancore *	2,96,19,481	-
Short-term Loan from Industrial Development Bank of India Ltd *	3,00,00,000	-
* Secured by hypothecation of stocks, stores, work-in-progress & book-debts as also by charge of certain moveable plant & machinery ranking pari passu with the Banks and by personal guarantees of Managing Director and a Director of the Company.		
Term Loan From Allahabad Bank**	-	5,00,00,000
** Secured by exclusive charge on the current assets of the projects financed under the term loan and by personal guarantees of Managing Director and a Director of the Company.		
Term Loan From Industrial Development Bank of India Ltd Secured by exclusive charge on the current assets of the projects financed under the term loan and by personal guarantees of Managing Director and a Director of the Company and also by a corporate guarantee from group companies .	-	10,00,00,000
Term Loan From Standard Chartered Bank Secured by a financial guarantee by UTI Bank for the equivalent amount.	-	4,72,00,000
	<u>27,95,61,418</u>	<u>40,17,42,268</u>

SCHEDULE - 4

UNSECURED LOANS

Inter Corporate Deposits	2,40,00,000	4,46,00,000
Fixed Deposit 1,35,01,000	1,55,01,000	
Interest accrued and due	13,11,450	10,90,876
	<u>3,88,12,450</u>	<u>6,11,91,876</u>



SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

SCHEDULE - 5 FIXED ASSETS

PARTICULARS	Original cost as at 01.04.2007 Rs.	Additions during the period Rs.	Disposal during the period Rs.	Original cost as at 31.03.2008 Rs.	Depreciation as at 01.04.2007 Rs.	Depreciation for the period Rs.	Depreciation on Assets disposed Rs.	Depreciation as at 31.03.2008 Rs.	Net Balance 31.03.2008 Rs.	Net Balance 31.03.2007 Rs.
BUILDINGS	17,75,250	-	17,75,250	-	2,39,730	9,752	2,49,482	-	-	15,35,520
PLANT & MACHINERY										
CRANES	18,11,328	36,98,911	-	55,10,239	1,45,202	1,43,988	-	2,89,190	52,21,049	16,66,126
WINCH & ENGINE	1,46,29,191	71,78,869	-	2,18,08,060	37,74,678	8,48,385	-	46,23,063	1,71,84,997	1,08,54,513
PILE FRAME	4,01,23,010	2,40,30,665	-	6,41,53,675	45,44,212	22,48,928	-	67,93,140	5,73,60,535	3,55,78,798
OTHER PLANTS	13,30,70,984	11,22,91,086	-	24,53,62,070	2,30,76,887	79,61,071	-	3,10,37,958	21,43,24,112	10,99,94,097
TOOLS & IMPLEMENTS	69,79,548	7,94,962	-	77,74,510	19,28,962	3,46,404	-	22,75,366	54,99,144	50,50,586
TRUCKS & TIPPERS	21,11,885	32,58,127	-	53,70,012	11,57,200	4,00,718	-	15,57,918	38,12,094	9,54,685
MOTOR VEHICLES	78,70,156	59,60,775	8,22,361	1,30,08,570	23,90,912	9,71,915	3,23,512	30,39,315	99,69,255	54,79,244
TWO WHEELERS	3,38,927	-	-	3,38,927	1,26,336	31,799	-	1,58,135	1,80,792	2,12,591
COMPUTERS	42,71,310	27,11,164	-	69,82,474	19,48,543	6,56,454	-	26,04,997	43,77,477	23,22,767
FURNITURE & FIXTURES	9,02,335	2,96,152	-	11,98,487	5,18,686	58,487	-	5,77,173	6,21,314	3,83,649
OFFICE EQUIPMENT	9,15,211	7,79,890	-	16,95,101	2,87,917	49,432	-	3,37,349	13,57,752	6,27,294
TOTAL	21,47,99,135	16,10,00,601	25,97,611	37,32,02,125	4,01,39,265	1,37,27,333	5,72,994	5,32,93,604	31,99,08,521	17,46,59,870
AS AT 31.03.2007	18,10,15,631	5,02,41,399	1,64,57,895	21,47,99,135	3,16,84,900	98,25,105	13,70,740	4,01,39,265	17,46,59,870	14,93,30,731

NOTE : 1. Original cost of Fixed Assets as on 31st March, 2008, includes Rs 9,03,17,857/- acquired under Hire Purchase Schemes, out of which Rs 6,17,73,103/- is outstanding as on 31st March, 2008, which has been shown under the head 'Deferred Payment Liability'.

SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

SCHEDULE - 6

INVESTMENTS

LONG TERM INVESTMENTS

(Other than trade- At Cost)

		As At 31st March, 2008	As At 31st March, 2007
		Rs.	Rs.
	Face Value		
Government Securities	Rs.		
7 Years National Savings Certificates (Lodged as Security Deposit)		70,500	70,500
5.1/2 Years Kishan Vikash Patra (Lodged as Security Deposit)		1,07,000	1,07,000
Unquoted			
15,000 Ordinary Shares of Geo.miller & Co. Ltd.	10/-	1,05,000	1,05,000
31,85,200 Equity shares of SimPark Infrastructure Pvt. Ltd.	10/-	12,01,51,000	6,01,51,000
5,000 Equity Shares of Simplexprojects Road & Highway Constrn. Pvt.Ltd.	10/-	50,000	50,000
Quoted			
1,600 Equity Shares of Uco Bank	10/-	19,200	19,200
1,000 Equity Shares of Vijaya Bank	10/-	24,000	24,000
100 Equity Shares of Indraprasth Gas Ltd.	10/-	4,800	4,800
22 Equity Shares of Tata Consultancy Services Ltd.	1/-	9,350	9,350
Total Long Term Investments		<u>12,05,40,850</u>	<u>6,05,40,850</u>
CURRENT INVESTMENTS			
(Unquoted, Other than trade)			
99,724.684 Units of Mutual Funds	10/-	17,13,853	-
Total Current Investments		<u>17,13,853</u>	<u>-</u>
Total Investment		<u>12,22,54,703</u>	<u>6,05,40,850</u>
Aggregate Value of Quoted Investments		57,350	57,350
Aggregate Value of Unquoted Investments		12,03,06,000	6,03,06,000
Market value of quoted Investment		1,39,450	1,14,035

Purchased during the year :

Name of the Company	Face Value	No. of Shares
Simplex Infrastructure Pvt. Ltd	10/-	4,00,000
Units of various Mutual Funds purchased and redeemed during the year		5,98,89,343



SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

SCHEDULE - 7

CURRENT ASSETS, LOANS & ADVANCES

A : INVENTORIES

(As certified & valued by the management)

(i) Materials:

(At lower of cost or net realizable value)

At Sites

8,79,36,571

6,04,01,426

At Stores

21,48,649

87,24,974

(ii) Construction Contract Work-in-Progress

(At estimated cost)

33,82,27,262

20,32,34,818

(iii) Project Development Work-in-progress

(At estimated cost)

24,84,37,180

21,79,067

67,67,49,662

27,45,40,285

B : SUNDRY DEBTORS (Unsecured, considered good)

Debts Outstanding for a period exceeding
six months

12,67,68,707

11,95,54,888

Other Debts

65,88,21,126

41,06,43,936

78,55,89,833

53,01,98,824

C : CASH AND BANK BALANCE

Cheques in hand

—

1,10,46,113

Balance with Scheduled Banks

Current Accounts

2,24,30,332

14,06,398

Fixed Deposits

6,99,33,119

4,71,00,305

9,23,63,451

5,95,52,816

D : LOANS AND ADVANCES (Unsecured, considered good)

ADVANCES (recoverable in cash or in kind or for
value to be received, considered good):

Advances to Subsidiary (Interest Free)

5,86,34,506

9,20,88,823

Income Tax Advance (Net of Income Tax

Provision : Rs. 4,56,83,549/-,

Previous year: Rs.2,05,92,549/-)

3,43,23,427

2,09,44,540

Advance Fringe Benefit Tax

4,59,658

4,59,658

Staff Advance

1,36,56,953

97,87,696

Other Advances

3,00,97,811

3,38,76,046

Deposits

7,81,94,666

3,32,48,333

Interest Receivable

35,51,901

27,46,174

16,02,84,416

10,10,62,447

1,77,36,21,868

1,05,74,43,195

SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

	As At 31st March, 2008		As At 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
SCHEDULE – 8				
A: CURRENT LIABILITIES				
Acceptances		–		85,42,054
Sundry Creditors		12,81,11,366		16,37,39,046
Advance from Clients		19,77,04,228		6,73,36,400
Other Liabilities		27,35,14,997		3,94,16,115
		<u>59,93,30,591</u>		<u>27,90,33,615</u>
B: PROVISIONS				
Proposed Dividend	1,80,00,567		67,49,986	
Tax on Dividend	30,59,197		11,47,160	
Fringe Benefit Tax	13,57,000		5,77,000	
Employee Benefits	43,78,585	2,67,95,349	–	84,74,146
		<u>62,61,25,940</u>		<u>28,75,07,761</u>
SCHEDULE – 9				
WORK DONE				
Construction Contract Works:				
Gross Billing	1,90,88,76,264		1,27,59,02,480	
Add: Closing Work-in-Progress	33,82,27,262		20,32,34,818	
	<u>2,24,71,03,526</u>		<u>1,47,91,37,298</u>	
Less: Opening Work-in-Progress	20,32,34,818		12,15,66,364	
		<u>2,04,38,68,708</u>		<u>1,35,75,70,934</u>
Project Development Works:				
Closing Work-in-Progress	24,84,37,180		21,79,067	
Less: Opening Work-in-Progress	21,79,067		21,79,067	
		<u>24,62,58,113</u>		<u>–</u>
		<u>2,29,01,26,821</u>		<u>1,35,75,70,934</u>
SCHEDULE – 10				
OTHER INCOME				
Interest				
Fixed Deposit with Bank	39,81,910		18,65,345	
(TDS : Rs.4,38,399/-, Previous year – Rs.2,26,150/-)				
Other Deposits (TDS: Rs.Nil)	–		22,49,291	
Previous year –Rs.4,01,682/-)		39,81,910		41,14,636
Miscellaneous Receipt		23,26,496		–
Dividend received		23,12,038		4,065
Liabilities no longer required (Net)		11,156		–
		<u>86,31,600</u>		<u>41,18,701</u>

**SCHEDULES FORMING PART OF BALANCE SHEET
& PROFIT AND LOSS ACCOUNT**

	Year Ended 31st March, 2008		Year Ended 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
SCHEDULE - 11				
SITE COST AND OTHER ADMINISTRATIVE EXPENSES				
Expenses for Executing Contract work		1,69,45,01,513		1,11,94,59,457
Expenses for Executing Project Development		24,62,80,698		-
Salaries and other benefits to employees (including contribution to provident and other funds Rs.37,28,110/- Previous year: Rs.33,60,255/-)		1,99,62,458		1,54,05,034
Rent (Net), Rates & Taxes		62,78,121		94,89,606
Repairs & Renewals (Others)		3,04,066		4,47,146
Telephone & Telex Expenses		15,87,594		13,78,183
Electricity & Water Charges		6,10,318		5,46,346
Motor Vehicle Expenses		13,39,377		6,07,684
Travelling & Conveyance		54,45,745		38,26,964
Insurance Charges (Net)		9,87,548		5,78,366
Printing & Stationary Expenses		9,86,890		9,43,836
Stores & Godown Expenses		29,38,955		26,85,291
Advertisements		7,40,069		1,26,833
Legal & Professional charges		60,18,023		18,13,960
Bank Charges		85,19,261		41,00,453
Finance Charges		2,84,185		4,39,522
Auditors' Remuneration:				
Audit Fee	1,06,742		64,538	
Tax Audit Fee	28,090		22,448	
Other matters	36,547		41,653	
		1,71,379		1,28,639
Loss on disposal of Fixed Assets		2,23,849		28,68,405
Brokerage		6,83,929		6,09,991
Donation and Charity		21,87,100		20,25,000
Excess Provision Written off		-		15,132
Miscellaneous Expenses		49,89,301		24,66,301
		<u>2,00,50,40,379</u>		<u>1,16,99,62,149</u>

SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

SCHEDULE 12

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

1.0 DISCLOSURE OF SIGNIFICANT ACCOUNTING POLICIES.

1.1 Basis of Preparation of Financial Statements

- a) The financial statements have been prepared on accrual basis of accounting in conformity with the generally accepted accounting principles in India (GAAP) and comply with Accounting Standards prescribed by the Companies (Accounting Standard) Rules, 2006 and the relevant provisions of the Companies Act, 1956.
- b) The Company, with effect from 1st April, 2007, has changed the basis of accounting of Interest on fixed deposits which were hitherto accounted for under cash basis of accounting in previous periods have now been accounted for under accrual basis of accounting in conformity with AS – 9 prescribed by the Companies (Accounting Standard) Rules, 2006, resulting in overstating of profits amounting to Rs.16, 86,742/-

1.2 Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known / materialized.

1.3 Fixed Assets

Fixed assets are valued at cost of acquisition less accumulated depreciation and impairment loss, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Assets acquired under Hire Purchase arrangements are recorded at their cash values and the finance charges are charged to Profit and Loss Account as accrued.

1.4 Depreciation

Depreciation on Fixed Assets is provided as per Schedule XIV of the Companies Act, 1956 under straight line method.

1.5 Impairment of Assets:

An Impairment loss is recognized whenever the carrying amount of an asset exceeds the corresponding recoverable amount. Impairment losses are recognized in the profit and loss account in accordance with Accounting Standard 28 on 'Impairment of Assets'.

1.6 Inventories

Inventories are valued at cost under FIFO method or net realizable value, whichever is lower.

1.7 Investments

Long term Investments are valued at cost. Current investments are stated lower of cost or fair market value.

1.8 Revenue Recognition:

- a) Revenue is accounted for following "Percentage of Completion" method of accounting in respect of the Construction Contracts.
- b) In case of sale of buildings, flats, shops inclusive of rights in land in respect thereof, profit is accounted for on receipt of full considerations and giving possession to the purchaser even if execution of conveyance is pending.
- c) Share of Profit/Loss from joint ventures is accounted for in respect of the financial year of the venture, ending on the balance sheet date, on the basis of their audited / unaudited accounts.
- d) Price escalation claims and additional claims including those under arbitration are recognized as revenue when they are realized or receipts thereof are mutually settled or reasonably ascertained.



SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

- e) Site start up expenses are charged off in the year these are incurred.
- f) Liabilities on account of Service Tax to the extent not reimbursable by the Clients have been charged off to the profit & loss account.

1.9 Borrowing Cost

Borrowing costs, attributable to acquisition and construction of qualifying assets, are capitalized as a part of the cost of such asset upto the date when such assets are ready for its intended use. Other borrowing costs are charged to the profit and loss account.

