

**EAST HYDERABAD EXPRESSWAY LIMITED**

**ANNUAL REPORT**

**2013-14**

## DIRECTORS' REPORT

The Shareholders

### **EAST HYDERABAD EXPRESSWAY LIMITED**

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

### **FINANCIAL RESULTS**

The financial results of the Company are as under:

(Amount in ₹)

	Year ended March 31, 2014	Year ended March 31, 2013
Total Income	667,726,594	666,087,829
Total Expenses	(839,742,228)	(877,130,366)
Profit/(Loss) Before Tax	(172,015,634)	(211,042,537)
Less: Provision for Tax	-	(863,310)
Profit /(Loss)After Tax	(172,015,634)	(210,179,227)
Balance carried forward	(468,744,236)	(296,728,602)

### **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 ₹ 59.43 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:**

During the year under review, Mr. Rajiv Dubey and Mr. Deepak Mittal were appointed as Directors effective July 18, 2013. However, Mr. J. Prabhakar and Mr. Deepak Mittal resigned as a Director effective July 18, 2013 and March 18, 2014 respectively. The Directors placed on record sincere appreciation for the valuable guidance and support rendered by Mr. Prabhakar and Mr. Mittal

In terms of the provisions of the Companies Act, 2013 and Articles of Association of the Company, Mr. Mukund Sapre, 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

**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 18, 2013, July 18, 2013, October 18, 2013 and January 28, 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. Mukund Sapre	4	3
2	Mr. George Cherian	4	4
3	Mr J Prabhakar (upto July 18, 2013)	4	0
4	Mr. Rajiv Dubey (since July 18, 2013)	2	2
5	Mr. Deepak Mittal (from July 18, 2013 to March 18, 2013)	2	2

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 Rajiv Dubey. The Audit Committee met four times during the year under review on April 18, 2013, July 18, 2013, October 18, 2013 and January 28, 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. Mukund Sapre	4	3
2	Mr. George Cherian	4	4
3	Mr J Prabhakar (upto July 18, 2013)	4	0
4	Mr. Rajiv Dubey (since July 18, 2013)	2	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 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

Mumbai, April 22, 2014

Sd/-  
Managing Director

Sd/-  
Director