

2007-08

# R.P.P CONSTRUCTIONS PVT LTD

140,PERUNDURAI ROAD  
P & C TOWERS, III FLOOR  
ERODE - 11

13<sup>TH</sup> ANNUAL REPORT  
2007 - 2008

R.P.P Constructions Pvt Limited,  
140, Perundurai Road,  
P & C Towers, III Floor,  
Erode - 638 011

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## DIRECTORS' REPORT

The Directors are pleased to present the THIRTEENTH Annual Report and audited accounts for the year ended 31st March 2008.

### FINANCIAL RESULTS:

Sales/contract charges/other income	Rs. 7213.59 lakhs.
Profit before Depreciation	Rs. 535.08 lakhs.
Depreciation	Rs. 207.87 lakhs.
Net Profit	Rs. 339.69 lakhs.
Profit after taxation	Rs. 199.50 lakhs

### REGISTERED OFFICE OF THE COMPANY:

The registered office of the company was shifted to a new premises and it is now functioning at the following address with effect from 01.06.2008

New Address of the Registered Office:

140, Perundurai Road ,  
P & C Towers, III Floor  
Erode-11.

**R.P.P Constructions Pvt Limited,  
140, Perundurai Road,  
P & C Towers, III Floor,  
Erode - 638 011**

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#### **PERFORMANCE:**

The performance of your Company during the year has been good and your company has reported an increase in turnover over the previous year by 61% and profit of the Company after depreciation and tax was Rs. 2 Crores which is taken to Reserves and Surplus standing at Rs. 10.66 Crores as at 31st March, 2008.

#### **FINANCE:**

During the year, the company did not issue any fresh equity shares. However share application money rose up from 1.01 crores at the beginning of the year to 2.72 crores of rupees as at 31<sup>st</sup> March, 2008. The process of conversion of the share application money into paid up capital is on hand.

#### **DIVIDEND:**

Your Directors have pleasure in recommending payment of a Dividend at 5% on the fully paid up equity shares amounting to Rs. 5.07 lakhs.

#### **DIRECTORS:**

Sri. A.P.C.Krishnamoorthy, Director, Sri Meenaski Sundaram, Director, and Sri A.Murugesan Director, retire by rotation at the ensuing Annual General Meeting and, being eligible, offer themselves for reappointment as Directors.

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## AUDITORS

M/s. Karthikeyan & Jayaram, Chartered Accountants, Erode, who were appointed the Auditors of the Company in the EGM held on 01.06.2008 retire at the ensuing Annual General Meeting and are eligible for reappointment.

## PARTICULARS OF EMPLOYEES:

None of the employees are covered under the provisions of Section 217(2A) of the Companies Act 1956 read with the Companies (Particulars of Employees) Rules, 1975, except the management remuneration paid to the Directors as under

	31.03.2008 Rs.	31.03.2007 Rs.
Directors Remuneration	37,80,000	27,00,000
P.Arul Sundaram	24,00,000	
P.Sivakumar	4,80,000	
A.Nithya	9,00,000	

The Management is taking all efforts to appoint a full time Company Secretary to conform to the statutory requirements pursuant to section 383 A of the Companies Act, 1956.

**R.P.P Constructions Pvt Limited,  
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**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:**

Information relating to conservation of energy, technology absorption and foreign exchange earnings and outgo, as required under section 217(1)(e) read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, is given as under:

**i. ENERGY CONSUMPTION / CONSERVATION OF ENERGY:**

Being a construction Company, your Directors have nothing to report in this regard.

**ii. TECHNOLOGY ABSORPTION:**

The Directors are constantly keeping abreast with the changing practices and techniques in civil constructions and are adopting the same to the extent practicable with a view to both improving the quality as well as reducing costs.

**iii. FOREIGN EXCHANGE EARNINGS AND OUTGO:**

Earnings / Outgo : Nil

**R.P.P Constructions Pvt Limited,  
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**DIRECTORS' RESPONSIBILITY STATEMENT:**

In accordance with Section 217(2AA) of the Companies Act, 1956, the Directors of the Company hereby state that:

- i) In the preparation of the Annual Accounts, the applicable Accounting Standards have been followed along with proper explanation relating to material departures.
- ii) 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 and of the profit of the Company for that period.
- iii) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv) The Directors had prepared the annual accounts on a going concern basis.

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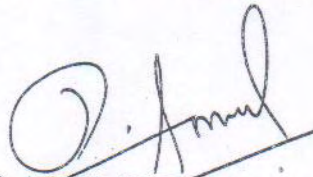
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ACKNOWLEDGEMENT

The Directors take this opportunity to thank all the clients of the Company, suppliers and Bankers for their patronage, co-operation, and support.

The Directors also place on record their appreciation of the sincere services rendered by staff and workers at all levels.

On behalf of the Board of Directors.



P. ARUL SUNDARAM  
MANAGING DIRECTOR

PLACE : ERODE

DATE : 16.08.2008

R.P.P Constructions Pvt Limited,  
140, Perundurai Road,  
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## NOTES FORMING PART OF ACCOUNTS

### A. Significant Accounting Policies:

#### 1. Method of Accounting

The financial statements have been prepared as of a going concern on historical cost convention and on accrual method of accounting in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 1956, as adopted consistently by the Company.