1.10 Employee Benefits

The company has adopted the Revised Accounting Standard 15- Employee benefits prescribed by Companies (Accounting Standards) Rules, 2006 with effect from 1st April 2007.

i) Short term benefits

Short terms employee benefits are charged off at the undiscounted amount in the year in which the related service is rendered.

ii) Post employment benefits

Post employment benefits are charged off in the year in which the employee has rendered services. The amount charged off is recognized at the present value of the amounts payable determined using actuarial valuation technique. Actuarial gains and losses in respect of post employment benefits are charged to profit and loss account.

iii) Transition

In accordance with the requirements of the aforesaid revised AS 15, shortage of obligation as at 1st April 2007 towards employee benefits ascertained in accordance with pre revised AS 15 Accounting for Retirement benefits in the Financial Statements of Employer, from obligation at that date towards employee benefits ascertained in accordance with revised AS 15, amounting to Rs.28,38,356/- have been considered as payable and adjusted against Surplus. The company has adopted the Revised Accounting Standard 15- Employee benefits issued by Institute of Chartered Accountants of India.

1.11 Foreign Currency transactions:

Transactions in foreign currencies are recognized at the prevailing exchange rates on the transaction dates. Transactions completed during the year are accounted for the then ruling rate.

1.12 Taxation

Current tax is determined as the amount of tax payable in respect of taxable income for the year. Deferred Tax liability is recognized being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

1.13 Earnings per share:

The earnings considered in ascertaining the Company's EPS comprises the net profit after tax. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the period.

1.14 Provisions and Contingent Liabilities

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are disclosed in the notes.

1.15 Event occurring after the Balance Sheet Date

Material events occurring after Balance Sheet date are taken into cognizance.

SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

Notes on Accounts

2. The deferred tax liability for the six month period ended has not been recognized, on prudence basis, in accordance with Accounting Standard – 22 issued by the Institute of Chartered Accountants of India, as there is no reasonable certainty for future taxable income against which it can be reversed.
3. Decline, if any, in the market value of long term quoted investments, considered by management not of permanent nature, has not been provided for.
4. Investments in National Savings Certificate and Kisan Vikas Patra amounting to **Rs.1,77,500/-** (Year ended 31.03.2007 – Rs.1,77,500/-) have matured in earlier years and hence no interest has been taken into accounts. These investments along with Fixed Deposit with banks amounting to **Rs.6,99,33,119/-** (Year ended 31.03.2007– Rs.4,71,00,305/-) are not in possession of the company as they have been lodged as security deposit with clients.
5. As regard Contract expenses for executing work it has not been possible for the Company to bifurcate the expenses into different heads of account as per Part II of the Schedule VI.
6. Sundry Debtors and Work-in-progress include overdue amount aggregating to **Rs.1,31,37,474/-** (Year ended 31.03.07 - Rs.1,55,61,645/-) and **Rs. 1,09,28,669/-** (Year ended 31.03.07 - Rs.1,10,74,880/-) that are under arbitration. However, the same is considered good by the management, based on the opinion obtained and the earlier experiences on realisation. No provision in this regard is considered necessary by the management.

7. Initial Public Offer

During the year the Company has raised Rs. 55,50,73,445 by way of Initial Public Offering of 30,00,397 equity shares of Rs. 10 each at a premium of Rs.175/- per share. The issue was oversubscribed 84 times. The details of funds received towards such allotment, including Premium thereon, and utilization of such funds are given below:

Particulars	Rs. in Lacs
Funds raised from IPO	5,550.73
Investment in subsidiary	600.00
Investment in Plant & machinery	883.16
Long Term Working Capital	3,208.54
Public Issue Expenses	597.95
Total IPO funds utilised up to 31st March, 2008	5,289.65
Balance un-utilised fund as on 31st March, 2008	261.08

The above balance of un-utilised funds have been invested in short term liquid investments, besides reducing the working capital facilities temporarily.

During the period under review, the company has adjusted the amount of unamortized Miscellaneous Expenditures incurred on Initial Public Offering against the Securities Premium account in accordance with Section 78(2) of the Company of the Companies Act, 1956.

8. A sum of Rs.26,69,100/- (Rupees Twenty Six Lacs Sixty Nine Thousands One Hundred only) is lying unpaid in the escrow refund account of the company with its refund banker, which is shown under the head 'Other Current Liabilities'. The corresponding balance has been included in the balances with schedule banks.
9. Salaries and Other benefits to employees include payments to the Managing Director and other Wholtime Directors in accordance with the provisions of section 198 of the Companies Act, 1956. Sitting Fee paid to Independent Directors has been charged off to Profit & Loss account under Miscellaneous Expenses



SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

	Year Ended 31st March 2008	Year Ended 31st March 2007
Salaries & Perquisites	33,60,494/-	19,39,825/-
Contribution to Provident and other Funds	2,84,320/-	1,92,660/-
Sitting Fee	1,00,567/-	43,529/-
Total	37,45,381/-	21,76,014/-

The employee-wise break-up of liability on account of Gratuity and Leave Encashment, based on actuarial valuation, is not ascertainable. The amounts relatable to the Directors are, therefore, not considered above.

- 10 a) Payment against supplies from small scale and ancillary undertakings are made in accordance with the agreed credit terms and to the extent ascertained from available information, there was no amount overdue as on 31. 03.2008.
- b) Based on the available information with the Company relating to the registration status of suppliers under the Micro, Small and Medium Enterprises Development Act, 2006, there are no dues micro and small enterprises.

11 Stores & Godown expenses includes Rs.60,000/- paid in respect of earlier year.

12 The Company is yet to receive the Balance confirmations in respect of certain Sundry Creditors and Sundry Debtors. The balances are, therefore, as per the books of account only.

13 The Company has entered into an agreement dated 08.11.1999 with The Kolkata Municipal Corporation (KMC) for installation, development and maintenance of Multilevel Computerized Car Parking System (hereinafter referred to as 'Project') at Rawdon Street, Kolkata. The Company with the consent of KMC has nominated M/s SimPark Infrastructure Pvt. Ltd. (SIPL) to carry out the said project, which is on Built-Own-Operate-Transfer (BOOT) basis for a period of 20 years. KMC has given a deposit of Rupees Three crore to the Company as interest free deposit, to be refunded to them only out of the profits to be earned under a joint venture with KMC to develop commercial complex on a land to be allotted by the KMC. The same has been adjusted by the company against civil and other work of the project undertaken by it from SIPL. The company has, accordingly adjusted the deposit on completion of execution of civil and other works.

Similarly, the Company has entered into another agreement dated 21/10/2002 with the KMC for installation, development and maintenance of another Multilevel Underground Car Parking System at New Market, Lindsay Street, Kolkata, which in accordance with its earlier agreement, has been nominated to the said SIPL to carry out the construction of said project, to lease out commercial outlets and also to enter into Lease Agreement with the prospective lessee with a right to collect all receivable against Lease Premium. The company, however, acts as a Confirming Party to all the lease agreements entered into by the said SIPL with the allottee/s of the commercial outlets.

14 Contingent Liabilities

There are outstanding guarantees amounting to **Rs. 73,55,50,003/-** (Year ended 31.03.07 - Rs 46,01,26,420/) and outstanding letters of credit amounting to **Rs.5,18,62,849/-**(Year ended 31.03.07 – Rs. 87,63,000/-) given on behalf of the Company by Banks and an outstanding guarantee amounting to **Rs.1,77,00,000/-** (Year ended 31.03.07 – Nil) and outstanding letter of credit amounting to **Rs. Nil** (Year ended 31.03.07 – 87,63,000/-) given on behalf of the subsidiary of the company by earmarking the limits of the company by the Banks, which are secured by the securities as specified in Schedule 3 of the accounts. The receipts of term deposits are also held by Banks towards margin money against the guarantees/letters of credit given by them on Company's behalf, besides the counter indemnity by the Company for such guarantees/letters of credit.

SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

15 Expenditure in Foreign Currency:

Particular	Year Ended 31st March 2008	Year Ended 31st March 2007
Membership & Subscription	1,49,900/-	1,16,088/-
Travelling	7,34,308/-	2,07,600/-
Books & Periodicals	42,076/-	--
Advances to Vendors	16,84,483/-	--
TOTAL	26,10,767/-	3,23,688/-

16 Stores Consumed:

Particular	Year Ended 31st March 2008	Year Ended 31st March 2007
Indigenous (100% of total consumption)	77,57,11,832/-	50,64,14,606/-
TOTAL	77,57,11,832/-	50,64,14,606/-

17 Information in accordance with the requirements of revised Accounting Standards – 7 on Construction Contracts prescribed by the Companies (Accounting Standard) Rules, 2006:

	Year Ended 31st March 2008	Year Ended 31st March 2007
Contract revenue recognized for the year ended 31st March, 2008	2,29,01,26,821/-	1,35,75,70,934/-
Aggregate amount of contracts costs incurred and recognized profits (less recognised losses) up to 31st March, 2008 for all the Contracts in progress	3,07,21,22,962/-	2,27,59,33,608/-
The amount of Customers advances outstanding for contracts in progress as at 31st March, 2008	14,47,52,919/-	6,13,99,739/-
The amount of retention due from customers for Contracts in progress as at 31st March, 2008	4,59,28,310/-	2,26,57,041/-
Gross amount due from customers for Contracts in progress as at 31st March, 2008 (including work-in-progress of Rs.545690689/-)	1,13,22,13,481/-	54,36,05,781/-
Gross amount due to customers for contracts in progress as at 31st March, 2008	8,14,19,018/-	13,75,058/-

18 The Company's business activity falls mainly within a single primary segment i.e. construction business in India and hence There are no separate reportable segment as per Accounting Standard (AS) – 17

19 Disclosure in respect of Joint Ventures:-

Name of Joint Venture	Description of Interest	Proportion of ownership	Country of incorporation
TRIVENI ENGICONS PVT. LTD.- SIMPLEX PROJECTS LTD. (JV)	Joint Venture	98%	India

The amount of Rs.7,16,25,394/- due from the joint venture have been included in Sundry Debtors. The investment in joint venture amounting to Rs.10,000/- are included under the head Other Advances



SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

20 Related Party Disclosures pursuant to Accounting Standard (AS) – 18 issued by the Institute of Chartered Accountants of India

I Related Parties and their Relationship :

Name of Related Parties	Nature of Relationships
Mr. B.K. Mundhra	Key Management Personnel
Mr. J.K. Bagri	--Do--
Mr. R.D. Mundhra	--Do--
Mr. S.D. Mundhra	--Do--
Simpark Infrastructure Pvt. Ltd.	Subsidiary
Bharat Gypsum Pvt. Ltd.	Entities in which Key Management Personnel or Relatives of Key Management Personnel have substantial interest
Pioneer Engineering Co. Pvt. Ltd.	--Do--
Simplex Fiscal Holdings Pvt. Ltd.	--Do--
Kirti Vinimay Pvt. Ltd.	--Do--
Datson Exports Ltd.	--Do--
Triveni Engicons Pvt. Ltd –	
Simplex Projects Ltd (JV)	Joint Venture

II Material Transactions with Related Parties during year ended 31st March, 2008.

Particulars	Key Management Personnel	Joint venture	Subsidiary	Entities in which Key Management Personnel or Relatives of Key Management Personnel have substantial interest	Total
i) Managerial Remuneration	37,45,381/- (21,32,485/-)	–	–	–	37,45,381/- (21,32,485/-)
ii) Rent and Maintenance Paid	–	–	–	13,09,044/- 13,09,044/-	13,09,044/- (13,09,044/-)
Interest Received	–	–	–	– (9,08,289/-)	– (9,08,289/-)
Interest paid	–	–	–	1,26,943/- (–)	1,26,943/- (–)
Rendering of Services	–	7,16,15,394/- (–)	– (1,20,000/-)	–	7,16,15,394/- (1,20,000/-)
Finance, Hire and Service Charges Paid	–	–	–	13,59,887/- (85,60,064/-)	13,59,887/- (85,60,064/-)
Loans and Advances given	–	10,000/- (–)	2,83,20,683/- (6,62,88,823/-)	4,07,42,854/- (1,29,50,000/-)	6,90,73,537/- (7,92,38,823/-)
Deposits	–	–	–	– (2,50,00,000/-)	– (2,50,00,000/-)
Loans and Advances taken	–	–	–	2,42,75,000/- (–)	2,42,75,000/- (–)
Outstanding Balances as on 31st March, 2008					
Loans and Advances given	–	–	5,86,34,506/- (9,20,88,823/-) Interest Free	– (5,86,657/-)	5,86,34,506/- (9,26,75,480/-)
Loans and Advances taken	–	–	–	– (3,21,818/-)	– (3,21,818/-)
Sundry Debtors	–	7,16,15,394/- (–)	2,09,50,014/- (2,09,50,014/-)	–	9,25,65,408/- (2,09,50,014/-)
Other Current Assets	–	10,000/- (–)	66,91,173/- (69,41,698/-)	3,36,45,733/- (82,98,327/-)	4,03,46,906/- (1,52,40,025/-)
Current Liabilities	–	–	–	6,65,153/- (1,18,163/-)	6,65,153/- (1,18,163/-)

Figures in brackets relate to previous year.

SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

21. The disclosures required under Accounting Standard 15 "Employee Benefits" notified in the Companies (Accounting Standards) Rules 2006, are given below:

Defined Contribution plan

Contribution to Defined Contribution Plan, recognized are charged off for the year are as under :

In Rupees

Employer's Contribution to Provident Fund	12,22,248/-
Employer's Contribution to Superannuation Fund	-
Employer's Contribution to Pension Scheme	11,28,864/-

Defined Benefit Plan

The employees' gratuity fund scheme managed by Life Insurance Corporation of India is a defined benefit plan. The present value of obligation 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 for leave encashment is recognized in the same manner as gratuity.

