



Annual Report 2009

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Company Information

BOARD OF DIRECTORS

V. Mohan, Chairman
R. Vasudevan, Managing Director
Amar Lulla, Director
K.G.Krishnamurthy, Director
Ameet Hariani, Director
R. Kannan, Director

COMPANY SECRETARY

M. Krishnamurthi

AUDITORS

Anand Mehta & Associates
Chartered Accountants
29, Khemji Meghji House
3rd Floor, 11/15, Issaji Street,
Vadgadi, Mumbai - 400 003

BANKERS

State Bank of India
Union Bank of India
Citi Bank

REGISTERED OFFICE

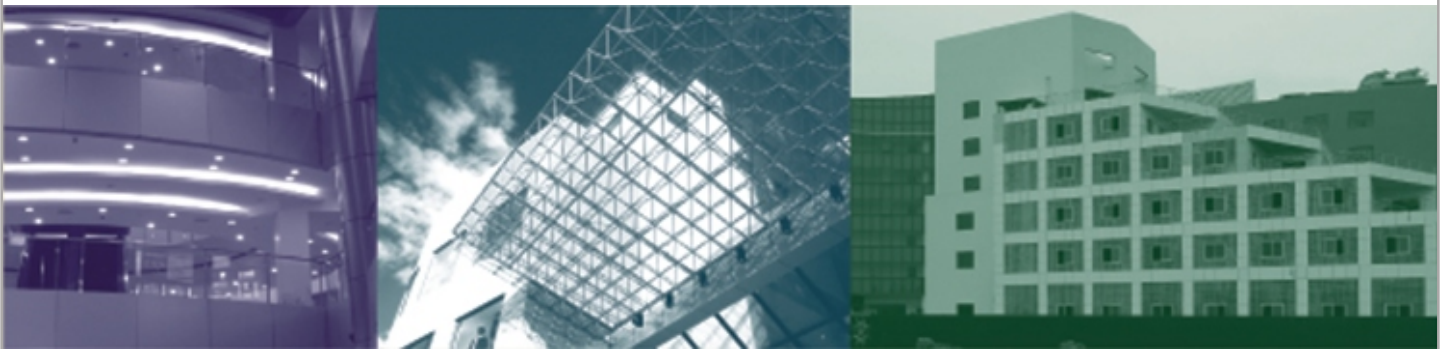
15/16, Hazari Baug,
L.B.S. Marg, Vikhroli (West)
Mumbai - 400 083
Tel: +91-22-2578 1143/7419
Fax: +91-22-25796333

CORPORATE OFFICE

201 'Phoenix', Bund Garden Road,
Pune - 411 001
Tel: +91-20-2612 8336/8339
Fax: +91-20-26131071
email: corporate@vascon.com

WEBSITE

www.vascon.com





A message from Managing Director

As part of its strategic initiatives, Vascon has invested in a new company, Vascon Infrastructure Limited (Vinfra), which specialises in infrastructure projects and is already involved with the Delhi airport project. We believe that Vinfra will go on to make a notable contribution to the process of nation building in the years to come.

As always, Vascon has been fortunate to have excellent support from all its team members. The company did not deviate much from the regular rationalisation of its work force. On the other hand, we started several programmes to reduce stress, encourage employee interaction outside the purview of work and to bring out latent talent.

On the corporate social responsibility front, Vascon Moorthy Foundation (VMF) has completed one year. In a very short time, VMF has been able to accomplish quite a lot especially in improving labour camps, setting up and upgrading crèches at sites, providing for hostel accommodation and higher education of children of construction workers, employee welfare and health care.

With a new government getting ready to take charge, the average citizen is optimistic yet unsure of what the future holds. The stock market has been showing some signs of recovery but the enthusiasm of almost every rally has been dampened by a dip. No sector is in a yet position to claim to have overcome the worst. Real estate remains dull.

In these conditions, it is difficult to make predictions. However, Vascon will continue to draw strength from the dedication of its people and their experience in diverse conditions and industries. It will explore new opportunities locally, nationally and globally. It will also continue to offer maximum value to the client in every project, big and small.

It is disappointing having to take a step back after working up a good pace. But, one must be realistic to understand and adjust to the environment. As every marathon runner knows, there are times when one must set the pace and others when one must conserve. Victory belongs to those who last the longest and maintain a steady pace, whether the wind is with you or against you.

R. Vasudevan

It was the year when recession cast its long shadow over all business activities all over the world. It has been gloomy going all around and the real estate industry certainly seems to be among the worst hit.

The silver lining is that Vascon's profit margins on construction projects have remained healthy. We would like to attribute this to Vascon's enduring reputation for timely delivery of quality construction. We have always believed in delivering maximum value for the client's investment through good times and bad times. Today, when the client is extra vigilant before picking the right engineering company, it is gratifying that Vascon remains the favourite.

Many of us in Vascon, who have witnessed the ups and downs of the realty sector through a couple of decades, have been surprised by the impact of the economic lull on sentiments. We have already implemented various strategies to combat the ongoing difficult conditions. We have shifted focus to contract jobs and are consciously maintaining a mixed bag of big and small projects. Community projects like hospitals and schools are in the forefront. We are also looking at overseas projects, especially in the African continent.

Given the conditions, Vascon too took a hit in both sales and profitability, in 2008-2009. Development projects initiated by the company in association with various local partners in different parts of the country have been postponed. It must be remembered that development projects had made a major contribution to both the pace and volume of Vascon's growth in the recent years. Residential sales have been at best sporadic, in spite of a drop in interest rates and various incentives offered by sections of the industry.

VASCON ENGINEERS LIMITED REPORT ON CORPORATE GOVERNANCE

COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE

Corporate governance is at the root of shareholders' value creation. Your company believes the primary objective of corporate governance is to promote fairness, transparency, accountability & responsiveness directing the company to not only work towards the enhancement of shareholders value but also towards overall betterment of all stakeholders viz shareholders, creditors, customer, employees & society at large.

The company has always been committed to the principle of good corporate governance

BOARD OF DIRECTORS

The main role of Board of Directors is to oversee how

management serve the interest of all stakeholders. To achieve its role Vascon directors have enunciated corporate governance principle to ensure the independence of the Board and to be kept informed of key risk and strategic issues facing Vascon.

COMPOSITION OF THE BOARD OF DIRECTORS

As on 31st March,2009 the Board of Vascon consist of Six directors - One Managing Director and Two Non Executive Directors and Three Non-Executive Independent Directors.

The Table gives the composition of the Board and inter alia the outside directorships held by each of the directors.

As on March 31,2009

Name	Position	Date of Joining	Directorship U/s 275 of the companies Act, 1956 in other Public Limited Companies	Number of Committee Chairmanships/ Memberships held in other Public Limited Companies	
				Committees membership	Committees Chairmanship
V. Mohan DINNO: 00071517	Chairman & Independent Director	May 12,2007	5	NIL	1
R. Vasudevan DIN NO : 00013519	Managing Director	Jan 1,1986	NIL	NIL	NIL
Amar Lulla DINNO: 00026027	Non-Executive Director	Feb 17,2007	1	1	NIL
K. G. Krishnamurthy DIN NO: 00012579	Non-Executive Director	June 21,2006	6	2	NIL
Ameet Hariani DIN NO: 00087866	Independent Director	Sept 19,2007	3	NIL	NIL
R. Kannan DIN NO: 00017321	Independent Director	Sept 19,2007	NIL	NIL	NIL

VASCON ENGINEERS LIMITED REPORT ON CORPORATE GOVERNANCE (Continued)

BOARD MEETINGS

The Board met five times during the financial year 2008-09 on the following dates. These were held on May 23,2008, June 16,2008 (through teleconference), July 21,2008, Dec 9,2008 (through teleconference) and Jan 3, 2009 (through teleconference).

Number of Board meetings and all attendance of directors during the financial year 2008-09.

Given in the table is the attendance record of the directors:-

	No of Board Meetings held	No of Board Meetings attended	Attendance at Last AGM
V. Mohan	5	5	Yes
R. Vasudevan	5	5	Yes
Amar Lulla [§]	5	5	Yes
K. G. Krishnamurthy	5	5	Yes
Ameet Hariani *	5	3	Yes
R. Kannan *	5	4	Yes

*Were given leave of absence on request.

§ Re-appointed as director in last Annual General Meeting held on Aug 25, 2008.