#### 2. Valuation of Inventories

The Stock of stores, spares and embedded goods and fuel valued at cost (Weighted Average basis) or net realizable value whichever is lower.

#### 3. Cash Flow Statement:

Cash Flow Statement are prepared in accordance with "Indirect method" as explained in the Accounting standard in Cash Flow Statements are given.

#### 4. Depreciation Accounting

Depreciation is being charged on W.D.V. method in accordance with rates specified under schedule XIV of the Companies Act, 1956. Depreciation on addition/deletion to assets during the period has been provided on pro-rata basis. No depreciation is provided on assets sold during the year.



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#### 5. Accounting for fixed assets

Fixed assets are stated at cost of acquisition or construction (net of Cenvat credit if any availed). All costs relating to the acquisition and installation of fixed assets are capitalized and include borrowing costs directly attributable to construction or acquisition of fixed assets up to the date the asset is put to use.

#### 6. Accounting for Investments:

Long Term investments are valued at cost, less provision for diminution other than temporary, in value, if any. Current investments are valued at the lower of cost and fair value.

#### 7. Employee Benefits

i) Provident Fund : Contribution payable to the recognized provident fund, which is a defined contribution scheme, is charged to the profit and loss account

Amounts recognized with profit and loss a/c for the year

a) Contribution to Provident Fund	: Rs.960109
b) Contribution to Employees' Superannuation Fund	: Nil
c) Contribution to Employees' Pension Scheme	: Nil
d) Provision for Gratuity(as estimated by the Management)	: Nil

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**8. Borrowing Cost**

Borrowing costs directly attributable to acquisition or construction of those fixed assets which necessarily take a substantial period of time to get ready for their intended use are capitalized as required by Accounting standard -16.

**9. Related Party Disclosures.**

**a) Names of the Related Parties and Description of Relationship:**

<b>Related Party</b>	<b>Relationship</b>
R.P.P Engineering works, Erode	Partners
R.P.P Blue Metals, Erode	Director's Brother
P&C Pipes (P) Ltd, Erode	Director's Parents

**b) Details of Transaction**

**(Rs. In Lakhs)**

Nature of Transaction	R.P.P Engineering works	R.P.P Blue Metals	P&C Pipes (P) Ltd	Total
Asset Purchase	83.17			83.17
Blue Metal Purchase		5.19		5.19
Works Contract			418.82	418.82

**R.P.P Constructions Pvt Limited,  
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### 10. Earning per Share

Basic Earning per share is calculated by dividing the net profit after tax for the year attributable to equity shareholders of the company by the weighted average number of equity shares in issue during the year.

*Computation of Earning per Share*

	Earnings	Shares	Earning per Share
Net profit for the year	Rs.19511730		
Weighted Average number of Shares outstanding during the year		101425	
Basic earning per Share			192.38

### 11. Accounting for taxes on income

Provision has been made for Deferred Tax Liability / Deferred Tax Asset and relevant figures for the current year as also the preceding year are given

### 12. Provisions, Contingent Liabilities and Contingent Assets

An amount of Rs.1,74,06,993 has been claimed by the service tax authorities during the year 2006-2007 and the same is disputed by the company and the litigation is pending at the Chennai high court. The Company has not made any provision in the accounts. The liability will be provided after the disposal of litigation. The Company is confident of winning the case.

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### NOTES ON ACCOUNTS

	31.03.2008	31.03.2007
	Rs.	Rs.
1. Directors Remuneration	37,80,000	27,00,000
P.Arul Sundaram	24,00,000	
P.Sivakumar	4,80,000	
A.Nithya	9,00,000	

2. Auditors' fees

Statutory audit	60,000	
Taxation/Company Law matters	15,000	119020

3. Balances in the accounts of sundry creditors and debtors and loans and advances are subject to confirmation.

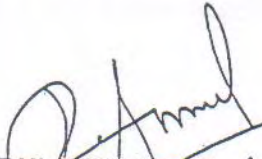
4. Where external vouchers are not obtainable (e.g. sand, stone, bricks, etc.) internal vouchers have been relied upon.

5. Last year's figures have been regrouped wherever necessary to conform to this year's classification.

6. There are no employees who have completed five years of service to become eligible for the benefits under Payment of Gratuity Act as per the certificate from the management.

