

**MP BORDER CHECKPOST DEVELOPMENT
COMPANY LIMITED**

ANNUAL REPORT

2013-14

DIRECTORS' REPORT

The Shareholders

MP BORDER CHECKPOST DEVELOPMENT COMPANY LIMITED

Your Directors have pleasure in presenting the Fourth Annual Report along with the Audited Statements of Accounts for the year ended March 31, 2014

FINANCIAL RESULTS

The financial results of the Company are as under:

(Amount in ₹)

	For the Year ended March 31, 2014	For the period ended March 31, 2013
Total Income	251,410,704	-
Total Expenses	(705,345,192)	4,107,898
Profit/(Loss) Before Tax	(453,934,488)	(4,107,898)
<u>Less: Provision for Tax</u>	-	(2,290,000)
Profit /(Loss)After Tax	(453,934,488)	(6,397,898)
Balance carried forward	(471,393,276)	(17,458,788)

OPERATIONS:

Your Company continues to work on the project for development and maintenance of 24 Border Check-posts and 2 Central Control Facilities (CCF) in the State of Madhya Pradesh awarded by the Madhya Pradesh Road Development Corporation (the "Authority") on Design Build Finance Operate & Transfer (DBFOT) basis. The Company had achieved physical progress of 68.33% and financial progress of 84.15% during the year under review. Your Company has commissioned 7 Border Check Posts and 2 Central Control Facilities and the construction of the remaining check posts where land has been handed over by the Authority are at an advanced stage

DIVIDEND

Your Directors have not recommended any dividend for the period under review

DIRECTORS:

During the year under review, Mr. Krishna Ghag, Director, retire by rotation at the forthcoming Annual General Meeting and being eligible has offered himself for re-appointment

AUDITORS:

M/s. Luthra & Luthra, Chartered Accountants, Statutory Auditors, retire at the ensuing Annual General Meeting of the Company

DEPOSITS:

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

CORPORATE GOVERNANCE:

Four Board Meetings were held during the year under review on April 18, 2013, July 18, 2013, October 18, 2013 and January 20, 2014. 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. Krishna Ghag	4	4
2	Mr. Ravi Sreehari (Upto April 18, 2013)	1	1
3	Mr. Harish Mathur	4	4
4	Mr Manish Agarwal (Upto July 18, 2013)	2	2
5	Mr. S C Mittal (Appointed on April 18, 2013)	3	3
6	Mr. Vijay Kini (Appointed on July 18, 2013)	3	3
7	Mr. K R Khan (Appointed on July 18, 2013)	3	3

The Audit Committee has been constituted for good corporate governance and focused attention on the affairs of the Company. The Audit Committee is comprised of Mr. Krishna Ghag, Mr. Harish Mathur and Mr. Vijay Kini. The Audit Committee met four times during the year under review on April 18, 2013, July 17, 2013, October 18, 2013 and January 20, 2014. The numbers of meetings attended by the Members are as under:

Sr. No.	Name of Directors	No. of Board Meetings held during tenure	Meetings attended
1	Mr. Krishna Ghag	4	4
2	Mr. Ravi Sreehari (Upto April 18, 2013)	1	1
3	Mr. Harish Mathur	4	4
4	Mr. Vijay Kini (Appointed on July 18, 2013)	3	2

The Chairman of the Audit Committee was present at the AGM

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 Madhya Pradesh Road Development Corporation Limited, various Government and other Regulatory Authorities, Banks, Financial Institutions and Shareholders of the Company

For and on behalf of the Board

Mumbai, April 22, 2014

Sd/-
Director

Sd/-
Director