COMMITTEES OF BOARD:

The Company has Board Level Committees, Namely:

1. Audit Committee,
2. Remuneration/Compensation Committee,
3. Shareholders' Grievance Committee,

AUDIT COMMITTEE

Our Audit Committee was reconstituted on Sept 19,2007 and now comprises of four directors . They are:

Mr. V. Mohan (Chairman & Independent Director)

Mr. Ameet Hariani (Independent Director)

Mr. R. Kannan (Independent Director)

Mr. R. Vasudevan (Managing Director)

The Company Secretary acts as secretary to the Audit Committee.

During the year Audit committee met on May 23,2008.

REMUNERATION/COMPENSATION COMMITTEE

Our Remuneration/Compensation Committee was reconstituted on Sept 19, 2007 now comprises of four directors . They are :

Mr. V. Mohan (Chairman) (Independent Director)

Mr. R. Kannan (Independent Director)

Mr. Ameet Hariani (Independent Director)

Mr. Amar Lulla (Non-executive Director)

The details of remuneration paid/payable to the directors for the year ended March 31, 2009 are as under

Name of Director	Salary, Commission & Ex-gratia	Other perquisites	Contribution to PF	Sitting fees	Total
R. Vasudevan	13661400	1538333	1070400	nil	16540133
V. Mohan	nil	nil	nil	50000	50000
Amar Lulla	nil	nil	nil	50000	50000
K. G. Krishnamurthy	nil	nil	nil	50000	50000
Ameet Hariani	nil	nil	nil	30000	30000
R. Kannan	nil	nil	nil	40000	40000

Mr R Vasudevan holds 16,72,727 equity shares under Employee Stock Option Scheme,2007 of the company .

During the year no Remuneration/Compensation committees meetings were held.

VASCON ENGINEERS LIMITED REPORT ON CORPORATE GOVERNANCE (Continued)

SHAREHOLDERS GRIEVANCE COMMITTEE

Our Shareholders Grievance Committee was constituted on Oct 23, 2007 and comprises of three directors. They are:

1. Mr. Amar Lulla (Chairman)
2. Mr. R. Vasudevan
3. Mr. K. G. Krishnamurthy

During the year no Remuneration/Compensation committees were held

GENERAL SHAREHOLDER INFORMATION

24th Annual General Meeting

Date : 10th August, 2009

Time : 11.30 p.m.

Venue : 201, Phoenix, Bund Garden Road, Pune-411001

Last three Annual General Meetings

YEAR	DATE AND TIME	VENUE	SPECIAL RESOLUTION (S) PASSED
2005-06	Sept 28, 2006 at 4.30 P.M.	15/16, Hazari Baug, LBS Marg, Vikhroli (West) Mumbai 400 083	NIL
2006-07	June 11, 2007 at 12.00 P.M.	The Conference Room of HDFC HIREF, 6th Floor, Raman House, H T Parekh Marg, 169 Backbay Reclamation, Churchgate, Mumbai-20	1. Amendment of Memorandum of Association on Increase in Authorised Capital of the Company 2. Further issue of shares u/s 81(1A) of the Companies Act, 1956. 3. Adoption of the new set of Articles of Association of the Company.
2007-08	Aug 25, 2008 at 3.00 P.M.	The Conference Room of HDFC HIREF, 6th Floor, Raman House, H T Parekh Marg, 169 Backbay Reclamation, Churchgate, Mumbai-20	NIL

All special resolutions in the Annual general Meeting held in 2007 were passed through show of hands. There is no proposal to conduct postal ballot for any matter in ensuing Annual General Meeting.

FINANCIAL RESULTS ON COMPANY'S WEBSITE:

The annual results of the Company are displayed on its web site www.vascon.com. Presentation to analysts, as and when made, are immediately placed on the website for the benefit of the shareholders and public at large.

Contact Information

Registered Office:

15/16, Hazari Baug, LBS Marg,
Vikhroli (West) Mumbai 400 083
T: +91-22-25781143/25787419

Corporate Office :

201, 'Phoenix', Bund Garden Road, Pune – 411 001,
T: +91-20-30562200 F: +91-20-26131071

Compliance Officer :

M Krishnamurthi
Company Secretary
T: +91-20-30562200 F: +91-20-26131071]
email:mk_murthi@vascon.com

Website www.vascon.com

DIRECTORS' REPORT

Dear Members,

We are delighted to present 24th Annual Report on the business and operations of the Company for the year ended 31st March, 2009.

FINANCIAL RESULTS

(Rs, crores)

Particulars	March,09		March,08	
Gross Receipts :	530.55		603.13	
Profit before Interest and Depreciation		61.95		120.51
Less: Interest	25.35		15.95	
Depreciation	5.72	31.07	4.05	20.00
Profit Before Tax	30.88		100.51	
Less: Provision for Tax				
Current	9.63		36.60	
Fringe Benefit Tax	0.36		1.80	
Deferred Tax Expense/(Gain)	-0.16	9.83	-0.83	37.57
Profit After Tax	21.05		62.94	
Add/Less: Excess/(Short) Provision Written Back/ Off		-0.59		0.95
Surplus for the year carried to Balance Sheet	20.46		63.89	

Profits of 2007-2008 was higher due to strategic sale and real estate turnover.

BUSINESS PROSPECTS

Recession took a toll on all sectors all over the world, while realty was among the worst affected in India. The Company's sales dropped by 12 percent while profitability also went down. This was mainly on account of postponement or cancellation of several development projects across the country. However, it is significant to note that Vascon's margins on pure engineering projects were intact. The contractual turnover of the company made a significant progress by registering an increase of 49.6%. The Company has taken a decision to focus more on contract jobs and community projects like hospitals and schools. The job basket will continue to be a prudent mix of big and small projects while strategic investments will be made in infrastructure ventures.

While it is uncertain when the economy will bounce back, Vascon is confident that its stringent cost-cutting initiatives and aggressive exploration of long-term opportunities in India and other countries will help it emerge stronger. A petition has been filed with the Company Law Board by a party impugning a loan taken by the Company on the security of a property belonging to a subsidiary of the

Company. The petition is being contested. Active steps are also being taken for replacement of the security, as and by way of abundant caution.

AWARDS AND RECOGNITIONS

During the year, the Company received various awards and recognitions. Significant among these were:

- Best IT Infrastructure Company Award, 2008, from the Government of Maharashtra
- Building Industry Leadership Awards, from Builders Information Bureau, New Delhi

DIVIDEND

We do not recommend any dividend for the year under review, because the available surplus is to be ploughed back to nourish the growth of the Company.

SOURCES OF FUNDS

The Company has been making concerted efforts to broaden its sources of funds.

I) RIGHTS ISSUE AND INCREASE IN PAID-UP CAPITAL Pursuant to the resolution passed by the Board of Directors on July 21, 2008, rights shares were issued in the ratio of one equity share for every 22 equity shares held (1:22). Following this, the paid-up capital of the company increased from Rs. 726,147,060/- to Rs. 759,153,730/- . The number of paid up equity shares of Rs. 10/- each increased from 72,614,706 to 75,915,373.

II) ISSUE OF UNSECURED CONVERTIBLE DEBENTURES

Pursuant to the resolution passed by the Board of Directors on July 21, 2008, debentures were allotted in the ratio of one debenture for every 22 equity shares held (1:22). Following this, Unsecured Convertible Debentures stands as 3,300,677 of Rs. 152/- each .

III) FIXED DEPOSITS

The Company has accepted deposits from the public, without invitation, under section 58A of the Companies Act, 1956, pursuant to the resolution passed by the Board of Directors on December 9, 2008. The statement in lieu of advertisement, signed by all Directors, was filed with the Registrar of Companies, Mumbai in accordance with Rule 4A(1) of the Companies (Acceptance of Deposits) Rules, 1975. Fixed deposits accepted from employees and others amounted to Rs. 4.45 lakh as on 31st March, 2009.

PARTICULARS OF CONSERVATION OF ENERGY, TECHNOLOGY ABORTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

Particulars of conservation of energy, technology abortion, foreign exchange earnings and outgo as required under section 217 of the Companies Act, 1956 are given in the annexed statement.