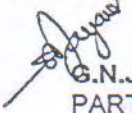
FOR AND ON BEHALF OF THE BOARD

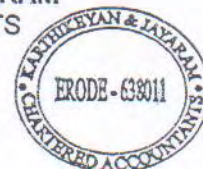
AS PER OUR SEPARATE  
REPORT OF DATE

  
P.ARULSUNDARAM  
MANAGING DIRECTOR

  
A.NITHYA  
DIRECTOR

For KARTHIKEYAN & JAYARAM  
CHARTERED ACCOUNTANTS

  
G.N.JAYARAM  
PARTNER



PLACE : ERODE  
DATE : 16.08.2008

KARTHIKEYAN & JAYARAM  
Chartered Accountants,

'Sri Tower',  
30, Bharathidhasan Street,  
Teachers Colony, Erode-638 011

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**REPORT OF THE AUDITORS TO THE SHARE HOLDERS OF**  
**R.P.P CONSTRUCTIONS PVT LTD**

1. We have audited the attached Balance Sheet of **RPP CONSTRUCTION PRIVATE LIMITED** as at 31.03.2008, the Profit and Loss Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with 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 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, read with Companies' (Auditors' Report) (Amendment) Order 2004 dated 25.11.2004. we enclose in the annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order,
4. Further to our comments in the Annexure referred to 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.

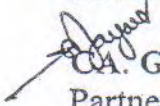
**KARTHIKEYAN & JAYARAM**  
Chartered Accountants,

'Sri Tower',  
30, Bharathidhasan Street,  
Teachers Colony, Erode-638 011

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- 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 and Loss Account and Cash Flow statement dealt with by this report are in agreement with the books of account.
- iv) In our opinion, the Balance Sheet, Profit and Loss Account andas Cash Flow statement dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.,
- v) On the basis of written representations received from the Directors, none of Directors is 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 Balance Sheet and Profit and Loss Account read together with notes thereon give the information required by the Companies Act, 1956, in the manner required, and give a true and fair view in conformity with the accounting principles generally accepted in India::
- i) In the case of Balance Sheet, the state of affairs of the Company as at March 31, 2008.
- ii) In the case of the Profit and Loss account, the PROFIT of the Company for the year ended on that date.
- iii) In the case of the Cash Flow statement, of the cash flows for the year ended on that date.

For **KARTHIKEYAN & JAYARAM**  
**CHARTERED ACCOUNTANTS**

  
**G.N. JAYARAM, F.C.A.**  
Partner.

Place: Erode  
Date :16.08.2008

**KARTHIKEYAN & JAYARAM**  
Chartered Accountants,

'Sri Tower',  
30, Bharathidhasan Street,  
Teachers Colony, Erode-638 011

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### ANNEXURE TO THE AUDITOR'S REPORT

Re: R.P.P CONSTRUCTIONS PVT LTD

(Referred to in paragraph 3 of our Report dated .02-08-2008)

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of the fixed assets.
- (b) All the assets have not been physically verified by the management during the year but there is a regular programme of verification which in our opinion is reasonable having regard to the size of the company and the nature of its assets. As reported no material discrepancies have been noticed on such verification.
- (c) During the year the Company has disposed off some items of plant and machinery (value:Rs.81.10 lakhs). According to the information and explanations given to us, we are of the opinion that the sale of the said part of plant and machinery has not affected the going concern status of the Company..
- ii. (a) The inventory has been physically verified during the year by the Management. In our opinion, the frequency of the verification is reasonable.
- (b) The procedures of physical verification of stock followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.

**KARTHIKEYAN & JAYARAM**  
Chartered Accountants,

'Sri Tower',  
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- iii.(a) to (d) not applicable as the Company has not granted any loans during the year from parties covered in the register maintained under section 301 of the Companies Act, 1956.
- (e) to (g) There was a balance of rupees two lakhs at the beginning of the year from one party covered in the register maintained under section 301 of the Act. This was an interest-free loan and was paid off during the year under review and as at 31.03.2008 there was no outstanding amount payable towards principal.
- (iv) In our opinion there is an adequate internal control procedure commensurate with the size of the Company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods. During the course of our audit we have not observed any continuing failure to correct major weaknesses in internal controls.
- (v) (a) According to the information and explanations give to us, we are of the opinion that the transactions that need to be entered into a register in pursuance of section 301 of the Act have been maintained by the company.
- (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lakhs 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 explanations given to us, the Company has not accepted any deposits from the public.



**KARTHIKEYAN & JAYARAM**  
Chartered Accountants,

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- vii. In our opinion the Company has no internal audit system commensurate with the size and nature of its business
- (viii) The Company is maintaining some cost records as considered in its own view necessary and appropriate for its activities. In our opinion and according to information and explanations given to us, the provisions of section 209(1)(d) of the Companies Act, 1956 are not attracted as this is only a Company rendering service and not an industry..
- (ix) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, cess and other material statutory dues applicable to it.
- (b) According to the information and explanations given to us, there are undisputed amounts payable in respect of sales tax, excise duty, provident fund, employees' state insurance in arrears as at 31<sup>st</sup> March, 2008, for a period of more than six months from the date they became payable.
- (c) According to the information and explanation given to us, there are no dues of sales tax, income tax customs duty, wealth tax, excise duty and cess which have not been deposited on account of any dispute, except that an amount of Rs.17406993 has been claimed by the service tax authorities during the year 2006-2007 and the same is disputed by the company and the litigation is pending at the Chennai high Court.
- (x) There are no accumulated losses of the company. The Company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanation given to us, the Company has not defaulted in repayment of dues to a financial institution or bank. There are no debenture holders.

**KARTHIKEYAN & JAYARAM**  
Chartered Accountants,

'Sri Tower',  
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(xii) In our opinion, 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 or trading in shares, securities, debentures and other investments.