(Amount in Rupees)

	Gratuity (Funded)	Leave Encashment (unfunded)
a. Reconciliation of opening and closing balances of Defined Benefit obligation		
Defined Benefit obligation at beginning of the year	25,90,025	22,48,058
Current Service Cost	7,82,085	5,67,589
Interest Cost	2,17,680	1,91,084
Actuarial (gain)/loss	5,73,083	7,399
Benefits paid	58,153	0
Defined Benefit obligation at year end	41,04,721	30,14,131
b. Reconciliation of opening and closing balances of fair value of plan assets.		
Fair value of plan assets at beginning of the year	28,30,700	-
Expected return on plan assets	2,26,456	-
Actuarial gain/(loss)	52,387	-
Employer contribution	4,63,033	-
Benefits paid	58,153	-
Fair value of plan assets at year end	35,14,423	-
Actual return on plan assets		-
c. Reconciliation of fair value of assets and obligations		
Fair value of plan assets as at 31st March, 2008	35,14,423	-
Present value of obligation as at 31st March, 2008	41,04,721	-
Amount recognized in balance Sheet	(5,90,298)	-
d. Expenses recognized during the year		
Current Service Cost	7,82,085	5,67,589
Interest Cost	2,17,680	1,91,084
Expected return on plan assets	2,26,456	--
Actuarial (gain) / loss	5,20,696	7,399
Net Cost	12,94,006	7,66,073



SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

	Gratuity (Funded)	Leave Encashment (unfunded)
e. Investment Details		% invested as at 31st March 2008
L.I.C. Group Gratuity (Cash Accumulation) Policy		100
f. Actuarial assumptions		
Mortality Table (L.I.C.)		LICI 1994- 1996
Discount rate (per annum)	8.5%	8.5%
Expected rate of return on plan assets (per annum)	8%	8%
Rate of escalation in salary (per annum)	6%	6%
Formula used	Projected Unit Credit Method	

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary. This being the first year of implementation, previous year figures have not been given.

22 Information pursuant to the provisions of Paragraph 3 and 4 of the Part II of Schedule VI of the Companies Act, 1956:

- i) Licensed Capacity
- ii) Installed Capacity
- iii) Actual Production
- iv) Opening & Closing Stock of Goods Produced ascertainable.
- v) Raw Material Consumption
- vi) TURNOVER

The Company being Civil Engineering Construction concern, these are not applicable as in running contracts quantities of different type of work is not ascertainable.

PILING	BUILDING	BRIDGE & FLYOVER	INDUSTRIAL & OTHERS	TOTAL BILLING
54,19,06,324/-	31,10,96,261/-	43,23,45,789/-	1,00,47,78,448/-	2,29,01,26,821/-
31st March, 2007				
14,49,34,106/-	35,89,02,713/-	55,18,16,817/-	30,19,17,298/-	1,35,75,70,934/-

23 Information pursuant to part IV of Schedule VI to the Companies Act, 1956.

Balance Sheet Abstract and Company's Business Profile

I. Registration Details: -

Registration No. State Code

Balance Sheet Date

II. Capital Raised during the Period (Amount in Rs. Thousands)

Public Issue Rights Issue

Bonus Issue Private Placement

SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

III. Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousands)

Total Liabilities	1 6 2 6 6 0 9	Total Assets	1 6 2 6 6 0 9
Sources of Funds			
Paid-up Capital	1 2 0 0 0 4	Reserves and Surplus	1 1 0 7 0 9 4
Secured Loan	2 7 9 5 6 2	Unsecured Loans	3 8 8 1 2
Deferred Payment Liability	3 1 7 7 3	Deferred Tax Liability	1 9 3 6 4
Application of funds			
Net Fixed Assets	3 5 6 8 5 9	Investments	1 2 2 2 5 4
Net Current Assets	1 1 4 7 4 9 6	Miscellaneous Expenditure	N I L

IV. Performance of Company (Amount in Rs. Thousands)

Turnover (Including other Income)	2 2 9 8 7 5 8	Total Expenditure	2 2 3 7 6 1
+/- Profit/Loss before Tax	+ 2 2 3 7 6 2	+/- Profit/Loss after Tax	+ 1 9 7 8 9 1
Earning Per Share in Rs.	1 7 . 9 1	Dividend Rate %	1 5

V. Generic Names of Three Principal Products/Services of Company (As per monetary terms)

Item code No(ITC code)	N I L
Product description	Piling
Item code no (ITC code)	N I L
Product description	Concreting, Building & Finishing Work
Item code no (ITC code)	N I L
Product description	Miscellaneous Works

24 Previous year's figures have been re-arranged / regrouped where ever considered necessary.

SIGNATURES TO SCHEDULES "1" TO "12"

For and on behalf of
CHATURVEDI & COMPANY
Chartered Accountants
Nilima Joshi
Partner
Membership No.52122
Kolkata,
Dated: 27th June, 2008

B.K.Mundhra
Chairman & Managing Director

Anand Chopra
Director

J.K.Bagri
Director

B.K.Dash
Company Secretary



INFORMATION REGARDING SUBSIDIARY COMPANY

Statement pursuant to section 212(1)(e) of the Companies Act, 1956

- 1 Name of the Subsidiary
- 2 The Financial Year of the Subsidiary Company ended on
- 3 (i) No of Shares held at the end of the financial year of the Subsidiary
(ii) Extent of Holding
- 4 The net aggregate of profits, Less losses and reserves of the Subsidiary Company so far as it concerns the Holding Company :
 - (i) dealt with in the accounts of the Company by way of dividends on the shares held in Subsidiary Company
 - (a) For the financial year of the Subsidiary Company
 - (b) For the previous financial year of Subsidiary Company since they became a subsidiary of the Company.
 - (ii) Not dealt with in the accounts of the Company
 - (a) For the financial year of the Subsidiary Company
 - (b) For the previous financial year of Subsidiary Company since they became a subsidiary of the Company.

Simpark Infrastructure Private Limited

31st March, 2008

31,85,200

100%

NIL

NIL

2,25,36,424

3,07,86,235

B.K. Mundhra

Chairman & Managing Director

J.K. Bagri

Director

Place : Kolkata

Date : 27.06.2008

Anand Chopra

Director

B.K. Dash

Company Secretary

SIMPARK INFRASTRUCTURE PRIVATE LIMITED

Board Of Directors

Sri Vijay Goverdhandas Kalantri

Sri Achuyut Ghosh

Sri Parag Chandulal Mehta

Sri Nitindra Nath Som

Sri Arup Choudhuri

Sri Pradeep Mishra

Auditors

Chaturvedi & Company

Chartered Accountants

Bankers

Uco Bank

Registered Office

12/1B, Nellie Sengupta Sarani

Kolkata - 700 087

DIRECTORS' REPORT

To

The Members,

SIMPARK INFRASTRUCTURE PRIVATE LIMITED

Your Directors have pleasure in presenting the 13th Annual Report together with the Audited Statement of Accounts for the year ended 31st March, 2008

1. FINANCIAL RESULTS

The performance of the Company for the financial year ended 31st March, 2008 is summarized below:

	Year Ended 31st March, 2008 (Rs.)	Year Ended 31st March, 2007 (Rs.)
Total Income	18,67,57,429	29,61,53,271
Less: Operating Expenditures	12,47,40,985	25,23,59,746
Profit before interest, Depreciation and Tax	6,20,16,444	4,37,93,525
Less: Interest	2,45,69,790	37,84,820
Depreciation	1,19,25,230	53,02,470
Profit before tax	2,55,21,424	3,47,06,235
Less: Provisions for Taxation	29,85,000	39,20,000
Profit After Tax	2,25,36,424	3,07,86,235
Add: Balance brought forward from last Year	1,07,81,854	(2,00,04,381)
Balance profit after appropriation	3,33,18,278	1,07,81,854

The Board proposes to carry over the said balance of Rs. 3,33,18,278/- to Balance Sheet.

2. REVIEW OF OPERATIONS

Your Company, during the year under review, has made a profit of Rs. 2,25,36,424/- out of the operations. The said amount, together with the brought forward profit of Rs. 1,07,81,854/- is proposed to be carried over to the Balance Sheet.

Your Directors are in negotiation with various Local autonomous bodies and private parties for development and installation of such multilavel automated car parking systems.

3. HOLDING COMPANY

During the year under review M/s. Simplex Projects Ltd.,

the Holding Company has increased its stake by further subscribing 4,00,000 equity shares of Rs. 10 each.

4. DIRECTORS

Mr. Achyut Ghosh and Mr.Arup Choudhuri, Directors retiring by rotation and being eligible, offer themselves for re-appointment. The Board recommends their re-appointment for your approval.

5. PARTICULARS OF EMPLOYEES

During the year, the Company had no employees drawing remuneration equal to or more than the limits prescribed under section 217 (2A) of the Companies Act 1956, read with Rule 1A of the Companies (Particulars of Employees) Rules 1975.

6. DISCLOSURE OF PARTICULARS

Disclosure as required under Section 217 (1) (c) of the Companies Act 1956, read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988, showing the particulars of Conservation of Energy and Technology Absorption.

The Company, not being a manufacturing company, is advised that Forms A and B are not applicable to it.

7. FOREIGN EXCHANGE EARNING & OUTGO

Total Foreign Exchange used and earned during the year

	2007-08 Rs.	2006-07 Rs.
Foreign exchange earned (export of goods on CIF basis)	24, 22,339	–
Foreign Exchange used	1, 19,309	18, 51,180

8. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to sub-section (2AA) of Section 217 of the Companies Act 1956, the Board of Directors of the Company hereby state and confirm that:

- in the preparation of the Annual Accounts, the applicable accounting standards had been followed;
- the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year;

iii) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

iv) the directors have prepared the accounts for the financial year ended 31st March,2008 on a going concern basis.

9. AUDITORS

M/s. Chaturvedi & Company, Chartered Accountants, are retiring at the forthcoming Annual General Meeting. They are eligible for re-appointment and have consented to act as Auditors, if appointed.

10. ACKNOWLEDGEMENT

Your Directors would like to place on record their sincere appreciation for the support and continued co-operation extended by the Shareholders, Banks, Central & State Government and others Statutory Bodies.

By Order of the Board
For Simpark Infrastructure Private Limited

Pradeep Mishra
Director

Registered Office

12/1B, Nellie Sengupta Sarani,
Kolkata-700 087

Date : 27th June, 2008

AUDITORS' REPORT

To

The Members

Simpark Infrastructure Private Limited

1. We have audited the attached Balance sheet of M/S SIMPARK INFRASTRUCTURE PVT. LTD. as at 31st March 2008, and also the profit and loss account for the period ended on that date annexed there to. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

3. As required by the Companies (Auditor's Report) Order, 2003 and as amended by the Company (Auditors Report) (Amendment) order 2004 "the order" issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we set out in the Annexure a statement on the matters specified in Paragraph 4 and 5 of the said order.

4. Further to our comments in the Annexure referred in paragraph 3 above we report that:

(i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.

(ii) 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.

(iii) The Balance sheet and Profit & loss account dealt with by this report are in agreement with the books of account.

(iv) In our opinion, the Balance sheet, Profit & loss account dealt with by this report comply with the accounting standards, as referred to in Section 211(3C) of the Companies Act, 1956.

(v) On the basis of written representations received from the directors, as on 31st March 2008 and taken on record by the Board of Directors, we report that none of the directors are disqualified as on 31st March 2008 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

(vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts, read together with other notes thereon give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

(a) In the case of the Balance sheet, of the state of affairs of the company as at 31st March 2008.

(b) In the case of the profit and loss account, of the profits for the year ended on the date; and

For Chaturvedi & Company

Chartered Accountants

Nilima Joshi

Partner

Place: Kolkata

Dated: 27th June 2008.

Membership No.52122

ANNEXURE TO AUDITORS' REPORT

ANNEXURE REFERRED TO IN PARAGRAPH 3 OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF M/S. SIMPARK INFRASTRUCTURE PRIVATE LIMITED ON THE ACCOUNTS FOR THE YEAR ENDED 31st MARCH, 2008

- (i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) Fixed assets have been physically verified by the management during the period end which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us, no fixed assets has been disposed off during the period, which has bearing on the going concern assumption..
- (ii) (a) The management has conducted physical verification of inventory at reasonable intervals during the period.
- (b) The procedures of physical verifications of inventory followed by the management are, in our opinion, reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) The Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.
- (iii) (a) According to information and explanation given to us, the company has taken loans from M/S Simplex Projects Ltd., holding company of the company to the tune of Rs, 5,86,34,506/- which is covered in the register maintained under section 301 of the Companies Act 1956.
- (b) According to the information and explanation given to us, the loans taken from the holding company is interest free which as per the management is not prejudicial to the interest of the company.
- (c) The company has not given any loans to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act 1956.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchases of inventory, fixed assets and for the sale of goods. Further during the course of our audit, we have neither come across nor have we been informed of any instance of major weaknesses in internal control procedures.
- (v) Based on the audit procedures applied by us and according to the information and explanations provided by the management we are of the opinion that, there are no transactions that need to be entered into the register maintained under Section 301 of the Companies Act.
- (vi) The Company has not accepted any deposits under section 58A and 58AA of the Companies Act, 1956 from public during the period.
- (vii) In our opinion, the company has an internal audit system, which is commensurate with the size and nature of its business.
- (viii) As explained to us the Central Government has not prescribed for the maintenance of cost record under section 209(1)(d) of the Companies Act, 1956 in respect of the business of the Company.
- (ix) (a) According to the information and explanations given to us, the company is regular in depositing with appropriate authorities undisputed statutory dues including, Income tax, custom duty and other material statutory dues, as applicable, *except TDS, Fringe Benefit Tax professional tax and service tax where there was delay in certain cases.*

- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of Income tax, Wealth tax, Service tax, Sales tax, Customs duty, Excise duty, and Cess and other material statutory dues for a period of more than six months from the date they became payable were outstanding, *except Fringe Benefit Tax as at 31st March, 2008.*
- (c) According to the information and explanation given to us, there are no dues of sales tax, vat tax, income tax, custom duty, wealth tax, excise duty and cess that have not been deposited on account of any dispute.
- (x) The Company does not have any accumulated losses at the end of period. The Company has not incurred Cash losses during the period or in the immediately preceding financial year.
- (xi) *On the basis of information and explanations given to us and on the basis of examination of books of account, we report that there has been delay in payment of the interest in respect of loans taken from the bank, aggregating to Rs.3, 63,547/- and Rs.1,27,40,734/- by due dates, which has subsequently been paid and interest of Rs 42,72,540/- has not been paid till date.*
- (xii) Based on our examination of documents and records and according to the information and explanation given by the management the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the company is not a chit fund or a Nidhi mutual benefit fund / society. Therefore the provisions of clause 4(xiii) of the Companies (Auditors Report) Order, 2003 are not applicable to the company.
- (xiv) In our opinion, the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditors Report) Order 2003 are not applicable to the company.
- (xv) As per the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions during the period.
- (xvi) The term loans have been applied for the purpose for which they were raised.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that no funds raised on short-term basis have been used for long-term investment.
- (xviii) According to the information and explanations given to us, the company has made a preferential allotment of 4 Lacs equity shares of Rs.10/- each at a premium of Rs.140/- to companies covered in the register maintained under section 301 of the Companies Act 1956.
- (xix) According to the information and explanation given to us, the Company has issued no debentures during the period.
- (xx) Based on the records examined by us, the Company has not raised any money by public issues during the period.
- (xix) During the course of our examination of books of accounts carried out in accordance with generally accepted auditing practices in India and according to the information and explanations given to us we have neither come across any instance of fraud on or by the company nor have we been informed of such case by the management.