VASCON ENGINEERS LIMITED DIRECTORS' REPORT (Continued)

PARTICULARS REGARDING EMPLOYEES

Particulars of employees drawing remuneration exceeding Rs. 24,00,000/- per annum or Rs. 2,00,000/- per month, as required under Section 217 of the Companies Act, 1956 are given in the annexed statement.

SUBSIDIARY COMPANIES

The Company has nine subsidiaries. During the year Company has acquired additional shares of Floriana Properties Pvt. Ltd. following which it has become wholly owned subsidiary of the Company. Vide its letter number 47/113/2009-CL-III dated 20th April, 2009, the Ministry of Company Affairs has granted approval for not attaching copies of the Balance Sheet, Profit and Loss Account, Directors' Report and Auditor's Report of the nine subsidiary companies of Vascon, for the year 2008-09. However, those members interested in obtaining these documents may write to the Company's registered address. The consolidated financial statements of these subsidiaries, duly audited by the statutory auditors, form part of this report.

DIRECTORS

Retirement by Rotation

Mr V Mohan retires by rotation and, being eligible, offers himself for re-appointment at the ensuing Annual General Meeting. His brief resume has been furnished in the explanatory statement accompanying the notice of the Annual General Meeting.

DIRECTORS' RESPONSIBILITY STATEMENT PURSUANT TO SECTION 217(2AA)

The Directors have:

- a) followed all applicable accounting standards in the preparation of annual accounts as recommended by statutory auditors.
- b) 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 year and of the profit or loss of the Company for that year.
- c) 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.
- d) The annual accounts are prepared on going concern basis.

SOCIAL RESPONSIBILITY

The Vascon Moorthy Foundation (VMF), set up to guide and execute the Company's social responsibility and welfare initiatives, has completed one year. It has done significant work in the areas of education, health and hygiene at almost all Vascon construction sites. It has also launched new programmes in health care of employees and their immediate family members. VMF is paying special attention to facilitating higher education of children of construction workers. In addition to this, the Company actively participated in activities to promote safety and environment preservation.

AUDITORS

Anand Mehta & Associates, auditors, retire at the forthcoming Annual General Meeting and, being eligible, seek re-appointment. We recommend their re-appointment.

ACKNOWLEDGEMENT

We thank our bankers, customers and vendors for their continued support to our Company's growth. We place on record their appreciation of the contributions made by Vascon's employees at all levels. Their competence, hard work, solidarity, cooperation and support have enabled the company to perform consistently well in a challenging environment.

Mumbai,
23rd June, 2009

On Behalf of the
Board of Director

V Mohan
Chairman

ANNEXURE TO DIRECTORS' REPORT

Annexure-1

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO.

As required under Section 217(1)(e) of the Companies Act, 1956 read with Rule 2 of the Companies (Disclosure of particulars in the Report of the Board of Directors) Rules, 1988, our Company is not covered by the Schedule of Industries which are required to furnish the information in Form-A.

Our Company has not imported any technology or other items, or carried on the business of export or import. Therefore, the disclosure requirements against technology absorption are not applicable to the Company.

FOREIGN EXCHANGE EARNINGS AND OUTGO

	2008-09 (Rs.)	2007-08 (Rs.)
Foreign exchange:- Earnings	114,120,019	182,689,896
Foreign exchange:- Expenditure	98,583,045	24,053,999

Mumbai,
23rd June, 2009

On Behalf of the Board of Director

V Mohan
Chairman

The Woods, Pune

ANNEXURE TO DIRECTORS' REPORT (Continued)

Annexure-2

Pursuant to the provisions of section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) rules, 1975 as amended, the names and other particulars of employees are as under:-

NAME	AGE	REMUNERATION	QUALIFICATION	EXPERIENCE	DATE OF JOINING	PREVIOUS EMPLOYMENT
R Vasudevan	56	16,270,133	BE Civil	32	1-Jan-86	Cipla Ltd
S.P. Nair	44	4,380,601	B.Com. & D.B.M.	18	1-Jan-06	Alcon Builders Pvt Ltd
D. Santhanam	47	4,380,601	B.Com & A.C.A.	23	16-Jan-89	LIC of india
M.T. Badshah	46	2,551,320	B.Com.	25	22-May-89	Fluid Control Private Limited
T.V. Jagdale	43	2,551,320	L.C. & S.E.	21	1-Jan-90	Shapoorji Pallonji
P.S. Padgaonkar	52	3,995,401	B.E.	29	17-Oct-88	Hindustan Ciba-Geigy Limited
Kumar Krishnan	52	4,717,440	B.E. - Civil	30	4-Jan-95	Mansoor Associates
C.V. Shah	48	4,871,520	B.E. - Civil	24	1-Dec-86	Alcon Builders Pvt Ltd
M. Krishnamurthi	49	3,226,561	B.Com. & B.G.L. & A.C.A. & A.C.S. & A.C.M.A.	25	19-Jul-05	Apollo Hospitals
Virendra Jain	36	2,464,380	B.Arch. & M.S. In Facilities Management	14	24-Jul-06	Thornton & tomaseti Group Inc, NY
Shirish Mohile	61	2,881,861	D.Arch. & Auto Cad	36	1-Oct-07	Mazen Al Umran Consulting Architect
Santosh Sundararajan	33	2,881,861	B.E.-Civil, M.B.A. - Finance, C.F.A., P.H.D. - Structural Design	14	1-Oct-07	Buro Engineers Singapore Pte. Ltd.
Chintamani Kelkar	47	1,301,561	B.E. - Electrical	24	2-Jan-08	Aditya Birla Health Services Limited

Employed for the part of the year:

Amit Kumar Govil	38	1,418,014	B.Tech.Civil	17	21-Oct-08	Maytas Properties Private Limited
Ram Bhatija	55	668,610	B.E. - Metallurgy	30	15-Jan-09	K. Raheja Constructions

- Note:
- 1 All the above employments are contractual in nature.
 2. None of the employees are relatives with in the meaning of Section 6 of the Companies Act, 1956.
 3. None of the employees in their capacity owns equivalent to or more than 2% of the outstanding shares of the Company as on March 31,2009

Mumbai

23rd June, 2009

On behalf of the Board of Directors

V Mohan
Chairman

AUDITOR'S REPORT

The Members of
VASCON ENGINEERS LIMITED

1. We have audited the attached Balance Sheet of the above company as at 31st March, 2009, and also the Profit & Loss Account and the Cash flow Statement for the year ended as on that date annexed thereto. These financial statements are the responsibility of the 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. These standards require that we plan and perform the audit to obtain reasonable assurance that the financial statements are free from any material misstatements. An audit includes examining on test basis evidence supporting the amount of disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management as well as evaluating the overall financial statements 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 in terms of Sec. 227(4A) of the Companies Act, 1956 and on the basis of such checks of the books and records as we considered appropriate and to the best of our knowledge and according to the information and explanations given to us during the course of the audit, we give below in the annexure a statement on the matter specified in paragraph 4 and 5 of the said order to the extent applicable to the company.

4. Further to our comments in the annexure referred to in paragraph 1 above:

- a. 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.
- b. In our opinion, proper Books of Accounts as required by the law have been kept by the Company so far as it appears from examination of such books.
- c. The Balance Sheet and Profit and Loss Account and Cash Flow Statement referred in this report are in agreement with the Books of Account.

d. In our opinion the Balance Sheet and Profit & Loss Account and Cash Flow Statement referred to in this report are in compliance with the accounting standards referred to in section 211 (3C) of the Companies Act, 1956.

e. On the basis of the written representations received from the directors of the Company and taken on record by the board of directors we report that none of the directors is disqualified at the year-end from being appointed to act as 'Director' under Section 274 (1) (g) of the Companies Act, 1956.

f. In our opinion and to the best of our information and according to the explanations given to us, the said Balance Sheet, Profit and Loss Account and Cash Flow Statement read together with the notes thereon give the information required by the Companies Act, 1956 in the manner as required and give a true and fair view in conformity with the accounting principles generally accepted in India

I. In so far as it relates to the Balance Sheet, of the State of affairs of the company as at 31st March, 2009

II. In so as it relates to the Profit and Loss Account, of the Profit of the company for the year ended on that date; and

III. In so as it relates to the Cash Flow Statement, of the cash flows of the company for the year ended on that date.

For Anand Mehta & Associates

Chartered Accountants

KUSAI GOAWALA

Partner

Membership No. 39062

Mumbai : Dated - 23rd June, 2009.