(xv) As per written undertaking taken on record from the Management, the Company has not given any guarantee for loans taken by others from bank or financial institutions.

(xvi) In our opinion, the Company 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) Being a Private limited company allotment of preferential Shares is not applicable.

KARTHIKEYAN & JAYARAM  
Chartered Accountants,

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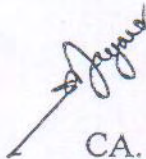
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(xix) According to the information and explanations given to us, the Company has not issued any debentures.

(xx) The Company has not raised money by public issues.

(xxi) According to the information and explanations given to us no fraud on or by the company has been noticed or reported during the course of our audit.

For KARTHIKEYAN & JAYARAM  
CHARTERED ACCOUNTANTS



CA. G.N. JAYARAM, F.C.A.  
Partner

PLACE: ERODE  
DATE : 16.08.2008

**M/s. R.P.P CONSTRUCTIONS PVT LTD**

140, Perundurai Road

P & C Towers, III Floor, Erode - 638011

(Registration Number : U45201TZ1995PTC006113)

STATUS : PRIVATE COMPANY  
LIMITED BY SHARES

ACC. YEAR : 2007-2008

ASS. YEAR : 2008-2009

PAN : AAACR9307E

WARD : DCIT/CIRCLE I/ERD

GIR No. :

**BALANCE SHEET AS ON 31.03.2008**

<b>PARTICULARS</b>	<b>SCH</b>	<b>AS ON 31.03.2008</b>	<b>AS ON 31.03.2007</b>
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**SOURCES OF FUNDS :**

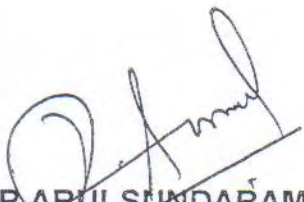
Authorised capital		50000000	2000000
		=====	=====
<b>Share Holders Funds:</b>			
Share capital	1	27177500	10142500
Reserves and Surplus	1A	106672100	86271410
<b>Loan Funds:</b>			
Secured Loans	2	197471660	137785020
Unsecured loans	3	0	200000
Deferred Tax Liability	15	1641370	2673270
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		<b>332962630</b>	<b>237072200</b>
		=====	=====


Notes on Accounts

Schedules from 1 to 16 form an integral parts of the Accounts


**FOR AND ON BEHALF OF THE BOARD**

As per our report  
of even date

  
**P. ABULSUNDARAM**  
MANAGING DIRECTOR

  
**A. NITHYA**  
DIRECTOR

**M/s. Karthikeyan & Jayaram ,**  
Chartered Accountants,

  
**(G.N. Jayaram)**  
Partner



M/s. R.P.P CONSTRUCTIONS PVT LTD

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(Registration Number : U45201TZ1995PTC006113)

STATUS : PRIVATE COMPANY  
LIMITED BY SHARES

ACC. YEAR :2007-2008

ASS. YEAR :2008-2009

PAN : AAACR9307E

WARD : DCIT/CIRCLE I/ERD

GIR No. :

**BALANCE SHEET AS ON 31.03.2008**

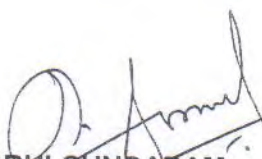
PARTICULARS	SCH	As on 31.03.2008	As on 31.03.2007
<b>APPLICATION OF FUNDS :</b>			
<b>FIXED ASSETS :</b>			
Gross Block	4		
Less : Depreciation		215677630	
Net Block			
		143258290	121181350
<b>INVESTMENT:</b>	7	3750000	3750000
<b>CURRENT ASSETS, LOANS AND ADVANCES</b>			
Inventories	5	90983420	82934500
Sundry Debtors	6	80341230	41153950
Cash and Bank Balances	9	42356840	33382860
Loans and Advances	8	110202170	88358050
<b>LESS: CURRENT LIABILITIES &amp; PROVISIONS :</b>			
Current Liabilities	10	137929320	133688510
<b>Net Current Assets</b>		<b>189704340</b>	<b>115890850</b>
<b>TOTAL</b>		<b>332962630</b>	<b>237072200</b>

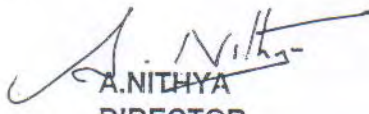
Notes on Accounts

Schedules from 1 to 16 form an integral parts of the Accounts


FOR AND ON BEHALF OF THE BOARD

As per our report  
of even date

  
P. ARULSUNDARAM  
DIRECTOR

  
A. NITHYA  
DIRECTOR

M/s. Karthikeyan & Jayaram  
Chartered Accountants,

  
(G.N. Jayaram)  
Partner

Place : Erode

Date : 16.08.2008

M/s. R.P.P CONSTRUCTIONS PVT LTD

140, Perundurai Road

P & C Towers, III Floor, Erode - 638011

(Registration Number : U45201TZ1995PTC006113)