For Chaturvedi & Company
Chartered Accountants

Nilima Joshi
Partner

Place: Kolkata

Dated: 27th June 2008.

Membership No.52122

BALANCE SHEET

as at 31st March, 2008

Schedule	As At 31st March, 2008		As At 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
SOURCES OF FUNDS				
Shareholder's Funds:				
Share Capital	1	3,18,52,000	2,78,52,000	
Reserve & Surplus	2	8,92,12,776	1,07,81,854	3,86,33,854
Deposit from CMC (Long Term)		3,00,00,000		3,00,00,000
Loan Funds:				
Secured Loans	3	17,30,05,849	17,75,08,201	
Unsecured Loans	4	–	80,21,261	18,55,29,462
TOTAL		32,40,70,625		25,41,63,316
APPLICATION OF FUNDS:				
FIXED ASSETS				
Gross Block	5	23,69,94,398	9,29,23,930	
Add: During the year		3,00,084	14,40,70,468	
		23,72,94,482	23,69,94,398	
Less: Depreciation		3,67,43,941	24,818,711	
Net Block		20,05,50,541	21,21,75,687	
Capital Work-in-Progress		57,05,923	–	21,21,75,687
INVESTMENTS	6		83,662	83,662
CURRENT ASSETS, LOANS & ADVANCES				
Inventories	7	7,84,24,773	8,47,58,086	
Cash & Bank Balances		1,76,12,668	21,83,315	
Sundry Debtors		11,91,44,595	8,76,19,249	
Other Current Assets		1,00,20,400	10,31,629	
		22,52,02,436	17,55,92,279	
CURRENT LIABILITIES & PROVISIONS :	8			
Current Liabilities & Provisions		10,74,71,937	13,36,88,312	
NET CURRENT ASSETS			11,77,30,499	4,19,03,967
TOTAL		32,40,70,625		25,41,63,316
NOTES ON ACCOUNTS	11			

As per our report of even date annexed

For and on behalf of
CHATURVEDI & COMPANY
Chartered Accountants

Nilima Joshi
Partner
Membership No.52122
Kolkata,
Dated: 27th June, 2008

Achyut Ghosh
Director

Pardeep Mishra
Director

Arup Choudhuri
Director

PROFIT AND LOSS ACCOUNT for the year ended 31st March, 2008

Schedule	Year Ended 31st March, 2008		Year Ended 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
INCOME				
Income from Parking Operations		1,04,85,106		60,31,224
Income from Lease Premium		4,18,81,872		20,46,79,159
Fee from Parking Consultancy		3,28,16,310		–
Sale of Parking Systems		4,23,69,000		–
Other Income	9	23,70,915		6,84,802
Closing Project Work-in-Progress		5,68,34,226		8,47,58,086
TOTAL		18,67,57,429		29,61,53,271
EXPENSES				
Operating & Maintaining Expenses	10	46,73,555		17,89,408
Cost of Completed Project		6,32,33,204		16,58,12,252
Projects Work-in-Progress				
Opening		8,47,58,086	28,37,02,267	
Add: Incurred during the year		79,76,760	11,09,38,539	
		9,27,34,846	39,46,40,806	
Less: Cost of Completed Project		3,59,00,620	16,58,12,252	
Cost of Capital Assets		–	14,40,70,468	8,47,58,086
Interest		2,45,69,790		37,84,820
Depreciation		1,19,25,230		53,02,470
TOTAL		16,12,36,005		26,14,47,036
PROFIT / (LOSS) BEFORE TAX		2,55,21,424		3,47,06,235
Provision for Taxation		28,95,000	38,95,000	
Fringe Benefit Tax		90,000	25,000	39,20,000
PROFIT / (LOSS) AFTER TAX		2,25,36,424		3,07,86,235
Balance Brought Forward from previous year		1,07,81,854		(2,00,04,381)
BALANCE CARRIED TO BALANCE SHEET		3,33,18,278		1,07,81,854
Basic and Diluted Earning Per Share (Note 1.15 of Schedule 11)		8.09		11.05
NOTES ON ACCOUNTS	11			

The Schedule referred to above form an integral part of the Profit & Loss Account.

For and on behalf of
CHATURVEDI & COMPANY
Chartered Accountants

Nilima Joshi
Partner
Membership No.52122
Kolkata,
Dated: 27th June, 2008

Achyut Ghosh
Director

Pardeep Mishra
Director

Arup Choudhuri
Director

CASH FLOW STATEMENT

for the year ended 31st March, 2008

	Year Ended 31st March, 2008		Year Ended 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
Net profit before tax		2,55,21,424		3,47,06,235
Adjustments for:				
Depreciation	1,19,25,230		53,02,470	
Interest (Net)	2,43,26,986		37,84,820	
Dividend	(2,347)		-	
Provision for employee Benefit	75,178	3,63,25,047	-	90,87,290
Operating Profit before working capital changes		6,18,46,471		4,37,93,525
Adjustments for:				
Trade & other receivables	(3,56,46,637)		(8,73,74,205)	
Inventories	63,33,313		19,89,44,180	
Trade payables	(2,92,64,406)	(5,85,77,730)	(71,97,328)	10,43,72,647
Cash generated from operations		32,68,741		14,81,66,172
Direct Taxes Paid		(49,75,166)		(1,68,013)
Net Cash flow from Operative Activities		(17,06,424)		14,79,98,159
CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of fixed assets	(60,06,007)		(14,40,70,468)	
Inter-corporate Deposit	(77,00,000)	(1,37,06,007)	(51,20,689)	(14,91,91,157)
Net Cash used in investing activities		(1,37,06,007)		(14,91,91,157)
CASH FROM FINANCING ACTIVITIES				
Proceeds from Issue of Share Capital	40,00,000		-	
Share premium	5,60,00,000		-	
Dividend	2,347		-	
Repayment of long term borrowing	(45,02,352)		68,53,434	
Interest Paid	(2,46,58,212)	3,08,41,783	(37,84,820)	30,68,614
Net cash flow from Financing Activities		3,08,41,783		30,68,614
Net Increase /(Decrease) in Cash & Cash Equivalents		1,54,29,352		18,75,616
Cash & Cash equivalents at the beginning of the Year (Refer Schedule 7 to Accounts)	21,83,315		3,07,699	
Cash & Cash equivalents at the end of the Year (Refer Schedule 7 to Accounts)	1,76,12,668	1,54,29,352	21,83,315	18,75,616

For and on behalf of
CHATURVEDI & COMPANY
Chartered Accountants

Nilima Joshi
Partner
Membership No.52122
Kolkata,
Dated: 27th June, 2008

Achyut Ghosh
Director

Pardeep Mishra
Director

Arup Choudhuri
Director

SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

	As At 31st March, 2008		As At 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
SCHEDULE - 1				
SHARE CAPITAL				
Authorised				
32,50,000 Equity Shares of Rs.10/- each (Previous year 32,50,000 Equity Shares)		3,25,00,000		3,25,00,000
Issued,Subscribed & Paid-up				
31,85,200 Equity Shares of Rs.10/- each fully paid-up in cash (Previous year 27,85,200 Equity Shares)		3,18,52,000		2,78,52,000
		3,18,52,000		2,78,52,000
SCHEDULE - 2				
RESERVES AND SURPLUS				
Share Premium Account		5,60,00,000		–
Surplus	3,33,18,278		1,07,81,854	
Less : Transition adjustment on adoption of AS-15(revised)	1,05,502	3,32,12,776	–	1,07,81,854
		8,92,12,776		1,07,81,854
SCHEDULE - 3				
SECURED LOANS				
Term Loan from UCO Bank (Secured by exclusive first charge on the Parking system at Rawdon Street, Kolkata and also on present & future receivables through escrow mechanism)		89,25,201		1,25,28,848
Term Loan from UCO Bank (Secured by exclusive first charge on the Parking system at New Market, Kolkata and also on present & future receivables through escrow mechanism)		16,40,80,648		16,49,79,353
		17,30,05,849		17,75,08,201
SCHEDULE - 4				
UNSECURED LOANS				
Inter Corporate Deposit (Long Term)		–		52,00,000
From Shareholders		–		25,00,000
Interest Accrued thereon		–		3,21,261
		–		80,21,261

SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

SCHEDULE 5 FIXED ASSETS

PARTICULARS	Original cost as at 01.04.2007 Rs.	Additions during the year Rs.	Original cost as at 31.03.2008 Rs.	Depreciation as at 01.04.2007 Rs.	Depreciation for the year Rs.	Depreciation as at 31.03.2008 Rs.	Net Balance 31st March, 2008 Rs.	Net Balance 31st March, 2007 Rs.
BUILDING & STRUCTURE	10,35,72,724	-	10,35,72,724	1,16,19,877	51,78,638	1,67,98,515	8,67,74,209	9,19,52,847
PLANT & MACHINERY EQUIPMENT & MACHINERY	12,74,54,842	-	12,74,54,842	1,26,32,149	63,89,812	1,90,21,961	10,84,32,881	11,48,22,693
ELECTRICAL INSTALLATIONS	51,71,914	1,44,664	53,16,578	2,76,386	2,68,566	5,44,952	47,71,626	48,95,528
COMPUTERS	3,18,936	1,00,920	4,19,856	1,69,709	59,255	2,28,964	1,90,892	1,49,227
OFFICE EQUIPMENT	2,18,138	54,500	2,72,638	49,178	12,636	61,814	2,10,824	1,68,960
FURNITURE & FITTINGS	2,57,844	-	2,57,844	71,412	16,323	87,735	1,70,109	1,86,432
	23,69,94,398	3,00,084	23,72,94,482	2,48,18,711	1,19,25,230	3,67,43,941	20,05,50,541	21,21,75,687

SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

SCHEDULE - 6 INVESTMENTS

(Other than trade - At Cost)

Quoted

	Nominal Value of Shares (Rs.)	As At 31st March, 2008 Rs.	As At 31st March, 2007 Rs.
2,400 Equity Shares of UCO Bank	10	28,800	28,800
1,000 Equity Shares of Vijaya Bank	10	24,000	24,000
36 Equity Shares of TCS	1	15,300	15,300
251 Equity Shares of NTPC LTD.	10	15,562	15,562
		<u>83,662</u>	<u>83,662</u>
Market Value of Investments	-	2,16,969	1,76,281
Purchased/Sold during the year		NIL	NIL

SCHEDULE - 7

CURRENT ASSETS, LOANS & ADVANCES

INVENTORIES

(As certified and valued by the management)

	As At 31st March, 2008 Rs.		As At 31st March, 2007 Rs.	
Parking Systems awaiting Installation (At lower of cost or net realizable value)	2,15,90,547		-	
Projects Work-in-Progress (At Cost)	<u>5,68,34,226</u>		<u>8,47,58,086</u>	
		7,84,24,773		8,47,58,086
CASH & BANK BALANCES				
Cheques in hand	19,580		4,18,855	
Balance with Scheduled Banks				
Current Account	1,65,78,623		17,64,460	
Fixed Deposits	<u>10,14,465</u>		-	
		1,76,12,668		21,83,315
SUNDRY DEBTORS (Unsecured, Considered good)				
Debts Outstanding for a period exceeding six months	3,91,64,831		4,52,08,543	
Other Debts	<u>7,99,79,764</u>		<u>4,24,10,706</u>	
	11,91,44,595		8,76,19,249	
OTHER CURRENT ASSETS (Considered Good)				
Advance Tax	55,00,239		5,25,073	
Security Deposit	2,87,827		2,87,827	
Advances to Staff	1,73,894		86,058	
Other Advance	40,48,475		1,32,671	
Interest Receivable	<u>9,965</u>		-	
		1,00,20,400		10,31,629
		<u>22,52,02,436</u>		<u>17,55,92,279</u>

SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

	As At 31st March, 2008		As At 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
SCHEDULE - 8				
A : CURRENT LIABILITIES				
CURRENT LIABILITIES				
Sundry Creditors	2,54,03,284		2,86,27,689	
Advances Against Contract	30,42,993		1,63,144	
Advances Against Lease Premium	47,95,735		77,93,235	
Other Liabilities	84,98,737		10,84,421	
Interest free Advance from Holding Company	5,86,34,506	10,03,75,255	9,20,88,823	12,97,57,312
B : PROVISIONS				
Provision for Income Tax	67,90,000		38,95,000	
Provision for Fringe Benefit Tax	1,26,000		36,000	
Provision for Employee Benefits	1,80,682	70,96,682	-	39,31,000
		10,74,71,937		13,36,88,312
SCHEDULE - 9				
OTHER INCOME				
Dividend		2,347		5,554
Miscellaneous Receipts		21,25,764		6,78,348
Excess Provision Written Off		-		900
Interest on Fixed Deposit with Bank				
Fixed Deposit with Bank (TDS Rs.21,305/- Previous Year Nil)	1,03,419		-	
Other Deposit (TDS Rs.27,124/- Previous Year Nil)	1,39,385	2,42,804	-	-
		23,70,915		6,84,802

SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

SCHEDULE - 10

OPERATING & MAINTAINING EXPENSES

	As At 31st March, 2008		As At 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
Revenue Shared With KMC		3,00,756		2,38,686
Salaries & Other Benefits to Employees		9,83,422		3,74,331
Security & Attendant Services		7,67,692		5,24,787
Postage & Telephone Expenses		1,20,135		49,124
Repairs & Maintenance				
Plant and Machinery	2,72,756		91,189	
Others	21,840	2,94,596	19,000	1,10,189
Printing & Stationery		1,15,165		56,280
Commission & Finance Charges		1,51,801		84,552
Consultancy Charges		2,16,244		11,224
Rates & Taxes		13,761		18,100
Insurance		3,06,757		55,356
Auditors Remuneration				
As Audit Fee	44,944		24,693	
As Tax Audit Fee	11,236		8,418	
Other Matters	–	56,180	17,625	50,736
Legal Charges		10,007		14,803
Sales & Promotional Expenses		8,22,244		–
Miscellaneous Expenses		5,14,795		2,01,240
		46,73,555		17,89,408

SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

SCHEDULE - 11

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

1 SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of Accounting

The Company prepares its financial statements on accrual basis, unless otherwise stated, in accordance with the generally accepted accounting principles and the Accounting Standards (AS) referred to in Section 211(3C) of the Companies Act, 1956.

1.2 Revenue Recognition

- a) Fee collections from users of facility are accounted for when the amount is due and recovery is certain.
- b) Fee for amenities are accounted for on accrual basis and are net of Service tax, if any. Fee for consulting are recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measure.
- c) Revenue from Commercial Real estate (received as lease premium) is recognized on making the initial agreement with the parties and receipt of substantial amount of total lease premium value.
- d) The management revises the estimates of saleable area and costs periodically. The effect of such changes to estimates is recognized in the period such changes are determined.
- e) Revenue from sale of parking systems are recongised upon delivery and erection, which is when the title passes to the customer.