AUDITOR'S REPORT (Continued)

ANNEXURE TO AUDITOR'S REPORT

Annexure referred to in Paragraph 3 of the Auditor's report to the share holders of VASCON ENGINEERS LIMITED, on the accounts for the year ended 31st March, 2009.

- 1)
- The company is maintaining proper records showing full particulars of fixed assets.
 - As per the information and explanation to us, the fixed assets have been physically verified by the management at regular intervals, having regard to the size of the company and nature of its assets. No material discrepancies between the book records and physical inventory were noticed.
 - During the Year, the Company has not disposed off substantial part of fixed assets which may not affect the going concern status of the Company.

- 2)
- The company is engaged mainly in the construction business. Majority of the stock of the company are in form of developments/ work in progress. The stock in the said form and stock of other materials have been regularly verified by the management during the year. In our opinion the frequency of verification is reasonable.
 - In our opinion and according to the information and explanations given to us, the procedures of physical verification of stocks followed by the management were reasonable and adequate in relation to the size of the company and the nature of its business.
 - The inventories which are in the form of work-in-progress/development keep on changing as work progresses. Due to its very nature it is not comparable with any book records. Except this, discrepancies noticed on verification between physical stock and book records were not material and have been properly dealt with in the books of accounts.

- 3)
- The Company has not granted any loans to Companies, firms, or other parties listed in the Register maintained under sec. 301 of the Companies Act, 1956 and hence the clause (a) to (d) of Paragraph 4(iii) of the Order are not applicable.
 - The Company has taken loans from parties listed in Register maintained under section 301 of the Companies Act, 1956, the number of parties and the aggregate amount involved in the transaction during the year under review was as follows.

	Cur. Yr.	Prev. Yr.		Cur. Yr.	Prev. Yr.
No. of Parties.	0	1	Amt. Involved Rs..	0	10,000,000

- The rate of Interest and other terms and conditions of such loans are, in our opinion, prima facie, not prejudicial to the interests of the Company.
- In respect of such loans taken by the Company, the company is regular in repayment of the principal amounts as stipulated and payment of interest where applicable.

- 4)
- In our opinion, the company has an adequate internal control system commensurate with the size of the company and the nature of its business with regard to the purchase of inventories and fixed assets and with regard to sale of goods and services. We have not observed continuing failure to correct major weaknesses in internal control systems.

- 5)
- According to the information and explanation given to us, we are of the opinion that the contracts/ arrangement that need to be entered into a register maintained in pursuance of Section 301 of the Companies Act, 1956 have been so entered.
 - In our opinion and according to information and explanation given to us the transactions for the purchase of goods, materials and services and sales of goods, materials and services where-ever made in pursuance of contracts or arrangement entered in register maintained under section 301 of the companies Act 1956, and exceeding the value of Rs. 5,00,000/- in respect of each such party during the year were at a prices which are reasonable having regard to prevailing market prices at the relevant time.

AUDITOR'S REPORT (Continued)**6)**

- a) In our opinion and according to the information given to us, In respect of the Deposits accepted by the Company from the public and in that regard the Company has complied with the directives issued by the Reserve Bank of India and the provisions of section 58A and 58AA and any other relevant provisions of the companies Act 1956 and rules framed there under as may be applicable. According to the information and explanation given to us, no order has been passed by company Law Board or the National Company Law Tribunal or any Court or any other Tribunal in regard to the above provisions.

7)

- a) In our opinion, the company has an adequate internal audit system commensurate with the size and the nature of its business.

8)

- a) According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 for any of the products of the company.

9)

- a) According to the information and explanations given to us, the Company was generally regular in depositing with appropriate authority undisputed statutory dues in respect of Provident fund, Investor Education and protection fund, Employee's state Insurance, Wealth tax, service tax, cess and other statutory dues as may be applicable. There was no arrears of any statutory dues which were outstanding as at year end for a period of more than 6 months from the date they became payable.
- b) According to the information and explanations given to us, there was no disputed dues in respect of Income tax, Sales tax, Custom duty, Wealth tax, Service Tax, Excise Duty except in respect of the particulars given here under :

Sr.	Tax Laws	Forum where dispute is pending	Cur. Yr.	Prev. Yr.
1	Service Tax	Commissioner (Appeal) Chandigarh Service tax	1,413,354	Nil
2	Service Tax	Service tax appellate tribunal Delhi	8,010,864	Nil

10)

- a) In our opinion, the company is not having any accumulated losses. The company has not incurred cash losses during the financial year covered by our audit or the immediately preceding financial year.

11)

- a) According to the explanation and information given to us, the Company has not defaulted in payment of dues to financial institutions and banks. The Company has issued convertible debentures, hence there is no question of repayment of the same.

12)

- a) According to the explanation and information given to us, the Company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities.

13)

- a) In our opinion the Company is not a Chit fund or nidhi or mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order 2003 are not applicable.

14)

- a) According to explanation and information given to us, the Company is neither dealing nor trading in shares, securities, debentures and other investments and hence clause 4(xiv) of the Companies (Auditors' Report) Order 2003 is not applicable.

AUDITOR'S REPORT (Continued)

15)

- a) According to the information and explanation given to us, the terms and conditions of guarantee given by the Company for loans taken by others from bank or financial institutions, are not prejudicial to the interest of the Company.

16)

- a) According to the information and explanation given to us, the funds raised by the Company by way of term loans availed from Bank and/or financial institutions have been applied for the purpose for which the same has been availed except in case of loan of Rs 40 crores an amount of RS 6.70 crores not required immediately for the purpose for which it is disbursed have been temporarily parked with other company.

17)

- a) According to the information and explanation given to us and overall examination of the financial statements we are of the opinion that the company has not utilized the funds raised during the year on short term for long term purpose.

18)

- a) According to the explanation and information given to us, the Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under section 301 of the Companies Act, 1956.

19)

- a) According to the explanation and information given to us, the Company has issued unsecured debentures, and hence there is no question of creating any security against the same.

20)

- a) The Company has not made any issue of shares, debentures or any other securities to the public during the year under review and hence there is no question of disclosure of end use or verification thereof.

21)

- a) During the Course of examination of books of accounts carried out in accordance with the auditing standards generally accepted in India and according to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the period nor have we been informed of any such case by the management.