STATUS : PRIVATE COMPANY  
LIMITED BY SHARES

ACC. YEAR : 2007-2008

PAN : AAACR9307E

ASS. YEAR : 2008-2009

GIR No. :

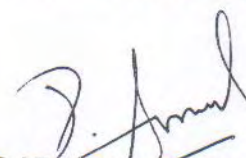
WARD : DCIT/CIRCLE I/ERD

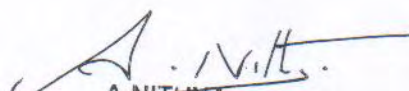
**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2008**

PARTICULARS	SCHEDULE	AS ON 31.03.2008	AS ON 31.03.2007
Income from Operation	11	707572660	439342370
Other Income	11A	13786400	7375750
		<b>721359060</b>	<b>446718120</b>
Raw Materials and Components Consumed	12	249978850	152911950
Work Expenses	13	279961740	161111110
Other Administrative expenses	14	137910930	88651410
Depreciation		20787480	15367460
		<b>688639000</b>	<b>418041930</b>
Net Profit for the year		<b>32720060</b>	<b>28676190</b>
Less: Provision for Deferred Tax		0	222460
Provision for Income Tax		13208331	9832352
Proposed Dividend for the Year		507125	0
Dividend Tax		86185	0
Add: Deferred Tax Asset		1031904	0
Net Profit after tax		<b>19950323</b>	<b>18621378</b>
Balance brought forward from the previous year		18621380	0
Balance Carried to Balance Sheet		<b>38571700</b>	<b>18621380</b>

Notes on Accounts  
Schedules from 1 to 16 form an integral parts of the Accounts

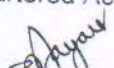
FOR AND ON BEHALF OF THE BOARD

  
P. ARULSUNDARAM  
DIRECTOR

  
A. NITHYA  
DIRECTOR

As per our report  
of even date  
M/s. Karthikeyan & Jayaram  
Chartered Accountants,



  
(G.N. Jayaram)  
Partner

Place : Erode  
Date : 16.08.2008

**M/s. R.P.P CONSTRUCTIONS PVT LTD**

140, Perundurai Road

P &amp; C Towers, III Floor, Erode - 638011

(Registration Number : U45201TZ1995PTC006113)

STATUS : PRIVATE COMPANY  
LIMITED BY SHARES

ACC. YEAR :2007-2008

ASS. YEAR :2008-2009

PAN : AAACR9307E

WARD : DCIT/CIRCLE I/ERD

GIR No. :

**SCHEDULE****PARTICULARS****As on  
31.03.2008****As on  
31.03.2007****1. SHARE CAPITAL:****Authorised Capital****50000000****20000000**

200000 equity shares of Rs.100 each

**Paid up capital****10142500****10142500**

(101425 equity shares of Rs.100 each)

**Share application money****17035000****0****27177500****10142500****1A). RESERVES & SURPLUS****Opening Balance****86271407****67650027****Add :****Net Profit after Tax****19950323****18621380****Excess Income Tax Provision for the year 2004 - 2005****450372****0****106672102****86271407**

rounded off to

**106672100****86271410**

**M/s. R.P.P CONSTRUCTIONS PVT LTD**

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STATUS : PRIVATE COMPANY  
LIMITED BY SHARES

ACC. YEAR :2007-2008

ASS. YEAR :2008-2009

PAN : AAACR9307E

WARD : DCIT/CIRCLE I/ERD

GIR No. :

**SCHEDULE**

PARTICULARS	As on 31.03.2008	As on 31.03.2007
-------------	---------------------	---------------------

**2). SECURED LOANS:**

Working Capital Borrowings from Banks secured by first charge hypothecation of stocks and book debts of the Company and personal guarantees from directors of the Company.	115449017	43183299
--	-----------	----------

Vehicle Loans (Vehicle Loans from Scheduled Banks and Financial institutions secured by First charge on vehicles)	82022639	94601723
--	----------	----------

**197471656****137785021**

rounded off to

**197471660****137785020****3. UNSECURED LOANS:**

Dexrity Business Analyst (P) Ltd, Chennai	0	200000
---	---	--------

**0****200000**

rounded off to

**0****200000****5. INVENTORIES: (Certified by the Management)**

Work - in - progress	83300000	75334000
----------------------	----------	----------

Construction Materials at Site	7683421	7600500
--------------------------------	---------	---------

**90983421****82934500**

rounded off to

**90983420****82934500**



**M/s. R.P.P CONSTRUCTIONS PVT LTD**

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LIMITED BY SHARES

ACC. YEAR : 2007-2008

ASS. YEAR : 2008-2009

PAN : AAACR9307E

WARD : DCIT/CIRCLE I/ERD

GIR No. :

**SCHEDULE**

PARTICULARS	As on 31.03.2008	As on 31.03.2007
-------------	---------------------	---------------------

**6. SUNDRY DEBTORS: (Unsecured and Considered good)**

Debts outstanding for a period exceeding six months	Nil	Nil
Others	80341235	41153950
	<b>80341235</b>	<b>41153950</b>
rounded off to	<b>80341230</b>	<b>41153950</b>

