

EAST HYDERABAD EXPRESSWAY LIMITED

ANNUAL REPORT

2012-13

DIRECTORS' REPORT

The Shareholders
EAST HYDERABAD EXPRESSWAY LIMITED

Your Directors have pleasure in presenting the Sixth Annual Report along with the Statements of Audited Accounts for the year ended March 31, 2013

FINANCIAL RESULTS

The financial results of the Company are as under:

(Amount in ₹)

	Year ended March 31, 2013	Year ended March 31, 2012
Total Income	666,087,829	875,627,335.00
Total Expenses	877,130,366	955,615,328.04
Profit/(Loss) Before Tax	(211,042,537)	(79,987,993)
Less: Provision for Tax	(863,310)	-
Profit /(Loss)After Tax	(210,179,227)	(79,987,993)
Balance carried forward	(296,728,602.48)	(86,549,375)

OPERATIONS:

Your Company continued to maintain the 8-lane access control expressway viz. Outer Ring Road in Hyderabad City to quality standards in accordance with the contractual requirements. The Company was awarded provisional completion certificate for the project effective March 1, 2011. The Company has received annuity payments amounting to ₹ 66.60 Crores during the year under review

DIVIDEND:

Due to inadequacy of profits, your Directors have not recommended any dividend for the year under review

DIRECTORS:

In terms of the provisions of the Companies Act, 1956 and Articles of Association of the Company, Mr. George Cherian, Director of the Company is liable to retire by rotation at the forthcoming Annual General Meeting of the Company and being eligible offers himself for re-appointment. Your Directors recommend his re-appointment

AUDITORS:

M/s. Luthra & Luthra, Chartered Accountants, Statutory Auditors, retire at the ensuing Annual General Meeting and have expressed their willingness to continue as Statutory Auditors, if re-appointed

DEPOSITS:

Your Company has not accepted any Fixed Deposits during the year under review

CORPORATE GOVERNANCE:

Four Board Meetings were held during the period under review on April 19, 2012, July 19, 2012, October 18, 2012 and January 18, 2013. The numbers of meetings attended by the Directors are as under:

Sr. No.	Name of Directors	No. of Board Meetings held during tenure	Meetings attended
1	Mr. Mukund Sapre	4	4
2	Mr. George Cherian	4	4
3	Mr J Prabhakar	4	0

The Audit Committee was constituted pursuant to the provisions of the Section 292A of the Companies Act, 1956. The Audit Committee is comprised of Mr. Mukund Sapre, Mr. George Cherian and Mr J Prabhakar. The Audit Committee met four times during the year under review on April 19, 2012, July 19, 2012, October 18, 2012 and January 18, 2013.

PARTICULARS OF EMPLOYEES:

There were no employees in respect of whom the information is required to be provided pursuant to Section 217(2A) of the Companies Act, 1956

DIRECTORS RESPONSIBILITY STATEMENT:

Pursuant to Section 217(2AA) of the Companies Act, 1956 (“the Act”) the Directors based on the representations received from the Operating Management, confirm that:

- (a) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (b) they 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 at the end of the financial year and of the Loss of the Company for that period;

- (c) they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) they have prepared the annual accounts on a going concern basis

FOREIGN EXCHANGE EARNINGS AND OUTGO:

There was no earning or outgo of foreign exchange during the year under review.

Since your Company does not have any manufacturing facility, the other particulars in the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 are not applicable and hence not provided

ACKNOWLEDGMENTS:

The Directors place on record their appreciation for the support and co-operation received from various Government Authorities including the Hyderabad Urban Development Authority (HUDA) and other Regulatory Authorities, Banks, Financial Institutions and Shareholders of the Company

For and on behalf of the Board

SD/-
(Mukund Sapre)

SD/-
(George Cherian)

Date : April 18, 2013
Place : Mumbai