For Anand Mehta & Associates

Chartered Accountants

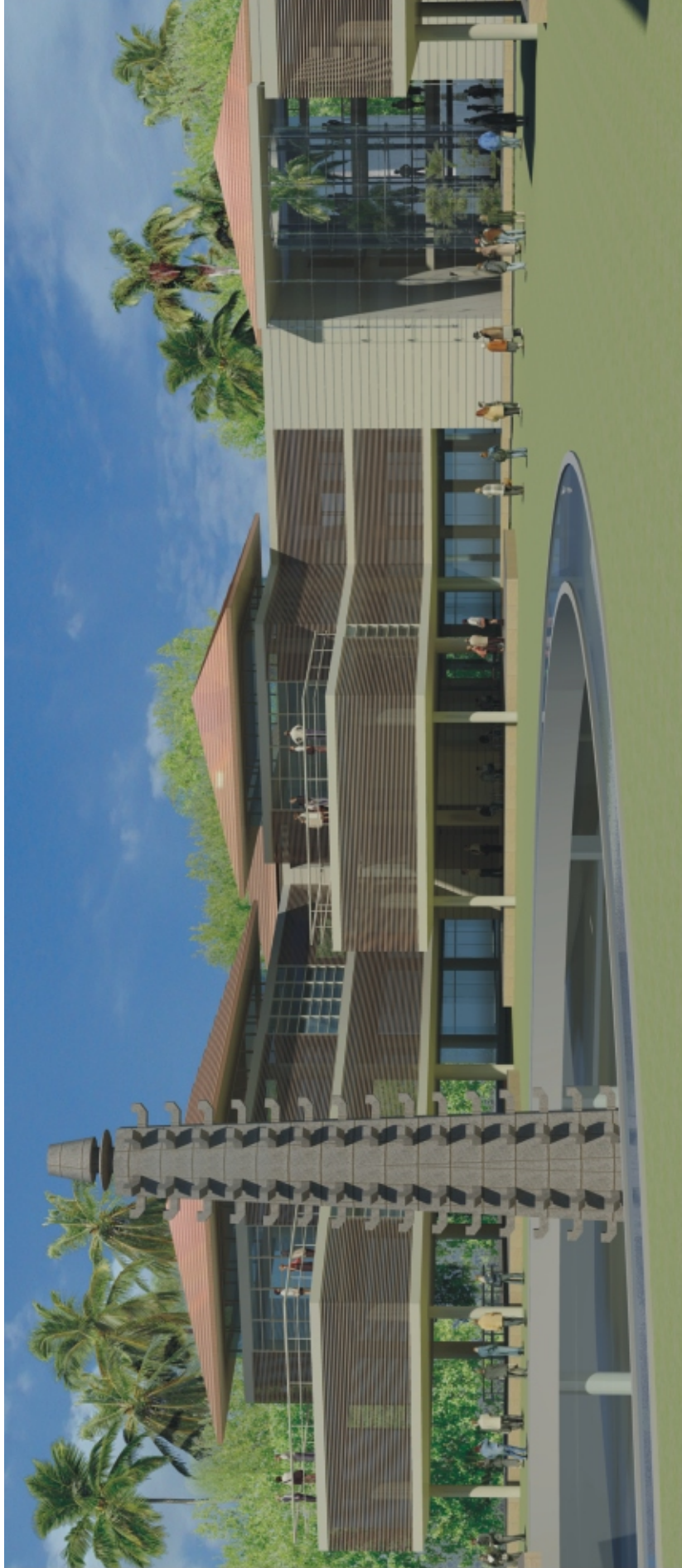
KUSAI GOAWALA

Partner

MEMBERSHIP NO. 39062

MUMBAI : DATED - 23rd June, 2009

Suzlon Corporate Campus, Pune



BALANCE SHEET AS AT 31ST MARCH, 2009

(Amount in Rupees)

PARTICULARS	SCH. NO.	MARCH 2009		MARCH 2008	
		Rs.	Rs.	Rs.	Rs.
SOURCES OF FUNDS					
1) SHARE HOLDERS FUND :					
a) Capital	1	759,153,730		726,147,060	
b) Reserves & Surplus	2	3,076,082,939		2,398,560,061	
			3,835,236,669		3,124,707,121
2) LOANS FUNDS :					
a) Secured Loans	3	1,050,105,699		80,805,496	
b) Unsecured Loans	4	714,591,573		2,463,302,554	
			1,764,697,272		2,544,108,050
			5,599,933,941		5,668,815,171
APPLICATION OF FUNDS					
1) FIXED ASSETS					
a) Gross Block	5	615,785,178		516,009,164	
b) Less : Depreciation		173,239,575		124,985,223	
		442,545,603		391,023,941	
c) Capital Work in Progress		6,460,000		12,452,108	
d) Net Block			449,005,603		403,476,049
2) INVESTMENTS					
	6		1,256,771,909		1,115,647,637
3) DEFERRED TAX ASSET/(LIABILITY)					
(Refer Note No. 10 of Schedule 21)			3,831,882		2,154,646
4) CURRENT ASSETS, LOANS & ADVANCES					
a) Inventories	7	748,161,745		499,523,045	
b) Sundry Debtors	8	2,195,111,292		2,300,868,295	
c) Other Currents Assets	9	300,751,943		87,166,445	
d) Cash & Bank Balances	10	200,560,789		490,402,710	
e) Loans & Advances	11	3,264,067,856		2,787,029,124	
		6,708,653,625		6,164,989,620	
LESS :- CURRENT LIABILITIES & PROVISIONS					
a) Current Liabilities	12	1,956,510,477		1,361,978,525	
b) Provisions	13	861,818,601		655,474,254	
		2,818,329,078		2,017,452,779	
NET CURRENT ASSETS					
			3,890,324,547		4,147,536,841
5) MISCELLANEOUS EXPENDITURE					
(To the extent not written off or adjusted)			—		—
			5,599,933,941		5,668,815,171
Notes To Accounts	21				

AS PER OUR REPORT OF EVEN DATE

For Anand Mehta & Associates
CHARTERED ACCOUNTANTS**Kusai Goawala**

PARTNER

MEMBERSHIP NO. 39062

MUMBAI : DATED - 23rd June, 2009

FOR VASCON ENGINEERS LIMITED

R. Vasudevan
MANAGING DIRECTOR**V. Mohan**
CHAIRMAN**M. Krishnamurthi**

COMPANY SECRETARY

MUMBAI : DATED - 23rd June, 2009

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2009

(Amount in Rupees)

PARTICULARS	SCH. NO.	MARCH 2009		MARCH 2008	
		Rs.	Rs.	Rs.	Rs.
INCOME					
Work / Sales / Services	14		5,472,037,650		6,125,466,635
Less : Value Added Tax Collected		(179,434,071)		(139,115,894)	
Service Tax Collected		(165,753,221)	(345,187,292)	(135,475,855)	(274,591,749)
Work / Sales / Services (Net)			5,126,850,358		5,850,874,886
Other Operating Income	15		65,058,046		66,332,915
Interest Earned [TDS Rs. 89,54,954/- (Rs.1,10,69,469/-)]			111,666,899		58,909,761
Other Income	16		1,974,943		55,269,353
			5,305,550,246		6,031,386,915
EXPENDITURE					
Cost Of Sale / Work	17	3,919,877,040		4,216,188,092	
Employees Remuneration & Welfare Expenses	18	318,675,293		299,612,903	
Office & Establishment Expenses	19	247,378,116		310,481,767	
Finance Cost	20	253,501,846		159,511,239	
Provision for Contingency (Refer Note No. 12 of Schedule 21)		200,000,000		—	
Depreciation	5	57,255,457		40,480,704	
			4,996,687,753		5,026,274,705
Profit Before Taxation			308,862,493		1,005,112,209
Less : Provision For Taxation					
Current (Net of Refund)		96,320,000		366,000,000	
Fringe Benefit Tax		3,636,239		17,963,201	
Deferred Tax Expenses / (Gain)		(1,677,237)		(8,278,456)	
			98,279,002		375,684,745
Profit after Tax			210,583,491		629,427,464
Excess/(Short) Provision W/Back / (Off)			(5,914,072)		9,479,732
SURPLUS FOR THE YEAR CARRIED TO BALANCE SHEET			204,669,419		638,907,196
Earning Per Share (Equity shares, par value of Rs 10/- each) (Refer Note No. 24 of Schedule 21)					
Basic Earning Per Share before Provision for Contingency (Net of Tax)			4.50		8.71
Dilluted Earning Per Share before Provision for Contingency (Net of Tax)			4.49		8.70
Basic Earning Per Share after Provision for Contingency (Net of Tax)			2.73		8.71
Dilluted Earning Per Share after Provision for Contingency (Net of Tax)			2.72		8.70
Notes To Accounts	21				

AS PER OUR REPORT OF EVEN DATE

For Anand Mehta & Associates
CHARTERED ACCOUNTANTS

Kusai Goawala

PARTNER
MEMBERSHIP NO. 39062
MUMBAI : DATED - 23rd June, 2009

FOR VASCON ENGINEERS LIMITED

R. Vasudevan
MANAGING DIRECTOR

V. Mohan
CHAIRMAN

M. Krishnamurthi
COMPANY SECRETARY
MUMBAI : DATED - 23rd June, 2009

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2009

(Amount in Rupees)