**7. INVESTMENTS***Shares, Bonds and Debentures*

Unquoted - Fully Paid (At Cost):

Equity Shares in M/s.SPAC Tapioca Products (India) Limited (3,75,000 Equity Shares of Rs.10 each)	3750000	3750000
	<b>3750000</b>	<b>3750000</b>
rounded off to	<b>3750000</b>	<b>3750000</b>

**8. Loans and Advances:(Unsecured, Considered Good)**

Deposit and Balances with Government and other Authorities (Including accrued interest)	87339478	78418247
Advance recoverable in Cash of in kind or for value to be received	22862695	9939803
	<b>110202173</b>	<b>88358050</b>
rounded off to	<b>110202170</b>	<b>88358050</b>

**M/s. R.P.P CONSTRUCTIONS PVT LTD**

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STATUS : PRIVATE COMPANY  
LIMITED BY SHARES

ACC. YEAR : 2007-2008

ASS. YEAR : 2008-2009

PAN : AAACR9307E

WARD : DCIT/CIRCLE I/ERD

GIR No. :

**SCHEDULE****PARTICULARS****As on  
31.03.2008****As on  
31.03.2007****9. CASH AND BANK BALANCES:**

Cash on Hand	2590794	1991788
Bank Balances:		
With Scheduled Banks		
In Current Accounts	10397545	5954350
In Deposit Accounts	29368504	25436724
	<b>42356843</b>	<b>33382862</b>
	<b>42356840</b>	<b>33382860</b>
	rounded off to	

**10. CURRENT LIABILITIES AND PROVISIONS:****A. Current Liabilities:**

Acceptances	3731056	3256339
Sundry Creditors	48350625	52612783
Other liabilities	66247636	57279085

**B. Provisions:**

Provision of Taxation	13208331	9832352
Corporate Dividend Tax	86185	0
Proposed Dividend	507125	0
Other provisions	5798363	10707953
	<b>137929321</b>	<b>133688512</b>
	<b>137929320</b>	<b>133688510</b>
	rounded off to	

**M/s. R.P.P CONSTRUCTIONS PVT LTD**

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(Registration Number : U45201TZ1995PTC006113)

STATUS : PRIVATE COMPANY  
 LIMITED BY SHARES  
 PAN : AAACR9307E  
 GIR No. :

ACC. YEAR : 2007-2008  
 ASS. YEAR : 2008-2009  
 WARD : DCIT/CIRCLE I/ERD

**SCHEDULE**

PARTICULARS	As on	As on
	31.03.2008	31.03.2007
<b>11. INCOME FROM OPERATION:</b>		
Contract Charges received	699606656	425165275
<b>Less:</b>		
Opening WIP	75334000	61156900
	<b>624272656</b>	<b>364008375</b>
<b>Add:</b>		
Closing WIP	83300000	75334000
	<b>707572656</b>	<b>439342375</b>
	<b>707572660</b>	<b>439342370</b>
rounded off to		

**11A. OTHER INCOME:**

Cement Bag Sales	54655	760369
Bitument Barrel Sales	14658	1433649
Sand/Scrap Sales	957030	127910
Discount Received	65477	63215
Miscellaneous Income	2068030	1353142
Bricks Sales	0	213253
Other Recovery	40929	290360
Profit on sale of fixed assets	467534	662040
Profit on Fabrication work at workshop	0	467940
Interest received on FDR	988899	989037
Royalty Income	3193302	112926
Hire Charges received	5919290	901907
Commission	16602	0
	<b>13786404</b>	<b>7375748</b>
	<b>13786400</b>	<b>7375750</b>
rounded off to		

**M/s. R.P.P CONSTRUCTIONS PVT LTD**

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STATUS : PRIVATE COMPANY  
LIMITED BY SHARES

ACC. YEAR :2007-2008

ASS. YEAR :2008-2009

PAN : AAACR9307E

WARD : DCIT/CIRCLE I/ERD

GIR No. :

**SCHEDULE**

PARTICULARS	As on	As on
	31.03.2008	31.03.2007

**12. MATERIALS AND COMPONENTS CONSUMED  
DURING THE YEAR:**

Opening Stock of Materials at Site	7600500	5096896
Add: Purchase made during the year	221037293	149679531
Material Recovery (Department)	29024477	5736024
	<b>257662269</b>	<b>160512451</b>
Less: Closing Stock at the end of the year	7683421	7600500
Consumption during the year	<b>249978848</b>	<b>152911951</b>
	<b>249978850</b>	<b>152911950</b>
	rounded off to	

**13.WORK EXPENSES**

Works contract payments	96736551	26611655
Piece Work Payment	157033795	129158350
Wages	14746530	0
Hire Charges paid	1014577	5341108
Other Operating Cost	10430284	0
	<b>279961737</b>	<b>161111112</b>
	<b>279961740</b>	<b>161111110</b>
	rounded off to	

**M/s. R.P.P CONSTRUCTIONS PVT LTD**

140, Perundurai Road

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(Registration Number : U45201TZ1995PTC006113)