1.3 Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are know / materialized.

1.4 Cost of construction / development

Cost of Construction / development incurred is charged to the Profit & Loss account proportionate to project area sold. Adjustment, if required, is made in project work in progress.

The estimated saleable area cost of the project as determined, is based on management's estimate of the cost expected to be incurred till the final completion of the project and includes material, services and other related overheads. The effect of such changes to estimates is recognized in the period such changes are determined.

1.5 Inventories

Inventories are valued at cost under FIFO method or net realizable value, whichever is lower.

1.6 Fixed Assets

Fixed assets are valued at cost of acquisition less accumulated depreciation and impairment loss, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Assets

SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

acquired under Hire Purchase arrangements are recorded at their cash values and the finance charges are charged to Profit and Loss Account as accrued.

1.7 Project work-in-progress

Work-in-progress comprises cost of material, services and other related overheads related to projects under construction.

1.8 Depreciation

Depreciation on certain assets is provided on straight-line basis at the rates and in the manner specified in the Schedule XIV of the Companies Act, 1956. Assets constructed on land not owned by the company were amortized over a period of the rights given under the concession agreement as referred to in Note 2 hereinafter.

1.9 Impairment of assets

An Impairment loss is recognized whenever the carrying amount of an asset exceeds the corresponding recoverable amount. Impairment losses are recognized in the profit and loss account in accordance with Accounting Standard 28 on 'Impairment of Assets'.

1.10 Foreign Exchange Transaction

Transactions in foreign currencies are recognized at the prevailing exchange rates on the transaction dates. Transactions completed during the year are accounted for the then ruling rate.

1.11 Employee Benefits

The company has adopted the Revised Accounting Standard 15- Employee benefits prescribed by Companies (Accounting Standards) Rules, 2006 with effect from 1st April 2007.

i) Short term benefits

Short terms employee benefits are charged off at the undiscounted amount in the year in which the related service is rendered.

ii) Post employment benefits

Post employment benefits are charged off in the year in which the employee has rendered services. The amount charged off is recognized at the present value of the amounts payable determined using actuarial valuation technique. Actuarial gains and losses in respect of post employment benefits are charged to profit and loss account.

iii) Transition

In accordance with the requirements of the aforesaid revised AS 15, shortage of obligation as at 1st April 2007 towards employee benefits ascertained in accordance with pre revised AS 15 Accounting for Retirement benefits in the Financial Statements of Employer, from obligation at that date towards employee benefits ascertained in accordance with revised AS 15, amounting to Rs. 1,05,502/- have been considered as payable and adjusted against Surplus.

1.12 Contingencies

Contingencies including foreseeable losses, which can be reasonably ascertained, are provided for, if in the opinion of the Company, there is a probability that the future outcome may be materially detrimental to the Company. Contingent liabilities are disclosed in the notes.

SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

1.13 Investment

Long term Investments are valued at cost. Current investments are stated lower of cost or fair market value.

1.14 Taxation

Current tax is determined as the amount of tax payable in respect of taxable income for the year. Deferred Tax liability is recognized being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

1.15 Earnings per share:

The earnings considered in ascertaining the Company's EPS comprises the net profit after tax. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the period. Diluted earning per equity shares are computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the period.

1.16 Material Events

Material Events occurring after the date of Balance Sheet are taken into cognizance.

2. The Kolkata Municipal Corporation (KMC) has entered into an agreement-dated 8.11.1999 with M/s Simplex Projects Ltd. (SPL) for installation, development and maintenance of Multilevel Computerised Car Parking System (hereinafter referred to as 'RSPP') at Rawdon Street, Kolkata. SPL, with the consent of KMC has nominated the Company to carry out the said project, which is on Built-Own-Operate-Transfer (BOOT) basis for a period of 20 years. (KMC has given a deposit of Rupees three crores to SPL as interest free deposit, to be refunded to them only out of the profits earned under a joint venture with KMC to develop commercial complex on a land to be allotted by KMC. The same has been adjusted by SPL against civil and other work of the project undertaken by them. The company has, accordingly, accounted for the said deposit and adjusted the same on completion of execution of civil and other work by SPL). Similarly, the said SPL has entered into another agreement dated 21/10/2002 with the KMC for installation, development and maintenance of another 'Multilevel Underground Car Parking System' at New Market, Lindsay Street, Kolkata (hereinafter referred to as 'NMP'. The said New Market Project has two levels basement, of which the upper basement has been utilized for the purpose of commercial development for which the company will enter into a lease agreement for an initial period of sixty year with KMC. Some agreements for transfer of Commercial space to shop owner have been made and revenue to be realized on the same has been accounted as Income from Lease Premium.
3. Based on the available information with the Company relating to the registration status of suppliers under the Micro, Small and Medium Enterprises Development Act, 2006, there are no dues micro and small enterprises.
4. The Company is a service company and accordingly information required under paragraph 4(c) of Part II of Schedule VI to the Companies Act, 1956 has not been furnished.
5. Payment against supplies from small scale and ancillary undertakings are made in accordance with the agreed credit terms and to the extent ascertained from available information. There was no amount overdue as on 31st March, 2008

SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

6. Segment Reporting:

Information about Business Segments – Information provided in respect of revenue items for the year ended 31st March 2008 and in respect of assets and liabilities as at 31st March, 2008.

Sl. No.	Particulars	Year ended 31st March, 2008	Year ended 31st March, 2007
1	Segment Revenue		
	Multilevel Car Parking	6,00,83,451	89,90,179
	Commercial Development	9,36,12,517	28,71,57,538
	Others	3,30,61,461	5,554
	Total	18,67,57,429	29,61,53,271
2	Segment Results		
	Multilevel Car Parking	(5,61,520)	(28,88,952)
	Commercial Development	(63,66,573)	3,76,40,369
	Others	3,24,49,516	(45,182)
	Profit Before Tax	2,55,21,423	3,47,06,235
3	Segment Assets		
	Multilevel Car Parking	25,40,97,098	21,60,05,622
	Commercial Development	13,38,69,982	17,15,15,780
	Others	4,35,75,482	3,30,226
	Total	43,15,42,562	38,78,51,628
4	Segment Liabilities		
	Multilevel Car Parking	4,29,91,231	1,46,19,391
	Commercial Development	24,36,79,861	29,95,57,417
	Others	2,37,71,694	11,09,966
	Total	31,04,42,786	31,52,86,774
5	Depreciation		
	Multilevel Car Parking	1,19,25,230	53,02,470
	Commercial Development	–	–
	Others	–	–
	Total	1,19,25,230	53,02,470

7. Deferred Tax Asset

The deferred tax asset in the beginning as well as during the year has not been recognized, on prudence basis, in accordance with Accounting Standard – 22 issued by the Institute of Chartered Accountants of India, as there is no reasonable certainty for future taxable income against which it can be realized.

SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

8. C.I.F. Value of Imports

	2007-08 Rs.	2006-07 Rs.
Design & Drawings	31,80,728/-	–
Raw Materials/Machinery	1,57,05,228/-	1,95,02,142/-
Spares	6,55,040/-	–
Total	1,95,40,996/-	1,95,02,142/-

9. Expenditure in Foreign Currency

	2007-08 Rs.	2006-07 Rs.
Travelling	1,19,309/-	18,51,180/-
Total	1,19,309/-	18,51,180/-

10. Earning in Foreign Currency:

	2007-08 Rs.	2006-07 Rs.
Sale of Parking System (Advance)	24,22,339	–
Total	24,22,339	

11. Contingent Liability

There are outstanding bank guarantees amounting to **Rs. 1,77,00,000/-** (Year ended 31.03.2007 – NIL) given on behalf of the company by banks by earmarking the limits of its holding company by the bank. The receipts of the term deposits are also held by banks towards margin money against the guarantee /letters of credit given by them on company's behalf, besides the counter indemnity by the company for such guarantees.

12 The disclosures required under Accounting Standard 15 "Employee Benefits" notified in the Companies (Accounting Standards) Rules 2006, are given bellow:

Defined Benefit Plan

The employees' gratuity fund scheme managed by Life Insurance Corporation of India is a defined benefit plan. The present value of obligation 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 for leave encashment is recognized in the same manner as gratuity.

SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

	Gratuity (Funded)	Leave Encashment (unfunded)
a. Reconciliation of opening and closing balances of Defined Benefit obligation		
Defined Benefit obligation at beginning of the year	31011	74491
Current Service Cost	20770	1857
Interest Cost	2635	6331
Actuarial (gain)/loss	20323	23262
Benefits paid	0	0
Defined Benefit obligation at year end	74740	105942
b. Reconciliation of opening and closing balances of fair value of plan assets.	Not applicable as scheme is Unfunded.	
Fair value of plan assets at beginning of the year	–	–
Expected return on plan assets	–	–
Actuarial gain/(loss)	–	–
Employer contribution	–	–
Benefits paid	–	–
Fair value of plan assets at year end	–	–
Actual return on plan assets	–	–
c. Reconciliation of fair value of assets and obligations.	Not applicable as scheme is Unfunded.	
Fair value of plan assets as at 31st March, 2008	–	–
Present value of obligation as at 31st March, 2008	–	–
Amount recognized in balance Sheet	–	–
d. Expenses recognized during the year		
Current Service Cost	20770	1857
Interest Cost	2635	631
Expected return on plan assets	0	0
Actuarial (gain) / loss	20323	23262
Net Cost	43729	31451
e. Investment Details	% Invested as at 31st March 2008	
L.I.C. Group Gratuity (Cash Accumulation) Policy	100	
f. Actuarial assumptions		
Mortality Table (L.I.C.)	LICI 1994–1996	
Discount rate (per annum)	8.5%	8.5%
Expected rate of return on plan assets (per annum)	8%	8%
Rate of escalation in salary (per annum)	6%	6%
Formula used	Projected unit credit method	

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the Actuary. This being the first year of implementation, previous year figures have not been given.

SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

13. Related party Disclosures pursuant to AS-18 issued by the ICAI: -

Related Parties And Their Relationships

SL. NO.	NAME OF PARTY	RELATIONSHIP
1	SIMPLEX PROJECTS LIMITED	Holding Company

Material Transactions with Related Parties during the period ended 31st March 2008

SL. NO.	PARTICULARS	TRANSACTION VALUE
1	SIMPLEX PROJECTS LTD.	
	LOAN & ADVANCE TAKEN	Rs. 5, 86,34,506/-
	SUNDRY CREDITORS	Rs. 1,99,50,014/-
	CURRENT LIABILITY	Rs. 76,91,173/-

14 Information Pursuant To Part IV of Schedule VI To The Companies Act, 1956 (As Amended) Balance Sheet Abstract And Company's Business Profile

I. Registration Details: -

Registration No. - State Code

Balance Sheet Date 2008

II. Capital Raised during the Period (Amount in Rs. Thousands)

Public Issue Rights Issue

Bonus Issue Private Placement

III. Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousands)

Total Liabilities Total Assets

Sources of Funds

Paid-up Capital Reserves and Surplus

Secured Loan Unsecured Loans

Deposite

Application of funds

Net Fixed Assets Investments

Net Current Assets

SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT AND LOSS ACCOUNT

IV. Performance of Company (Amount in Rs. Thousands)

Turnover (Including other Income)	1 8 6 7 5 7	Total Expenditure	1 6 1 2 3 6
+/- Profit/Loss before Tax	+ 2 5 5 2 1	+/- Profit/Loss after Tax	+ 2 2 5 3 6
Earning Per Share in Rs.	8 . 0 9	Dividend Rate %	0 0

V. Generic Names of Three Principal Products/Services of Company (As per monetary terms)

Item code No(ITC code)	N I L
Product description	Developing, Maintaining and Operating Infrastructure Facility

15 Previous year's figures have been re-arranged / regrouped where ever considered necessary.

SIGNATURES TO SCHEDULES "1" TO "11"

For and on behalf of
CHATURVEDI & COMPANY
Chartered Accountants

Nilima Joshi
Partner
Membership No.52122
Kolkata,
Dated: 27th June, 2008

Achyut Ghosh
Director

Pardeep Mishra
Director

Arup Choudhuri
Director



SIMPLEX
PROJECTS LIMITED

CONSOLIDATED FINANCIAL STATEMENTS



AUDITORS' REPORT ON CONSOLIDATED FINANCIAL STATEMENTS

To
The Board of Directors

Simplex Projects Limited

1. We have audited the attached Consolidated Balance sheet of SIMPLEX PROJECTS LIMITED and its Subsidiary SIMPARK INFRASTRUCTURE PRIVATE LIMITED as at 31st March, 2008 and also the Consolidated Profit and loss account and the Consolidated Cash flow statement for the year ended on that date annexed there to. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. We report that the Consolidated Financial Statement have been prepared by the company's management in accordance with the requirements of the Accounting Standards (AS) 21, Consolidated Financial Statements prescribed by the Companies (Accounting Standard) Rules, 2006.
4. Further to our comments in the Annexure referred in paragraph 3 above we report that:
 - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.

- (ii) 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.
- (iii) The Balance sheet, Profit & loss account and the cash flow statement dealt with by this report are in agreement with the books of account.
- (iv) In our opinion and to the best of our information and according to the explanations given to us, the said Consolidated Financial Statements and read together with other notes in the schedule *subject to note 5 regarding non bifurcation of expenses as per part-II of Schedule-V I of Schedule-12 thereon* give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :
 - (a) In the case of the Consolidated Balance sheet, of the state of affairs of the group company as at 31st March, 2008.
 - (b) In the case of the Consolidated profit and loss account, of the profit for the year ended on the date; and
 - (c) In the case of the Consolidated Cash Flow Statement, of the cash flows for the year ended on that date.