PARTICULARS	MARCH 2009		MARCH 2008	
	Rs.	Rs.	Rs.	Rs.
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before Tax		308,862,493		1,005,112,211
Adjustments to reconcile profit before tax to cash provided by operating activities				
Add:				
Depreciation	57,255,457		40,480,704	
Amortisation/ excess short prov. w/back	(5,914,072)		9,479,732	
Interest paid	253,501,846		137,154,658	
Dividend Income	(1,524,330)		(7,497,007)	
Employee Compensation Expenses (ESOP)	4,158,745		65,885,245	
Interest income	(111,666,899)		(58,909,761)	
Provision for Doubtful Debt	19,422,998		44,176,977	
(Profit) Loss on Sale of Assets	464,409		(154,873)	
(Profit) Loss on Sale of Investments	—		(44,951,920)	
		<u>215,698,154</u>		<u>185,663,755</u>
		524,560,647		1,190,775,966
Income Taxes paid during the year		(157,684,350)		(443,500,515)
Fringe Benefit Tax		(3,636,239)		(17,963,201)
<u>Changes in current assets and liabilities</u>				
Decrease / (Increase) in Inventories before Capitalisation of Borrowing Cost		(202,598,170)		74,496,906
Decrease / (Increase) in Sundry Debtors		86,334,005		(787,968,763)
Decrease / (Increase) in Other Current Assets		(213,585,498)		36,213,227
Decrease / (Increase) in Loans and Advances		(319,354,382)		(779,767,219)
Increase / (Decrease) in Current Liabilities and Provisions		704,556,300		(14,640,197)
A. NET CASH GENERATED BY OPERATING ACTIVITIES		<u>418,592,313</u>		<u>(742,353,796)</u>
CASH FLOWS FROM FINANCING ACTIVITIES				
Increase / (Decrease) in Share Capital		501,701,384		16,500,000
Increase / (Decrease) in Secured Loans		969,300,203		(50,533,569)
Increase / (Decrease) in Unsecured Loans		(1,748,710,981)		2,029,081,721
Interest Income		111,666,899		58,909,761
Interest Paid Including Capitalised to Qualifying Assets		(299,542,376)		(137,154,658)
B. NET CASH GENERATED (USED) IN FINANCING ACTIVITIES		<u>(465,584,871)</u>		<u>1,916,803,255</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of fixed assets		(116,606,648)		(212,159,324)
Dividend Income		1,524,330		7,497,007
Proceeds on Disposal of fixed assets		13,357,228		264,999
Proceeds on Disposal of Securities/investments		437,550,000		46,981,920
Long Term investments in securities		(578,674,272)		(583,298,653)
C. NET CASH (USED) IN INVESTING ACTIVITIES		<u>(242,849,361)</u>		<u>(740,714,051)</u>
D. NET CASH INFLOW (OUTFLOW) (A+B+C)		<u>(289,841,921)</u>		<u>433,735,407</u>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		490,402,710		56,667,303
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		200,560,789		490,402,710
NET (DECREASE) / INCREASE IN CASH & CASH EQUIVALENTS DURING THE PERIOD		<u>(289,841,921)</u>		<u>433,735,407</u>

AS PER OUR REPORT OF EVEN DATE

For Anand Mehta & Associates
CHARTERED ACCOUNTANTS

Kusai Goawala

PARTNER
MEMBERSHIP NO. 39062
MUMBAI : DATED - 23rd June, 2009

FOR VASCON ENGINEERS LIMITED

R. Vasudevan
MANAGING DIRECTORV. Mohan
CHAIRMANM. Krishnamurthi
COMPANY SECRETARY
MUMBAI : DATED - 23rd June, 2009

SCHEDULES FORMING PART OF ACCOUNTS

(Amount in Rupees)

PARTICULARS	MARCH 2009	MARCH 2008
SCHEDULE NO. 1		
<u>SHARE CAPITAL</u>		
AUTHORISED		
100,000,000 (100,000,000) EQUITY SHARES OF RS. 10/- EACH.	1,000,000,000	1,000,000,000
	<u>1,000,000,000</u>	<u>1,000,000,000</u>
ISSUED AND SUBSCRIBED		
75,915,373 (72,614,706) EQUITY SHARES OF RS.10/- EACH FULLY PAID-UP	759,153,730	726,147,060
	<u>759,153,730</u>	<u>726,147,060</u>
Out Of The Above:		
55,622,353 (55,622,353) Equity Shares of Rs.10/- each are Allotted As Fully Paid-Up By Way of Bonus Shares by Capitalising Free Reserves of the Company.		
16,50,000 (16,50,000) Equity Shares of Rs.10/- each are Allotted As Fully Paid-Up to Employees of the Company Pursuant to the Employee Stock Option Scheme 2007.		
SCHEDULE NO. 2		
<u>RESERVE & SURPLUS</u>		
SHARE PREMIUM ACCOUNT		
BALANCE AT THE COMMENCEMENT	1,393,002,970	1,331,276,470
ADD:- RECEIVED DURING THE YEAR	468,694,714	61,726,500
	<u>1,861,697,684</u>	<u>1,393,002,970</u>
GENERAL RESERVE		
BALANCE AT THE COMMENCEMENT	—	37,553,366
LESS : CAPITALISATION OF PROFITS BY WAY OF BONUS SHARES	—	37,553,366
	<u>—</u>	<u>—</u>
EMPLOYEE STOCK OPTIONS		
(Refer Note 27 of Schedule 21)		
EMPLOYEE STOCK OPTIONS OUTSTANDING	12,476,235	12,476,235
LESS: DEFERRED EMPLOYEE COMPENSATION OUTSTANDING	(4,158,745)	(8,317,490)
	<u>8,317,490</u>	<u>4,158,745</u>
PROFIT & LOSS A/C		
(As per annexed Profit and Loss Account)		
BALANCE BROUGHT FORWARD	1,001,398,345	679,761,313
LESS : CAPITALISATION OF PROFITS BY WAY OF BONUS SHARES	—	317,270,164
	<u>1,001,398,345</u>	<u>362,491,149</u>
ADD : PROFIT TRANSFERRED FROM PROFIT AND LOSS ACCOUNT	204,669,419	638,907,196
	<u>1,206,067,764</u>	<u>1,001,398,345</u>
	<u>3,076,082,939</u>	<u>2,398,560,061</u>

SCHEDULES FORMING PART OF ACCOUNTS (Continued)

(Amount in Rupees)

PARTICULARS		MARCH 2009	MARCH 2008
SCHEDULE NO. 3			
SECURED LOANS			
	<i>Note</i>		
TERM LOANS			
A) FROM BANKS FOR ASSETS	1	61,304,303	72,282,661
B) FROM BANKS	2	28,957,459	—
C) FROM FINANCIAL INSTITUTIONS	3	400,000,000	—
CASH CREDIT FROM BANKS	4	559,843,937	8,522,835
		1,050,105,699	80,805,496

- 1 The term loans are secured against the hypothecation of vehicles/assets financed by them.
- 2 The term loans are secured against equitable mortgage of premises belonging to other Company and personal guarantee of Managing Director of the Company.
- 3 The term loans are secured against the equitable mortgage of premises belonging to Subsidiaries of the Company and personal guarantee of Managing Director of the Company and director of the Subsidiary of the Company.
- 4 Cash credit from banks is secured against hypothecation of raw materials, work in progress, stores, & spares & finished goods, book debt and equitable mortgage of specified immovable properties of the company and personal guarantee of the Managing Director of the Company.

SCHEDULE NO. 4
UNSECURED LOANS

FROM FINANCIAL INSTITUTIONS/BANKS*	—	230,000,000
FROM COMPANIES	157,614,443	2,216,750,650
15% CONVERTIBLE DEBENTURES (Refer Note No. 13 of Schedule 21)	501,702,904	—
PUBLIC DEPOSITS#	451,172	—
SECURITY DEPOSITS	54,823,054	16,551,904
	714,591,573	2,463,302,554

*Loan against the personal guarantee of Managing Director.

Due for repayment within one year Rs. 3,95,000/- (Previous Year Rs. Nil)

SCHEDULE NO. 6
INVESTMENTS

INVESTMENTS - LONG TERM

TRADE	Nil	Nil
OTHERS QUOTED		
CORPORATION BANK LTD	16,000	16,000
200 (200) Equity Shares of Rs.10/- Each fully paid.		
** Aggregate Market Value Of Quoted Investments	16,000	16,000
Rs.35970/- (Rs.56610/-)		

SCHEDULES FORMING PART OF ACCOUNTS (Continued)

(Amount in Rupees)