STATUS : PRIVATE COMPANY  
LIMITED BY SHARES  
PAN : AAACR9307E  
GIR No. :

ACC. YEAR :2007-2008  
ASS. YEAR :2008-2009  
WARD : DCIT/CIRCLE I/ERD

**SCHEDULE**

PARTICULARS	As on	As on
	31.03.2008	31.03.2007

**14. OTHER ADMINISTRATIVE EXPENSES**

Salary and Bonus		27689988	15818778
Staff incentive		0	59958
Rent			
- (Office) Erode		180000	212680
- (Office) Chennai		11000	121000
- (sites)		7350	178073
Travelling Expenses		2024387	2220491
Staff Tour Expenses		0	2195
Stamps and Duties		1180524	754397
Electricity charges		742016	307448
Bank Charges		3153712	1085074
Printing & Stationery		788774	619616
Postage & Telegraph		132027	105584
Directors remuneration		3780000	2700000
Telephone & Cell phone Expenses		1192644	1257133
Interest & Hire Charges	(A)	18480470	10689954
Administrative Charges		0	250211
Advertisement Expenses		194372	170045
Audit fees		95948	63060
Bad Debts written off		580432	216728
Bank Guarantee Commission		1593257	1707263
Camp Expenses(Site)		4122766	3065143
Maintenance Expenses	(B)	33090069	22792180
Deduction by Department		8443354	5254974
EDLI (PF) Paid		960109	641882
E.S.I Recovery & Paid		590406	76170
Income Tax Paid for the Earlier year		36489	1343744
Insurance		2243467	1224808
Labour welfare		1492341	1572281
Professional Charges		444691	242896
General Expenses	(C)	11753859	6388272

**M/s. R.P.P CONSTRUCTIONS PVT LTD**

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STATUS : PRIVATE COMPANY  
LIMITED BY SHARES

ACC. YEAR :2007-2008

ASS. YEAR :2008-2009

PAN : AAACR9307E

WARD : DCIT/CIRCLE I/ERD

GIR No. :

**SCHEDULE**

PARTICULARS	As on	As on
	31.03.2008	31.03.2007
Pooja Expenses	125992	198900
Rates and Taxes	12780491	2772628
Ready Mix Concrete A/c	0	4537840
	<b>137910934</b>	<b>88651407</b>
	rounded off to	
	<b>137910930</b>	<b>88651410</b>

**14 A. INTEREST:**

Bank Interest	12513703	8060687
Interest on Hire Purchase Loan	5966765	2629266
	<b>18480468</b>	<b>10689954</b>
	rounded off to	
	<b>18480470</b>	<b>10689950</b>

**14 B. REPAIRS AND MAINTENANCE:**

Computer	148455	86726
Centering Materials Maintenance	1604980	1151635
Vehicle	31336634	21553819
	<b>33090069</b>	<b>22792180</b>
	rounded off to	
	<b>33090070</b>	<b>22792180</b>

**M/s. R.P.P CONSTRUCTIONS PVT LTD**

140, Perundurai Road

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(Registration Number : U45201TZ1995PTC006113)

STATUS : PRIVATE COMPANY  
LIMITED BY SHARES

ACC. YEAR :2007-2008

ASS. YEAR :2008-2009

PAN : AAACR9307E

WARD : DCIT/CIRCLE I/ERD

GIR No. :

**SCHEDULE**

<b>PARTICULARS</b>	<b>As on 31.03.2008</b>	<b>As on 31.03.2007</b>
<b><u>14 C.GENERAL EXPENSES</u></b>		
Donation	1395709	146115
Magazine & Periodicals	16249	30255
F.B.T.interest	0	146275
Other General Expenses	1003148	762384
Fringe Benefit Tax for the Earlier Year	324204	0
Fringe Benefit Tax	434600	0
Department unclaimed Expenses	2334700	2763427
Labour Licence Expenses	129321	89675
Refreshment Expenses	431103	499593
Private equity expenses	19874	0
Brokerage & Commission Expenses	12575	26000
Loss on sale of Fixed Asset	521148	221400
Loading and Unloading Charges	766226	66591
Interest to Others	1019850	372828
Lorry freight	3345153	1263731
	<b>11753859</b>	<b>6388272</b>
	<b>=====</b>	<b>=====</b>
rounded off to	<b>11753860</b>	<b>6388270</b>

**M/s. R.P.P CONSTRUCTIONS PVT LTD**

140, Perundurai Road

P & C Towers, III Floor, Erode - 638011

(Registration Number : U45201TZ1995PTC006113)

STATUS : PRIVATE COMPANY

ACC. YEAR : 2007-2008

LIMITED BY SHARES

ASS. YEAR : 2008-2009

PAN : AAACR9307E

WARD : DCIT/CIRCLE I/ERD

GIR No. :

**SCHEDULES**

<b>PARTICULARS</b>	<b>Upto 31.03.2007</b>	<b>Changes dur ing the year</b>	<b>As on 31.03.2008</b>
--------------------	----------------------------	-------------------------------------	-----------------------------