For Chaturvedi & Company
Chartered Accountants

Nilima Joshi
Partner

Place : Kolkata
Dated : 27th June 2008

Membership No.52122

CONSOLIDATED BALANCE SHEET as at 31st March, 2008

Schedule	As At 31st March, 2008		As At 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
SOURCES OF FUNDS				
Shareholders' Fund				
Share Capital	1	12,00,03,780	8,99,99,810	
Reserves and Surplus	2	1,14,03,06,954	42,79,59,820	51,79,59,630
Deposit from CMC (Long Term)		3,00,00,000		3,00,00,000
Loan Funds				
Secured Loans	3	45,25,67,267	57,92,50,469	
Unsecured Loans	4	3,88,12,450	6,92,13,137	64,84,63,606
Deferred Payment Liability		6,17,73,103		2,08,18,262
Deferred Tax Liability		1,93,64,462		1,93,64,462
TOTAL		1,86,28,28,016		1,23,66,05,960
APPLICATION OF FUNDS				
Fixed Assets				
Gross Block	5	61,04,96,607	45,17,93,533	
Less: Depreciation		9,00,37,545	6,49,57,976	
Net Block		52,04,59,062	38,68,35,557	
Add: Capital Work in Progress		4,26,56,162	10,22,683	38,78,58,240
Goodwill (on consolidation)		3,22,99,000		3,22,99,000
Investments	6	21,87,365		4,73,512
Current Assets, Loans & Advances	7	1,91,24,98,611	1,11,30,54,939	
Less: Current Liabilities & Provisions	8	64,72,72,184	30,12,15,538	
Net Current Assets		1,26,52,26,427		81,18,39,401
Miscellaneous Expenses (To the extent not written off)				41,35,807
Share Issue Expenses				
TOTAL		1,86,28,28,016		1,23,66,05,960
NOTES ON ACCOUNTS	12			

The Schedules referred to above form an integral part of the Balance Sheet

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

For and on behalf of
CHATURVEDI & COMPANY
Chartered Accountants

Nilima Joshi
Partner

Membership No.52122
Kolkata,
Dated: 27th June, 2008

B.K.Mundhra
Chairman & Managing Director

Anand Chopra
Director

J.K.Bagri
Director

B.K.Dash
Company Secretary



CONSOLIDATED PROFIT & LOSS ACCOUNT for the year ended 31st March, 2008

Schedule	Year Ended 31st March, 2008		Year Ended 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
INCOME				
Work Done	9	2,29,01,26,821		1,35,75,70,934
Other Income	10	1,10,02,515		48,03,503
Income from Parking Operations		1,04,85,106		60,31,224
Income from Lease Premium		4,18,81,872		20,46,79,159
Fee from Parking Consultancy		3,28,16,310		–
Sale of Parking Systems		4,23,69,000		–
Closing Project Work-in-Progress		5,68,34,226		8,47,58,086
		<u>2,48,55,15,849</u>		<u>1,65,78,42,906</u>
EXPENSES				
Site Cost & Other				
Administrative Expenses	11	2,00,97,13,935		1,17,17,51,557
Cost of Completed Project Projects Work-in-Progress		6,32,33,204		16,58,12,252
Opening		8,47,58,086	28,37,02,267	
Add: Incurred during the year		79,76,760	11,09,38,539	
		<u>9,27,34,846</u>	<u>39,46,40,806</u>	
Less: Cost of Completed Project Cost of Capital Assets		3,59,00,620	16,58,12,252	
		–	14,40,70,468	8,47,58,086
Interest		8,07,98,702		6,78,05,610
Depreciation		2,56,52,564		1,51,27,575
		<u>2,23,62,32,631</u>		<u>1,50,52,55,080</u>
		<u>24,92,83,218</u>		<u>15,25,87,826</u>
PROFIT BEFORE TAX				
PROVISION FOR TAXATION				
Current Tax		2,79,86,000	1,71,45,000	
Fringe Benefit Tax		8,70,000	3,89,000	1,75,34,000
		<u>22,04,27,218</u>		<u>13,50,53,826</u>
Balance Brought Forward from previous year		2,51,91,839		(19,64,841)
AMOUNT AVAILABLE FOR APPROPRIATIONS		<u>24,56,19,057</u>		<u>13,30,88,985</u>
APPROPRIATIONS				
Proposed Dividend		1,80,00,567	67,49,986	
Tax thereon		30,59,197	11,47,160	78,97,146
Transfer to General Reserve		5,00,00,000		10,00,00,000
Surplus - end of the year		<u>17,45,59,295</u>		<u>2,51,91,839</u>
		<u>24,56,19,059</u>		<u>13,30,88,985</u>
Basic and Diluted Earning Per Share	12	19.95		20.04

The schedule referred to above form an integral part of the Profit & Loss Account.

This is the Profit & Loss Account referred to in our report of even date

For and on behalf of
CHATURVEDI & COMPANY
Chartered Accountants

Nilima Joshi
Partner

Membership No.52122
Kolkata,
Dated: 27th June, 2008

B.K.Mundhra
Chairman & Managing Director

Anand Chopra
Director

J.K.Bagri
Director

B.K.Dash
Company Secretary



SIMPLEX
PROJECTS LIMITED

CONSOLIDATED CASH FLOW STATEMENT

for the year ended 31st March, 2008

	As At 31st March, 2008		As At 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
Net profit before tax		24,92,83,220		15,25,87,826
Adjustments for:				
Depreciation	2,56,52,564		1,51,27,575	
Interest (Net)	7,65,73,988		6,36,90,974	
(Gain) / Loss on sale of Fixed Assets	(5,50,382)		28,68,405	
Dividend	(23,14,385)		(4,065)	
Provisions for Employee Benefits	16,15,407			
Liability no longer required written back	(11,156)	10,09,66,036	–	8,16,82,889
Operating Profit before working capital changes		35,02,49,256		23,42,70,715
Adjustments for:				
Trade & other receivables	(17,22,52,856)		(36,87,43,240)	
Inventories	(39,58,76,064)		9,79,85,275	
Trade payables	16,06,75,895	(40,74,53,025)	7,39,84,284	(19,67,73,681)
Cash generated from operations		(5,72,03,769)		3,74,97,035
Direct Taxes Paid		(4,34,45,052)		(1,49,19,845)
Fringe Benefit Tax Paid		–		–
Net Cash flow from Operative Activities		(10,06,48,821)		2,25,77,190
CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of fixed assets	(20,29,34,163)		(19,04,17,924)	
Disposal of fixed assets	25,75,000		1,22,18,750	
Interest Received	31,76,183		34,34,118	
Purchase of investment	(6,17,13,853)		(4,59,49,000)	
Dividend received	23,14,385		4,065	
Inter-corporate Deposit	(3,03,00,000)		(51,20,689)	
Net Cash used in investing activities		(28,68,82,448)		(22,58,30,680)
		(38,75,31,269)		(20,32,53,491)
CASH FROM FINANCING ACTIVITIES				
Proceeds from Issue of Share Capital	61,48,55,446		17,87,13,300	
Share Premium	5,60,00,000		–	
Proceeds from long term borrowings	(15,62,45,159)		10,06,91,934	
Proceeds from short term borrowings	7,50,19,150		3,89,62,670	
Repayment of long term borrowing	(45,02,352)		(4,47,34,621)	
Dividend paid (including Dividend Tax)	(78,97,146)		(71,66,472)	
Share Issue Expenses	(6,07,92,132)		(41,35,807)	
Interest Paid	(8,06,66,550)		(6,95,81,592)	
Net cash flow from Financing Activities		43,57,71,257		19,27,49,412
Net Increase /(Decrease) in Cash & Cash Equivalents		4,82,39,988		(1,05,04,078)
Cash & Cash equivalents at the beginning of the Year (Refer Schedule 7 to Accounts)		6,17,36,131		7,22,40,209
Cash & Cash equivalents at the end of the Year (Refer Schedule 7 to Accounts)		10,99,76,119		6,17,36,131

Notes:

- The above cash flow statement has been prepared under the indirect method as set out in the Accounting Standard-3 on Cash Flow Statements issued by The Institute of Chartered Accountants of India.
 - Schedules referred to above form an integral part of the Cash Flow Statement.
 - Previous year's figures have been regrouped / rearranged where ever necessary.
- This is the Cash Flow Statement referred to in our report of even date.

For and on behalf of

CHATURVEDI & COMPANY

Chartered Accountants

Nilima Joshi

Partner

Membership No.52122

Kolkata,

Dated: 27th June, 2008

B.K.Mundhra

Chairman & Managing Director

Anand Chopra

Director

J.K.Bagri

Director

B.K.Dash

Company Secretary



SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET & PROFIT AND LOSS ACCOUNT

	As At 31st March, 2008		As At 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
SCHEDULE -1				
SHARE CAPITAL				
Authorised		15,00,00,000		15,00,00,000
1,50,00,000 (2006-07: 1,50,00,000)				
Equity Shares of Rs.10/- each				
Issued, Subscribed & Paid-up		12,00,03,780		8,99,99,810
1,20,00,378 (2006-07: 89,99,981)				
Equity Shares of Rs.10/- each				
Of the above Equity Shares				
17,95,714 Shares were allotted as fully paid-up				
Bonus Share by capitalisation of				
Rs.1,79,57,140/- from General Reserve.				
		12,00,03,780		8,99,99,810
SCHEDULE - 2				
RESERVES AND SURPLUS				
Securities Premium Account				
As per last account	24,86,70,630		10,01,00,000	
Add: Received during the year	58,08,51,475		14,85,70,630	
	82,95,22,105		24,86,70,630	
Less: Miscellaneous Expenditure adjusted	6,49,27,939		-	
		76,45,94,166		24,86,70,630
General Reserve as per last account	15,40,97,351		7,20,54,491	
Surplus	14,12,41,017		1,44,09,985	
	29,53,38,368		8,64,64,476	
Less: Capitalisation by way of issue of Bonus shares	-		1,79,57,140	
Less: Transition adjustment on adoption	29,43,858		-	
of AS-15 (revised)	29,23,94,510		6,85,07,336	
Add: Transfer from Profit & Loss A/c	8,33,18,278	37,57,12,788	11,07,81,854	17,92,89,190
		1,14,03,06,954		42,79,59,820

SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET & PROFIT AND LOSS ACCOUNT

Schedule - 3

SECURED LOANS

	As At 31st March, 2008	As At 31st March, 2007
	Rs.	Rs.
Cash Credit From UCO Bank *	9,70,62,986	9,49,38,987
Cash Credit From Bank of Baroda *	4,43,33,756	4,99,75,837
Cash Credit From Axis Bank Ltd *	3,50,60,529	5,96,27,444
Cash Credit From Development Credit Bank Ltd *	1,36,59,248	-
Cash Credit From Industrial Development Bank of India Ltd *	2,98,25,418	-
Cash Credit From State Bank of Travancore *	2,96,19,481	-
Short-term Loan from Industrial Development Bank of India Ltd *	3,00,00,000	-
Term Loan from UCO Bank	89,25,201	1,25,28,848
Term Loan from UCO Bank	16,40,80,648	16,49,79,353
* Secured by hypothecation of stocks, stores, work-in-progress & book-debts as also by charge of certain moveable plant & machinery ranking pari passu with the Banks and by personal guarantees of Managing Director and a Director of the Company.		
Term Loan From Allahabad Bank**	-	5,00,00,000
** Secured by exclusive charge on the current assets of the projects financed under the term loan and by personal guarantees of Managing Director and a Director of the Company.		
Term Loan From Industrial Development Bank of India Ltd	-	10,00,00,000
Secured by exclusive charge on the current assets of the projects financed under the term loan and by personal guarantees of Managing Director and a Director of the Company and also by a corporate guarantee from group companies .		
Term Loan From Standard Chartered Bank	-	4,72,00,000
Secured by a financial guarantee by UTI Bank for the equivalent amount.		
	<u>45,25,67,267</u>	<u>57,92,50,469</u>

SCHEDULE - 4

UNSECURED LOANS

Inter Corporate Deposits	2,40,00,000	4,98,00,000
From Shareholder	-	25,00,000
Fixed Deposit	1,35,01,000	1,55,01,000
Interest accrued and due	13,11,450	10,90,876
Interest accrued and due	-	3,21,261
	<u>3,88,12,450</u>	<u>6,92,13,137</u>



**SCHEDULES FORMING PART OF CONSOLIDATED
BALANCE SHEET & PROFIT AND LOSS ACCOUNT**

**SCHEDULE - 5
FIXED ASSETS**

PARTICULARS	Original cost as at 01.04.2007 Rs.	Additions during the period Rs.	Disposal during the period Rs.	Original cost as at 31.03.2008 Rs.	Depreciation as at 01.04.2007 Rs.	Depreciation for the period Rs.	Depreciation on Assets disposed Rs.	Depreciation as at 31.03.2008 Rs.	Net Balance 31.03.2008 Rs.	Net Balance 31.03.2007 Rs.
BUILDING & STRUCTURE	10,53,47,974	-	17,75,250	10,35,72,724	1,18,59,607	51,88,390	2,49,482	1,67,98,515	8,67,74,209	9,34,88,367
PLANT & MACHINERY										
CRANES	18,11,328	36,98,911	-	55,10,239	1,45,202	1,43,988	-	2,89,190	52,21,049	16,66,126
WINCH & ENGINE	1,46,29,191	71,78,869	-	2,18,08,060	37,74,678	8,48,385	-	46,23,063	1,71,84,997	1,08,54,513
PILE FRAME	4,01,23,010	2,40,30,665	-	6,41,53,675	45,44,212	22,48,928	-	67,93,140	5,73,60,535	3,55,78,798
OTHER PLANTS	13,30,70,984	11,22,91,086	-	24,53,62,070	2,30,76,887	79,61,071	-	3,10,37,958	21,43,24,112	10,99,94,097
TOOLS & IMPLEMENTS	69,79,548	7,94,962	-	77,74,510	19,28,962	3,46,404	-	22,75,366	54,99,144	50,50,586
EQUIPMENT & MACHINERY	12,74,54,842	-	-	12,74,54,842	1,26,32,149	63,89,812	-	1,90,21,961	10,84,32,881	11,48,22,693
TRUCKS & TIPPERS	21,11,885	32,58,127	-	53,70,012	11,57,200	4,00,718	-	15,57,918	38,12,094	9,54,685
ELECTRICAL INSTALLATIONS	51,71,914	1,44,664	-	53,16,578	2,76,386	2,68,566	-	5,44,952	47,71,626	48,95,528
MOTOR VEHICLES	78,70,156	59,60,775	8,22,361	1,30,08,570	23,90,912	9,71,915	3,23,512	30,39,315	99,69,255	54,79,244
TWO WHEELERS	3,38,927	-	-	3,38,927	1,26,336	31,799	-	1,58,135	1,80,792	21,2,591
COMPUTERS	45,90,246	28,12,084	-	74,02,330	21,18,252	7,15,709	-	28,33,961	45,68,369	24,71,994
FURNITURE & FIXTURES	11,60,179	2,96,152	-	14,56,331	5,90,098	74,810	-	6,64,908	7,91,423	5,70,081
OFFICE EQUIPMENT	11,33,349	8,34,390	-	19,67,739	3,37,095	62,068	-	3,99,163	15,68,576	7,96,254
TOTAL	45,17,93,533	16,13,00,685	25,97,611	61,04,96,607	6,49,57,976	2,56,52,563	5,72,994	9,00,37,545	5,20,45,9062	38,68,35,557
AS AT 31.03.2007	27,39,39,561	19,43,11,867	1,64,57,895	45,17,93,533	5,12,01,141	1,51,27,575	13,70,740	6,49,57,976	38,68,35,557	22,27,38,420

NOTE: 1. Original cost of Fixed Assets as on 31st March, 2008, includes Rs 9,03,17,857/- acquired under Hire Purchase Schemes, out of which Rs 6,17,73,103/- is outstanding as on 31st March, 2008, which has been shown under the head 'Deferred Payment Liability'.

SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET & PROFIT AND LOSS ACCOUNT

		As At 31st March, 2008	As At 31st March, 2007
		Rs.	Rs.
SCHEDULE - 6			
INVESTMENTS			
LONG TERM INVESTMENTS			
(Other than trade- At Cost)			
Government Securities	Face value		
7 Years National Savings Certificates	Rs.	70,500	70,500
(Lodged as Security Deposit)			
5.1/2 Years Kishan Vikash Patra		1,07,000	1,07,000
(Lodged as Security Deposit)			
Unquoted			
15,000 Ordinary Shares of Geo.miller & Co. Ltd.	10/-	1,05,000	1,05,000
5,000 Equity Shares of Simplexprojects Road & Highway Constrn. Pvt.Ltd.	10/-	50,000	50,000
Quoted			
4,000 Equity Shares of Uco Bank	10/-	48,000	48,000
2,000 Equity Shares of Vijaya Bank	10/-	48,000	48,000
100 Equity Shares of Indraprasth Gas Ltd.	10/-	4,800	4,800
58 Equity Shares of TCS	1/-	24,650	24,650
251 Equity Shares of NTPC LTD.	10/-	15,562	15,562
Total Long Term Investments		<u>4,73,512</u>	<u>4,73,512</u>
CURRENT INVESTMENTS			
(Unquoted, Other than trade)			
99724.684 Units of Mutual Funds	10/-	17,13,853	-
		<u>17,13,853</u>	-
Total Investment		<u>21,87,365</u>	<u>4,73,512</u>
Aggregate Value of Quoted Investments		1,41,012	1,41,012
Aggregate Value of Unquoted Investments		12,03,06,000	6,03,06,000
Market value of quoted Investment		3,56,419	2,90,316
Purchased during the year :		Face value	No of Shares
Name of the Company	Rs.		
Simplexprojects Road & Highways Construction Pvt. Ltd	10/-	-	5,000
Units of various Mutual Funds purchased and redeemed during the year	10/-	5,98,89,343	-



SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET & PROFIT AND LOSS ACCOUNT

SCHEDULE - 7

CURRENT ASSETS, LOANS & ADVANCES

A: INVENTORIES

(As certified & valued by the management)

(i) Materials

(At lower of cost or net realizable value)

At Sites

8,79,36,571

6,04,01,426

At Stores

21,48,649

87,24,974

(ii) Construction Contract Work-in-Progress

33,82,27,262

20,32,34,818

(At estimated cost)

(iii) Project Development Work-in-progress

30,52,71,406

8,69,37,153

(At estimated cost)

(iv) Parking Systems awaiting Installation

2,15,90,547

(At lower of cost or net realizable value)

75,51,74,435

35,92,98,371

B: SUNDRY DEBTORS (Unsecured, considered good)

Debts Outstanding for a period exceeding

six months

13,82,92,351

13,68,71,719

Other Debts

73,88,00,890

87,70,93,241

45,30,54,642

58,99,26,361

C: CASH AND BANK BALANCE

Cheques in hand

19,580

1,14,64,968

Balance with Scheduled Banks

Current Accounts

3,90,08,955

31,70,858

Fixed Deposits

7,09,47,584

10,99,76,119

4,71,00,305

6,17,36,131

D: LOANS AND ADVANCES (Unsecured, considered good)

ADVANCES (recoverable in cash or in kind or for value to be received, considered good):

Income Tax Advance

3,98,23,666

2,14,69,613

Advance Fringe Benefit Tax

4,59,658

4,59,658

Staff Advance

1,38,30,847

98,73,754

Other Advances

3,40,96,286

3,40,08,717

Deposits

7,84,82,493

3,35,36,160

Interest Receivable

35,61,866

17,02,54,816

27,46,174

10,20,94,076

1,91,24,98,611

1,11,30,54,939



SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET & PROFIT AND LOSS ACCOUNT

	As At 31st March, 2008		As At 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
SCHEDULE - 8				
A: CURRENT LIABILITIES				
Acceptances	-		85,42,054	
Sundry Creditors	12,58,73,463		16,44,75,023	
Advance from Clients	19,77,04,228		6,73,36,400	
Advances Against Contract	30,42,993		1,63,144	
Advances Against Lease Premium	47,95,735		77,93,235	
Other Liabilities	28,19,63,734	61,33,80,153	4,05,00,536	28,88,10,392
B: PROVISIONS				
Provision for Income Tax	67,90,000		38,95,000	
Proposed Dividend	1,80,00,567		67,49,986	
Tax on Dividend	30,59,197		11,47,160	
Fringe Benefit Tax	14,83,000		6,13,000	
Employee Benefits	45,59,267	3,38,92,031	-	1,24,05,146
		64,72,72,184		30,12,15,538
SCHEDULE - 9				
WORK DONE				
Construction Contract Works				
Gross Billing	1,90,88,76,264		1,27,59,02,480	
Add: Closing Work-in-Progress	33,82,27,262		20,32,34,818	
		2,24,71,03,526		1,47,91,37,298
Less: Opening Work-in-Progress	20,32,34,818	2,04,38,68,708	12,15,66,364	1,35,75,70,934
Project Development Works				
Closing Work-in-Progress	24,84,37,180		21,79,067	
Less: Opening Work-in-Progress	21,79,067	24,62,58,113	21,79,067	-
		2,29,01,26,821		1,35,75,70,934
SCHEDULE - 10				
OTHER INCOME				
Interest on				
Fixed Deposit with Bank	40,85,329		18,65,345	
(TDS:Rs.4,59,704/-, Previous year - Rs.2,26,150/-)				
Other Deposits(TDS: Rs.27,124/- Previous year -Rs.4,01,682/-)	1,39,385	42,24,714	22,49,291	41,14,636
Miscellaneous Receipt		44,52,260		6,78,348
Dividend received		23,14,385		9,619
Excess Provision Written Off		-		900
Liabilities no longer required (Net)		11,156		-
		1,10,02,515		48,03,503

**SCHEDULES FORMING PART OF CONSOLIDATED
BALANCE SHEET & PROFIT AND LOSS ACCOUNT****SCHEDULE - 11****SITE COST AND OTHER ADMINISTRATIVE EXPENSES**

	Year Ended 31st March, 2008		Year Ended 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
Expenses for Executing Contract work		1,69,45,01,513		1,11,94,59,457
Expenses for Executing Project Development		24,62,80,698		–
Revenue Shared With KMC		3,00,756		2,38,686
Salaries and other benefits to employees		2,09,45,880		1,57,79,365
Rent(Net), Rates & Taxes		62,91,882		95,07,706
Repairs & Renewals (Others)				
Plant and machinery	2,72,756		91,189	
Others	3,25,906	5,98,662	4,66,146	5,57,335
Security & Attendant Services		7,67,692		5,24,787
Telephone & Telex Expenses		17,07,730		14,27,307
Electricity & Water Charges		6,10,318		5,46,346
Motor Vehicle Expenses		13,39,377		6,07,684
Travelling & Conveyance		54,45,745		38,26,964
Insurance Charges (Net)		12,94,305		6,33,722
Printing & Stationary Expenses		11,02,055		10,00,116
Stores & Godown Expenses		29,38,955		26,85,291
Advertisements		7,40,069		1,26,833
Legal & Professional charges		60,28,030		18,28,763
Bank Charges		85,19,261		41,00,453
Commission & Finance Charges		4,35,986		5,24,074
Consultancy Charges		2,16,244		11,224
Auditors' Remuneration:				
Audit Fee	1,51,686		89,231	
Tax Audit Fee	39,326		30,866	
Other matters	36,547	2,27,559	59,278	1,79,375
Loss on disposal of Fixed Assets		2,23,849		28,68,405
Brokerage		6,83,929		6,09,991
Donation and Charity		21,87,100		20,25,000
Sales & Promotional Expenses		8,22,244		–
Excess Provision Written off		–		15,132
Miscellaneous Expenses		55,04,096		26,67,541
		<u>2,00,97,13,935</u>		<u>1,17,17,51,557</u>



SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET & PROFIT AND LOSS ACCOUNT

1.5 Depreciation

Depreciation on Fixed Assets is provided as per Schedule XIV of the Companies Act, 1956 under straight-line method.

1.6 Cost of construction / development

Cost of Construction / development incurred in the subsidiary is charged to the Profit & Loss account proportionate to project area sold. Adjustment, if required, is made in project work in progress. The estimated saleable area cost of the project as determined, is based on management's estimate of the cost expected to be incurred till the final completion of the project and includes material, services and other related overheads. The effect of such changes to estimates is recognized in the period such changes are determined.

1.7 Impairment of Assets:

An Impairment loss is recognized whenever the carrying amount of an asset exceeds the corresponding recoverable amount. Impairment losses are recognized in the profit and loss account in accordance with Accounting Standard 28 on 'Impairment of Assets'.

1.8 Inventories

Inventories are valued at cost under FIFO method or net realizable value, whichever is lower.

1.9 Investments

Long term Investments are valued at cost. Current investments are stated lower of cost or fair market value.

1.10 Revenue Recognition:

- a) Revenue is accounted for following "Percentage of Completion" method of accounting in respect of the Construction Contracts.
- b) In case of sale of buildings, flats, shops inclusive of rights in land in respect thereof, profit is accounted for on receipt of full considerations and giving possession to the purchaser even if execution of conveyance is pending.
- c) Share of Profit/Loss from joint ventures is accounted for in respect of the financial year of the venture, ending on the balance sheet date, on the basis of their audited / un-audited accounts.
- d) Price escalation claims and additional claims including those under arbitration are recognized as revenue when they are realized or receipts thereof are mutually settled or reasonably ascertained.
- e) Site start up expenses is charged off in the year these are incurred.
- f) Liabilities on account of Service Tax to the extent not reimbursable by the Clients have been charged off to the profit & loss account.
- g) Fee collections from users of facility are accounted for when the amount is due and recovery is certain.
- h) Fee for amenities are accounted for on accrual basis and are net of Service tax, if any. Fee for consulting are recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measure.
- i) Revenue from Commercial Real estate (received as lease premium) is recognized on making the initial agreement with the parties and receipt of substantial amount of total lease premium value.
- j) The management revises the estimates of saleable area and costs periodically. The effect of such changes to estimates is recognized in the period such changes are determined.
- k) Revenue from sale of parking systems are recognised upon delivery and erection, which is when the title passes to the customer.

SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET & PROFIT AND LOSS ACCOUNT

SCHEDULE - 12

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

1.0 DISCLOSURE OF SIGNIFICANT ACCOUNTING POLICIES.

1.1 Basis of Preparation of Financial Statements

- a) The consolidated Financial Statements have been prepared on accrual basis of accounting in conformity with the generally accepted accounting principles in India (GAAP) and comply with Accounting Standards prescribed by the Companies (Accounting Standard) Rules, 2006 and the relevant provisions of the Companies Act, 1956.
- b) The Company with effect from 1st April, 2007, has changed the basis of accounting of Interest on fixed deposits which were hitherto accounted for under cash basis of accounting in previous periods have now been accounted for under accrual basis of accounting in conformity with AS – 9 prescribed by the Companies (Accounting Standard) Rules, 2006, resulting in overstating of profits amounting to Rs.16, 86,742/-.
- c) As far as possible, the Consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the companies separate financial statements.

1.2 Principles of consolidation

The Consolidated Financial Statements are related to Simplex Projects Limited (The Company) and its wholly owned subsidiary Simpark Infrastructure Private Limited and are drawn up to the same reporting date as of the Company.

The consolidated financial statements have been prepared on the following basis:

- a) The Financial Statements of the Company and its subsidiary company have been combined on a line-by-line basis by adding together like items of assets, liabilities, income and expenses. Inter-company balances and transactions and unrealized profits or losses have been fully eliminated.
- b) The excess of cost to the Company of its investments in its subsidiary company over its share of the Equity of the Subsidiary company at the dates, on which the investments in the Subsidiary companies are made, is recognized as Goodwill being an asset in the consolidated financial statements.
- c) In terms of AS- 21, no minority interest has been computed, as the subsidiary is wholly owned by the Company.
- d) The subsidiary Company considered in the Consolidated financial statement is as under:

Name of the Company	Country of Incorporation	Percentage of Shareholding as on 31st march 2008	Percentage of Shareholding as on 31st march 2007
Simpark Infrastructure Pvt. Limited	India	100%	100%

1.3 Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known / materialized.

1.4 Fixed Assets

Fixed assets are valued at cost of acquisition less accumulated depreciation and impairment loss, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Assets acquired under Hire Purchase arrangements are recorded at their cash values and the finance charges are charged to Profit and Loss Account as accrued.

SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET & PROFIT AND LOSS ACCOUNT

1.11 Borrowing Cost

Borrowing costs, attributable to acquisition and construction of qualifying assets, are capitalized as a part of the cost of such asset upto the date when such assets are ready for its intended use. Other borrowing costs are charged to the profit and loss account.

1.12 Employee Benefits

The company has adopted the Revised Accounting Standard 15- Employee benefits prescribed by Companies (Accounting Standards) Rules, 2006 with effect from 1st April 2007.

i) Short term benefits

Short terms employee benefits are charged off at the undiscounted amount in the year in which the related service is rendered.

ii) Post employment benefits

Post employment benefits are charged off in the year in which the employee has rendered services. The amount charged off is recognized at the present value of the amounts payable determined using actuarial valuation technique. Actuarial gains and losses in respect of post employment benefits are charged to profit and loss account.

iii) Transition

In accordance with the requirements of the aforesaid revised AS 15, shortage of obligation as at 1st April 2007 towards employee benefits ascertained in accordance with pre revised AS 15 Accounting for Retirement benefits in the Financial Statements of Employer, from obligation at that date towards employee benefits ascertained in accordance with revised AS 15, amounting to Rs.29,43,858/- have been considered as payable and adjusted against Surplus. The company has adopted the Revised Accounting Standard 15- Employee benefits issued by Institute of Chartered Accountants of India.

1.13 Foreign Currency transactions:

Transactions in foreign currencies are recognized at the prevailing exchange rates on the transaction dates. Transactions completed during the year are accounted for the then ruling rate.

1.14 Taxation

Current tax is determined as the amount of tax payable in respect of taxable income for the year. Deferred Tax liability is recognized being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

1.15 Earnings per share:

The earnings considered in ascertaining the Company's EPS comprises the net profit after tax. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the period.

1.16 Provisions and Contingent Liabilities

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are disclosed in the notes.

1.17 Event occurring after the Balance Sheet Date

Material events occurring after Balance Sheet date are taken into cognizance.