PARTICULARS	MARCH 2009	MARCH 2008
UNQUOTED		
SHARES		
Investment in Subsidiaries		
MARVEL HOUSING PVT. LTD. 10000 (10000) Equity Shares of Rs. 10/- Each Fully Paid	100,000	100,000
IT CITI INFO PARK PVT. LTD 10000 (10000) Equity Shares of Rs. 10/- Each Fully Paid	100,000	100,000
CALYPSO PREMISES PVT. LTD. 9460000 (9459000) Equity Shares of Rs. 10/- Each Fully Paid	94,600,000	94,590,000
VASCON DWELLINGS PVT. LTD. 10000 (10000) Equity Shares of Rs. 10/- Each Fully Paid	100,000	100,000
GREYSTONE PREMISES PVT LTD 6500 (6500) Equity Shares of Rs. 10/- Each Fully Paid	65,000	65,000
ROSE PREMISES PVT. LTD. 4000000 (4000000) Equity Shares of Rs. 10/- Each Fully Paid	40,000,000	40,000,000
FLORIANA PROPERTIES PVT. LTD. 10000 (7000) Equity Shares of Rs. 10/- Each Fully Paid	100,000	70,000
WIND FLOWER PROPERTIES PVT. LTD. 10000 (10000) Equity Shares of Rs. 10/- Each Fully Paid	100,000	100,000
VASCON PRICOL INFRASTRUCTURES LTD. 4970000 (4970000) Equity Shares of Rs. 10/- Each Fully Paid	49,700,000	49,700,000
	184,865,000	184,825,000
Investment in Other Shares		
THE SARASWAT CO-OP BANK LTD 1000(1000) Equity Shares Of Rs.10/- Each Fully Paid	10,000	10,000
SAHYADRI HOSPITAL LIMITED 250000(250000) Equity Shares Of Rs.10/- Each Fully Paid	2,500,000	2,500,000
PROMO BUILDERS PVT. LTD. 150000 (100000) Equity Shares of Rs. 1/- Each Fully Paid	150,000	100,000
CORE FITNESS PVT. LTD. 150 (150) Equity Shares of Rs. 100/- Each Fully Paid	15,000	15,000
JUST HOMES INDIA PVT. LTD. 5000 (5000) Equity Shares of Rs. 10/- Each Fully Paid	50,000	50,000
MARIGOLD PREMISES PVT. LTD. 25000 (25000) Equity Shares of Rs. 10/- Each Fully Paid	419,672	419,672

SCHEDULES FORMING PART OF ACCOUNTS (Continued)

(Amount in Rupees)

PARTICULARS	MARCH 2009	MARCH 2008
COSMOS PREMISES PVT. LTD. 177401 (177401) Equity Shares of Rs. 10/- Each Fully Paid	36,790,610	36,790,610
ANGELICA PROPERTIES PVT. LTD. 4710000 (4710000) Equity Shares of Rs. 10/- Each Fully Paid	54,450,000	54,450,000
ANGELICA PROPERTIES PVT. LTD. 4020425 (4020425) Preference Shares of Rs. 10/- Each Fully Paid	249,920,000	249,920,000
SYRINGA PROPERTIES PVT. LTD. NIL (5000) Equity Shares of Rs. 10/- Each Fully Paid	—	50,000
VIORICA PROPERTIES PVT. LTD. 1125000 (1125000) Equity Shares of Rs. 10/- Each Fully Paid	11,275,000	11,275,000
MUMBAI ESTATES PVT. LTD. 10000 (10000) Equity Shares of Rs. 10/- Each Fully Paid	100,000	100,000
ASTER PREMISES PVT LTD 10000 (10000) Equity Shares of Rs. 10/- Each Fully Paid	100,000	100,000
VASCON INFRASTRUCTURE LTD 48000 (NIL) Equity Shares of Rs 10/- Each Fully Paid	480,000	—
ALMET CORPORATION LTD 28824 (28824) Equity Shares of Rs 100/- each Fully Paid (Rs. 100/- Each Rs. 10/- Paid Up)	52,373,208	49,499,455
JOHN FOWLER OPHTHALMICS P.LTD 2269853 (2269853) Equity Shares of Rs 10/- each Fully Paid (Rs. 10/- Each Rs. 7.50/- Paid Up)	177,048,535	88,524,267
MARATHAWADA REALTORS PVT LTD 19216 (19216) Equity Shares of Rs 100/- each Fully Paid (Rs. 100/- Each Rs. 75/- Paid Up)	80,995,440	60,746,580
	666,677,465	554,550,584
<u>MUTUAL FUNDS - EQUITY</u>		
HDFC CAPITAL BUILDER Dividend Option 4800.307 (4800.307) units of Rs.10/- each	100,000	100,000
HDFC CAPITAL BUILDER Dividend Option 7380.437 (7380.437) units of Rs.10/- each	150,000	150,000
KOTAK MAHINDRA CAPITAL Dividend Option 48899.756 (48899.756) units of Rs.10/- each	500,000	500,000
HDFC PREMIER MULTICAP DIV 97770.83 (97770.83) units of Rs.10/- each	1,000,000	1,000,000

SCHEDULES FORMING PART OF ACCOUNTS (Continued)

(Amount in Rupees)

PARTICULARS	MARCH 2009	MARCH 2008
FEDILITY INDIA SPECIAL SITUATION FUND 19559.902 (19559.902)units of Rs. 10/- each	200,000	200,000
JP MORGAN INDIA EQUITY FUND 29339.853(29339.853)Units of Rs 10/-	300,000	300,000
ICICI PRUDENTIAL FUND - DIVIDEND 24336.896(21895.067) Units of Rs 10/-	390,596	357,754
IDFC PREMIER EQUITY FUND DIV 33581.839(33581.839) Units of Rs 10/-	600,000	600,000
ABN AMRO CHINA FUND 63414.634(63414.634) Units of Rs 10/-	650,000	650,000
<i>(Aggregate Net asset value of Mutual Funds Rs. 27,88,596/-(48,83,727/-)</i>	3,890,596	3,857,754
<u>OTHERS</u>		
IMMOVABLE PROPERTIES	595,913	595,913
CAPITAL INVESTMENT <i>in partnership concerns & Joint Ventures</i>	45,781,070	45,781,070
	46,376,983	46,376,983
INVESTMENTS - CURRENT		
UNQUOTED :-		
ASCENT HOTELS PVT. LTD. 5294492 (5294492)Equity Shares of Rs. 10/- Each Fully Paid	211,701,680	211,701,680
N.V PROJECTS PVT LTD 1300000 (1300000) Equity Shares of Rs 10/- Each Fully Paid	32,350,000	32,350,000
N.V PROJECTS PVT LTD 402450 (379700) Preference Shares of Rs 100/- Each Fully Paid	87,494,185	81,969,636
SITA LAKSHMI MILLS LTD 806000 (NIL) Equity Shares of Rs 50/- Each Fully Paid	23,400,000	—
	354,945,865	326,021,316
	1,256,771,909	1,115,647,637

(1. The mode of valuation of investments in securities/properties is given in the Notes No 1.6 significant accounting policies - Schedule 21

2. Particulars of investments purchased and sold during the year is given in the Note No 20 of Schedule 21)

Ongoing Projects



Eco Tower, Pune



Hyatt Regency, Pune



V-Tech, Nashik

Ongoing Projects



Willows, Pune



Ruby Mills, Mumbai

Projects



Vista, Off. Mumbai Naka, Nasik



Vascon Weikfield IT Citi Info Park, Off. Nagar Road, Pune



V-Tech - IT / Commercial Park
Off Mumbai Naka, Indiranagar, Nashik



Almonte, Kharadi, Pune

Projects



Dawnay Day, Vimannagar, Pune



Neelkanth, Mumbai, Maharashtra



The Park, Wakdevadi, Pune



Victor Reinz (I) Pvt. Ltd. Talegaon, Pune

SCHEDULES FORMING PART OF ACCOUNTS (Continued)

(Amount in Rupees)

PARTICULARS	MARCH 2009	MARCH 2008
SCHEDULE NO. 7		
INVENTORIES		
STOCK AT CLOSE		
BUILDING MATERIALS/TOOLS	173,669,226	148,511,981
DEVELOPMENTS	572,800,905	350,943,022
STOCK FOR RESALE	1,691,614	68,042
	<u>748,161,745</u>	<u>499,523,045</u>

* As Valued, Verified And Certified By Managing Director At Cost Or Net Realisable Value Whichever Is Lower.