**15. PROVISION FOR DEFERRED TAX :**

**Deferred tax liability:**

For Depreciation

2673280

During the year

As Per Company Law

20787480

As Per Income Tax

21301469

513989

Tax on above 33.99%

174705

174705

**Deferred tax Asset:**

Disallowance u/s 40 a(ia)

3549917

Tax on above 33.99%

1206617

1206617

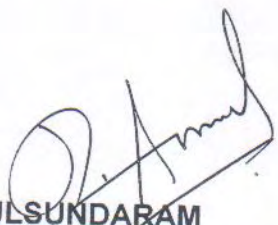
Balance carried forward to balance sheet  
(Deferred tax liability(Net))

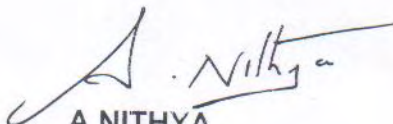
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**FOR AND ON BEHALF OF THE BOARD**

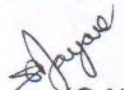
As per our report  
of even date

**M/s. Karthikeyan & Jayaram ,**  
Chartered Accountants,

  
**P. ARULSUNDARAM**  
MANAGING DIRECTOR

  
**A. NITHYA**  
DIRECTOR



  
**(G.N. Jayaram)**  
Partner

Place : Erode

Date : 16.08.2008



P & C Towers, III Floor, Erode - 638011  
 140, Perundurai Road  
 ACC. YEAR : 2007-2008  
 ASS. YEAR : 2008-2009  
 WARD : DCIT/CIRCLE I/E

STATUS : PRIVATE COMPANY  
 LIMITED BY SHARES  
 AN : AAACR9307E  
 IR No :

achinery	14%	4836681	522213	735904	4622990	377337	26620	31790	435747	1675480	287410	1823818	2799172	3161200
otor Assets	14%	627334	65900	0	693234	57563	4450	0	62013	213510		275523	417711	413824
lant & Machiner	14%	46382542	17754362	7375218	56761686	5647119	1453550	134130	7234799	2276580	3866804	5644575	51117111	44105962
rinter	40%	199764	7338	0	207102	12825	1310	0	14135	167701		181836	25266	32063
ipper	14%	18753829	56000	1120365	17689464	2077170	4570	40810	2122550	3245154	544615	4823090	12866375	15508675
actor	14%	5449060	1552757	760000	6241817	345127	51030	32780	428937	2505333	297419	2636851	3604966	2943727
railer	14%	1861331	55000	0	1916331	166675	1240	0	167915	663090		831005	1085325	1198240
wo wheeler	26%	1254155	379187	27371	1605971	132357	55050	230	187637	737141	21583	903195	702776	517014
PS System	40%	322156	71013	0	393169	15788	20780	0	36568	282686		319254	73916	39471
ibrator	14%	326763	42301	0	369064	14622	2110	0	16732	221642		238374	130690	105121

**O T A L**  
 179559216 48737044 12618632 215677628 17243233 3240850 303400 20787483 58377865 6746008 72419340 143258288 121181351  
 179559220 48737040 12618630 215677630 17243230 3240850 303400 20787480 58377860 6746010 72419340 143258290 121181350

ounded off to

STATUS : PRIVATE COMPANY  
LIMITED BY SHARES  
PAN : AAACR9307E  
SIR No. :

ACC. YEAR : 2007-2008  
ASS. YEAR : 2008-2009  
WARD : DCIT/CIRCLE I/E

I. FIXED ASSETS

Depreciation Statement for the year ended 31.03.2008 (As per Companies Act)

Description	GROSS BLOCK			DEPRECIATION				NET BLOCK			
	Original cost as on 01.04.2007 (A)	Addition during the year (B)	Sale during the year (C)	Original cost as on 31.03.2008 (D)=(A+B-C)	On Opening Net Block as on 31.03.07 (E)	Additions during the year (F)	Depreciation for the year ended 31.03.2008 (H)=(E+F+G)	Upto 31.03.2007 sold assets (I)	Upto 31.03.2008 (J)=(H+I)	as on 31.03.2008 (K)=(D-J)	as on 31.03.2007
and	3951618	0	0	3951618	925267	0	925267	867395	1792662	2158956	3084223
Building Materials	50011391	24783383	0	74794774	3930817	1429550	5360367	21752460	27112828	47681946	28258931
Compressor & Pump	566717	0	0	566717	33129	0	33129	328550	361679	205038	238167
Computer	2576911	528263	0	3105174	234404	98662	333066	1990901	2323967	781206	586009
Engine Assets	1052106	0	0	1052106	55298	0	55298	654564	709862	342244	397542
Office equipment	3191934	1294165	0	4486099	285015	37590	322605	1617267	1939872	2546227	1574667
Generator	2958528	383540	0	3342068	211061	4238	215299	1441193	1656492	1685576	1517335
Heavy Vehicle	27619184	0	2599774	25019409	1843253	0	1906913	13496309	13675045	11344364	14122874
Light Motor Vehicle	5574411	1241622	0	6816033	847165	50100	897265	2302240	3199505	3616528	3272171
Tractor	2042802	0	0	2042802	31241	0	31241	1938666	1969907	72895	104136