Notes on Accounts

2 Deferred Tax Asset:

The deferred tax asset in the beginning as well as during the year has not been recognized, on prudence basis, in accordance with Accounting Standard – 22 issued by the Institute of Chartered Accountants of India, as there is no reasonable certainty for future taxable income against which it can be realized.



SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET & PROFIT AND LOSS ACCOUNT

- 3 Decline, if any, in the market value of long term quoted investments, considered by management not of permanent nature, has not been provided for.
- 4 Payment against supplies from small scale and ancillary undertakings are made in accordance with the agreed credit terms and to the extent ascertained from available information. There was no amount overdue as on 31st March 2008.
- 5 As regard Contract expenses for executing work it has not been possible for the Company to bifurcate the expenses into different heads of account as per Part II of the Schedule VI and information required under paragraph 4(c) of Part II of Schedule VI to the Companies Act, 1956 has not been furnished.
- 6 Based on the available information with the Company relating to the registration status of suppliers under the Micro, Small and Medium Enterprises Development Act, 2006, there are no dues micro and small enterprises.
- 7 Investments in National Savings Certificate and Kisan Vikas Patra amounting to **Rs.1,77,500/-** (Year ended 31.03.2007 – Rs.1,77,500/-) have matured in earlier years and hence no interest has been taken into accounts. These investments along with Fixed Deposit with banks amounting to **Rs.6,99,33,119/-** (Year ended 31.03.2007– Rs.4,71,00,305/-) are not in possession of the company as they have been lodged as security deposit with clients.
- 8 Sundry Debtors and Work-in-progress include overdue amount aggregating to **Rs.1,31,37,474/-** (Year ended 31.03.07 - Rs.1,55,61,645/-) and **Rs. 1,09,28,669/-** (Year ended 31.03.07 - Rs.1,10,74,880/-) that are under arbitration. However, the same is considered good by the management, based on the opinion obtained and the earlier experiences on realization. No provision in this regard is considered necessary by the management.

9 Initial Public Offer

During the year the Company has raised Rs. 55,50,73,445 by way of Initial Public Offering of 30,00,397 equity shares of Rs. 10 each at a premium of Rs.175/- per share. The issue was oversubscribed by 84 times. The details of funds received towards such allotment, including Premium thereon, and utilization of such funds are given below:

Particulars	Rs. in Lacs
Funds raised from IPO	5,550.73
Investment in subsidiary	600.00
Investment in Plant & machinery	883.16
Long Term Working Capital	3,208.54
Public Issue Expenses	597.95
Total IPO funds utilised up to 31st March, 2008	5,289.65
Balance un-utilised fund as on 31st March, 2008	261.08

The above balance of un-utilized funds has been invested in short-term liquid investments, besides reducing the working capital facilities temporarily.

During the period under review, the company has adjusted the amount of unamortized Miscellaneous Expenditures incurred on Initial Public Offering against the Securities Premium account in accordance with Section 78(2) of the Company of the Companies Act, 1956.

- 10 A sum of Rs.26,69,100/- (Rupees Twenty Six Lacs Sixty Nine Thousands One Hundred only) is lying unpaid in the escrow refund account of the company with its refund banker, which is shown under the head 'Other Current Liabilities'. The corresponding balance has been included in the balances with schedule banks.
- 11 Salaries and Other benefits to employees include payments to the Managing Director and other Whole time Directors in accordance with the provisions of section 198 of the Companies Act, 1956. Sitting Fee paid to Independent Directors has been charged off to Profit & Loss account under Miscellaneous Expenses.



SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET & PROFIT AND LOSS ACCOUNT

	Year Ended 31st March, 2008	Year Ended 31st March, 2007
Salaries & Perquisites	33,60,494/-	19,39,825/-
Contribution to Provident and other Funds	2,84,320/-	1,92,660/-
Sitting Fee	1,00,567/-	43,529/-
Total	37,45,381/-	21,76,014/-

The employee-wise break-up of liability on account of Gratuity and Leave Encashment, based on actuarial valuation, is not ascertainable. The amounts relatable to the Directors are, therefore, not considered above.

12 Segment Reporting:

Information about Business Segments– Information provided in respect of revenue items for the year ended 31st March 2008 and in respect of assets and liabilities as at 31st March, 2008.

	Year Ended 31st March, 2008	Year Ended 31st March, 2007
1 Segment Revenue		
Construction activity	2,29,87,58,421	1,36,16,89,635
Multilevel Car Parking	6,00,83,451	89,90,179
Commercial Development	9,36,12,517	28,71,57,538
Others	3,30,61,461	5,554
Total	2,48,55,15,850	1,65,78,42,906
2 Segment Results		
Construction activity	2,23,761,796	11,78,81,591
Multilevel Car Parking	(5,61,520)	(28,88,952)
Commercial Development	(63,66,573)	3,76,40,369
Others	3,24,49,516	(45,182)
Profit Before Tax	24,92,83,219	15,25,87,826
3 Segment Assets		
Construction activity	2,04,80,58,638	1,11,76,70,870
Multilevel Car Parking	25,40,97,098	21,60,05,622
Commercial Development	13,38,69,982	17,15,15,780
Others	4,35,75,482	3,30,226
Total	2,47,96,01,200	1,50,55,22,498
4 Segment Liabilities		
Construction activity	1,02,56,37,373	79,06,24,629
Multilevel Car Parking	4,29,91,231	1,46,19,391
Commercial Development	24,36,79,861	29,95,57,417
Others	2,37,71,694	11,09,966
Total	1,33,60,80,159	1,10,59,11,403
5 Depreciation		
Construction activity	1,37,27,334	98,25,105
Multilevel Car Parking	1,19,25,230	53,02,470
Commercial Development	-	-
Others	-	-
Total	2,56,52,564	1,51,27,575



SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET & PROFIT AND LOSS ACCOUNT

13 C.I.F. Value of Imports

	2007-08 Rs.	2006-07 Rs.
Design & Drawings	31,80,728/-	--
Raw Materials/Machinery	1,57,05,228/-	1,95,02,142/-
Spares	6,55,040/-	--
TOTAL	1,95,40,996/-	1,95,02,142/-

14 Expenditure in Foreign Currency

Particulars	Year Ended 31st March, 2008 (Rs)	Year Ended 31st March, 2007 (Rs)
Membership & Subscription	1,49,900/-	1,16,088/-
Travelling	8,53,617/-	20,58,780/-
Books & Periodicals	42,076/-	--
Advances to Vendors	16,84,483/-	--
TOTAL	26,10,767/-	3,23,688/-

15 Earning in Foreign Currency

	2007-08 Rs.	2006-07 Rs.
Sale of Parking System (Advance)	24,22,339	--
TOTAL	24,22,339	--

16 Contingent Liability

There are outstanding guarantees amounting to **Rs. 73,55,50,003/-** (Year ended 31.03.07 - Rs 46,01,26,420/) and outstanding letters of credit amounting to **Rs.5,18,62,849/-**(Year ended 31.03.07 – Rs. 87,63,000/-) given on behalf of the Company by Banks and an outstanding guarantee amounting to **Rs.1,77,00,000/-** (Year ended 31.03.07 – Nil) and outstanding letter of credit amounting to **Rs. Nil** (Year ended 31.03.07 – 87,63,000/-) given on behalf of the subsidiary by earmarking the limits of the company by the Banks, which are secured by the securities as specified in Schedule 3 of the accounts. The receipts of term deposits are also held by Banks towards margin money against the guarantees/letters of credit given by them on Company's behalf, besides the counter indemnity by the Company for such guarantees/letters of credit.

17 Disclosure in respect of Joint Venture

Name of Joint Venture	Description of Int	Prpporation of Ownership	Country of Incorporation
Triveni Engicons Pvt. Ltd.- Simplex Projects Ltd (Jv)	Joint Venture	98%	India

SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET & PROFIT AND LOSS ACCOUNT

18 Information of Simplex Projects Limited in accordance with the requirements of revised Accounting Standards – 7 on Construction Contracts prescribed by the Companies (Accounting Standard) Rules, 2006:

Particulars	Year Ended	Year Ended
	31st March, 2008 (Rs)	31st March, 2007 (Rs)
Contract revenue recognized for the year ended 31st March, 2008	2,29,01,26,821/-	1,35,75,70,934/-
Aggregate amount of contracts costs incurred and recognized profits (less recognised losses) up to 31st March, 2008 for all the Contracts in progress	3,07,21,22,962/-	2,27,59,33,608/-
The amount of Customers advances outstanding for contracts in progress as at 31st March, 2008	14,47,52,919/-	6,13,99,739/-
The amount of retention due from customers for Contracts in progress as at 31st March, 2008	4,59,28,310/-	2,26,57,041/-
Gross amount due from customers for Contracts in progress as at 31st March, 2008 (including work-in- progress of Rs. 54,56,90,689/-)	1,13,22,13,481/-	54,36,05,781/-
Gross amount due to customers for contracts in progress as at 31st March, 2008	8,14,19,018/-	13,75,058/-

19 Related Party Disclosures pursuant to Accounting Standard (AS) – 18 issued by the Institute of Chartered Accountants of India

I. Related Parties and their Relationship

Name of Related Parties	Nature of Relationships
Mr. B.K. Mundhra	Key Management Personnel
Mr. J.K. Bagri	--Do--
Mr. R.D. Mundhra	--Do--
Mr. S.D. Mundhra	--Do--
Bharat Gypsum Pvt. Ltd.	Entities in which Key Management Personnel or Relatives of Key Management Personnel have substantial interest
Pioneer Engineering Co. Pvt. Ltd.	--Do--
Simplex Fiscal Holdings Pvt. Ltd.	--Do--
Kirti Vinimay Pvt. Ltd.	--Do--
Datson Exports Ltd.	--Do--
Triveni Engicons Pvt. Ltd –	
Simplex Projects Ltd (JV)	Joint Venture



SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET & PROFIT AND LOSS ACCOUNT

II. Material Transactions with Related Parties during year ended 31st March, 2008.

Particulars	Key Management Personnel	Joint venture	Entities in which Key Management Personnel or Relatives of Key Management Personnel have substantial interest	Total
i) Managerial Remuneration	37,45,381/- (21,32,485/-)	-	-	37,45,381/- (21,32,485/-)
ii) Rent and Maintenance Paid	-	-	13,09,044/- (13,09,044/-)	13,09,044/- (13,09,044/-)
Interest Received	-	-	- (9,08,289/-)	- (9,08,289/-)
Interest paid	-	-	1,26,943/- (-)	1,26,943/- (-)
Rendering of Services	-	7,16,15,394/- (-)	-	7,16,15,394/- (-)
Finance, Hire and Service Charges Paid	-	-	13,59,887/- (85,60,064/-)	13,59,887/- (85,60,064/-)
Loans and Advances given	-	10,000/- (-)	4,07,42,854/- (1,29,50,000/-)	4,07,52,854/- (1,29,50,000/-)
Deposits	-	-	- (2,50,00,000/-)	- (2,50,00,000/-)
Loans and Advances taken	-	-	2,42,75,000/- (-)	2,42,75,000/- (-)
Out standing Balances as on 31st March,2008				
Loans and Advances given (see para 19)	-	-	- (5,86,657/-)	- (5,86,657/-)
Loans and Advances taken	-	-	- (3,21,818/-)	- (3,21,818/-)
Sundry Debtors	-	7,16,15,394/- (-)	-	7,16,15,394/- (-)
Other Current Assets	-	10,000/- (-)	3,36,45,733/- (82,98,327/-)	3,36,55,733/- (82,98,327/-)
Current Liabilities	-	-	6,65,153/- (1,18,163/-)	6,65,153/- (1,18,163/-)

* Figures in brackets relate to previous year

20. The disclosures required under Accounting Standard 15 "Employee Benefits" notified in the Companies (Accounting Standards) Rules 2006, are given below:

SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET & PROFIT AND LOSS ACCOUNT

Defined Contribution plan

Contribution to Defined Contribution Plan, recognized are charged off for the year are as under :

In Rupees

Employer's Contribution to Provident Fund	12,22,248/-
Employer's Contribution to Superannuation Fund	–
Employer's Contribution to Pension Scheme	11,28,864/-

Defined Benefit Plan

The employees' gratuity fund scheme managed by Life Insurance Corporation of India is a defined benefit plan. The present value of obligation 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 for leave encashment is recognized in the same manner as gratuity.

	Gratuity (Funded)	Leave Encashment (unfunded)
a. Reconciliation of opening and closing balances of Defined Benefit obligation		
Defined Benefit obligation at beginning of the year	26,21,036	23,22,549
Current Service Cost	8,02,855	5,69,446
Interest Cost	2,20,315	1,97,415
Actuarial (gain)/loss	5,93,406	30,661
Benefits paid	58,153	–
Defined Benefit obligation at year end	41,79,461	31,20,073
b. Reconciliation of opening and closing balances of fair value of plan assets.		
Fair value of plan assets at beginning of the year	28,30,700	–
Expected return on plan assets	2,26,456	–
Actuarial gain/(loss)	52,387	–
Employer contribution	4,63,033	–
Benefits paid	58,153	–
Fair value of plan assets at year end	35,14,423	–
Actual return on plan assets		–
c. Reconciliation of fair value of assets and obligations		
Fair value of plan assets as at 31st March, 2008	35,14,423	–
Present value of obligation as at 31st March, 2008	41,04,721	–
Amount recognized in balance Sheet	(5,90,298)	–
d. Expenses recognized during the year		
Current Service Cost	8,02,855	5,69,446
Interest Cost	2,20,315	1,91,715
Expected return on plan assets	2,26,456	–
Actuarial (gain) / loss	5,41,019	30,661
Net Cost	13,37,735	7,97,524


**SCHEDULES FORMING PART OF CONSOLIDATED
BALANCE SHEET & PROFIT AND LOSS ACCOUNT**

e.	Investment Details	% invested as at 31st March 2008	
	L.I.C. Group Gratuity (Cash Accumulation) Policy	100	
f.	Actuarial assumptions		
	Mortality Table (L.I.C.)	LICI 1994- 1996	
	Discount rate (per annum)	8.5%	8.5%
	Expected rate of return on plan assets (per annum)	8%	8%
	Rate of escalation in salary (per annum)	6%	6%
	Formula used	Projected Unit Credit Method	

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary. This being the first year of implementation, previous year figures have not been given.

21 Previous year's figures have been re-arranged / regrouped wherever considered necessary.

For and on behalf of
CHATURVEDI & COMPANY
Chartered Accountants

Nilima Joshi
Partner

Membership No.52122
Kolkata,
Dated: 27th June, 2008

B.K.Mundhra
Chairman & Managing Director

Anand Chopra
Director

J.K.Bagri
Director

B.K.Dash
Company Secretary





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