SCHEDULE NO. 8**SUNDRY DEBTORS**

(Unsecured Considered Good, Unless Otherwise Stated)

A) OUTSTANDING FOR PERIOD EXCEEDING SIX MONTHS		
CONSIDERED GOOD#	1,233,639,289	1,187,623,367
CONSIDERED DOUBTFUL	55,360,356	45,579,206
	<u>1,288,999,645</u>	<u>1,233,202,573</u>
B) OTHERS - CONSIDERED GOOD	961,472,003	1,113,244,928
	<u>2,250,471,648</u>	<u>2,346,447,501</u>
ADD / (LESS) : RESERVE FOR DOUBTFUL DEBTS (Refer Note No. 26 of Schedule 21)	(55,360,356)	(45,579,206)
	<u>2,195,111,292</u>	<u>2,300,868,295</u>

Refer Note No. 12 of Schedule 21

SCHEDULE NO. 9**OTHER CURRENT ASSETS**

(Refer Note 1.7.1 of Schedule 21)

UNBILLED CONTRACT REVENUE	300,751,943	87,166,445
	<u>300,751,943</u>	<u>87,166,445</u>

SCHEDULE NO. 10**CASH & BANK BALANCES**

CASH ON HAND	8,123,329	15,137,626
BALANCES WITH SCHEDULED BANKS IN CURRENT A/C'S	75,445,953	368,504,555
BALANCES WITH SCHEDULED BANKS IN DEPOSIT A/C'S	116,991,507	106,760,529
	<u>200,560,789</u>	<u>490,402,710</u>

SCHEDULES FORMING PART OF ACCOUNTS (Continued)

(Amount in Rupees)

PARTICULARS	MARCH 2009	MARCH 2008
SCHEDULE NO. 11		
LOANS & ADVANCES		
<i>(Unsecured Considered Good Unless Otherwise Stated)</i>		
ADVANCES RECOVERABLE IN CASH OR IN KIND OR FOR VALUE TO BE RECEIVED		
ADVANCE AGST. DEVELOPMENT / WORK PURCHASES	77,776,048	64,888,436
PROJECT ADVANCES	1,353,172,852	1,048,518,645
INTERCORPORATE DEPOSITS	709,312,634	662,620,811
BALANCE IN CURRENT ACCOUNT WITH PARTNERSHIP FIRMS	—	4,712,355
PREPAID EXPENSES	13,075,965	18,975,330
DEPOSITS (Includes Rs. 10,00,000/- (Rs. 10,00,000/-) doubtful of Recovery)	161,159,647	112,449,350
ADVANCE PAYMENT OF INCOME TAX & TDS	731,912,476	662,818,126
OTHER RECOVERABLES & RECEIVABLES	218,658,234	213,046,071
	<u>3,265,067,856</u>	<u>2,788,029,124</u>
ADD / (LESS) : RESERVE FOR DOUBTFUL LOANS & ADVANCES	(1,000,000)	(1,000,000)
	<u>3,264,067,856</u>	<u>2,787,029,124</u>
SCHEDULE NO. 12		
CURRENT LIABILITIES		
SUNDRY CREDITORS	564,075,994	582,468,952
ADVANCE PAYMENT RECEIVED	551,997,225	427,795,790
O/D BALANCE IN CURRENT A/C WITH SCH.BANK	—	5,673,898
OTHER LIABILITIES#	840,437,258	346,039,885
	<u>1,956,510,477</u>	<u>1,361,978,525</u>
# Refer Note No. 12 of Schedule 21		
SCHEDULE NO. 13		
PROVISIONS		
FOR TAXATION	658,097,200	650,367,200
FOR UNAPPROVED SALES (Refer Note 1.7.1 of Schedule 21)	3,721,401	5,107,054
FOR CONTINGENCY (Refer Note 12 of Schedule 21)	200,000,000	—
	<u>861,818,601</u>	<u>655,474,254</u>
SCHEDULE NO. 14		
WORK/ SALES		
WORK / SALES / SERVICES (Refer Note No. 1.7 of Schedule 21)	5,157,034,282	6,020,049,635
TRADING SALES	101,417,870	141,630,227
LESS :- OPENING UNBILLED CONTRACT REVENUE	(87,166,445)	(123,379,672)
ADD :- CLOSING UNBILLED CONTRACT REVENUE	300,751,943	87,166,445
	<u>5,472,037,650</u>	<u>6,125,466,635</u>

SCHEDULES FORMING PART OF ACCOUNTS (Continued)

(Amount in Rupees)

PARTICULARS	MARCH 2009	MARCH 2008
SCHEDULE NO. 15		
OTHER OPERATING INCOME		
RENT EARNED	39,802,455	36,722,579
SHARE OF PROFIT/(LOSS) FROM AOP/FIRMS	25,255,591	29,610,336
	<u>65,058,046</u>	<u>66,332,915</u>
SCHEDULE NO. 16		
OTHER INCOME		
DIVIDEND INCOME	1,524,330	7,497,007
PROFIT ON SALE OF FIXED ASSETS	—	154,873
PROFIT ON SALE OF INVESTMENTS (NET)	—	44,951,920
MISCELLANEOUS INCOME	450,612	2,665,553
	<u>1,974,943</u>	<u>55,269,353</u>
SCHEDULE NO. 17		
COST OF SALES / WORK		
OPENING INVENTORY		
BUILDING MATERIALS / TOOLS	148,511,981	42,790,219
DEVELOPMENTS	350,943,022	511,584,998

SCHEDULES FORMING PART OF ACCOUNTS (Continued)

(Amount in Rupees)

PARTICULARS	MARCH 2009	MARCH 2008
GOODS FOR RESALE	68,042	19,644,734
	<u>499,523,045</u>	<u>574,019,951</u>
ADD :-		
PURCHASE OF MATERIALS & LABOUR DURING THE YEAR	4,053,341,563	2,655,985,095
EXPENSES FOR DEVELOPMENT	191,422,678	1,488,423,272
ALLOCATION OF BORROWING COST TO COST OF DEVELOPMENT	46,040,530	26,778,391
	<u>4,290,804,771</u>	<u>4,171,186,758</u>
LESS :-		
MVAT / CENVAT / SERVICE TAX INPUT CREDIT	122,289,030	29,495,572
	<u>122,289,030</u>	<u>29,495,572</u>
LESS :- CLOSING INVENTORY :- *		
BUILDING MATERIALS / TOOLS DEVELOPMENTS	173,669,226	148,511,981
GOODS FOR RESALE	572,800,905	350,943,022
	1,691,614	68,042
	<u>748,161,745</u>	<u>499,523,045</u>
	<u>3,919,877,040</u>	<u>4,216,188,092</u>

Including Borrowing Cost capitalised during the year amounting to 46040530/-(Rs.26778391/-)

** As Valued, Verified And Certified By The Managing Director*

SCHEDULE NO. 18**EMPLOYEES REMUNERATION & WELFARE EXPENSES**

REMUNERATION & OTHER BENEFITS TO DIRECTORS	15,469,733	52,508,167
SALARIES	201,290,029	108,538,234
BONUS/EXGRATIA	37,004,718	41,804,529
CONT. TO P.F. & OTHER FUNDS	9,398,949	6,656,190
WELFARE EXPENSES	51,353,119	24,220,537
EMPLOYEE COMPENSATION EXPENSES	4,158,745	65,885,245
	<u>318,675,293</u>	<u>299,612,903</u>

SCHEDULE NO. 19**OFFICE & ESTABLISHMENT EXPENSES**

ADVERTISEMENT	5,482,105	5,806,965
BANK CHARGES	5,134,545	5,806,227
BAD DEBTS	8,444,584	—
BROKERAGE / COMMISSION	14,068,287	46,006,880
CONVEYANCE	9,182,282	9,611,272
DONATIONS	2,621,746	5,213,941
ELECTRICITY CHARGES	10,529,133	4,320,393
INSURANCE	13,997,258	13,414,064
OTHER EXPENSES	9,378,641	13,378,611

SCHEDULES FORMING PART OF ACCOUNTS (Continued)

(Amount in Rupees)

PARTICULARS	MARCH 2009	MARCH 2008
PROVISION FOR DOUBTFUL DEBT & ADVANCES (Refer Note No. 26 of Schedule 21)	19,422,998	44,176,977
POST, TELEPHONE & TELEGRAM	8,554,059	6,347,248
PRINTING & STATIONERY	6,410,399	6,594,156
RATES & TAXES	2,566,680	6,872,379
RENT/COMPENSATION	43,565,723	26,568,333
REPAIRS, RENOVATION & MAINTENANCE	11,898,545	5,676,022
SALES PROMOTION EXPENSES	2,208,505	9,137,985
TRAVELLING EXPENSES	9,253,510	8,802,252
SHARE ISSUE EXPENSES	502,410	2,300,010
SERVICE CHARGES/PROF FEES/RETAINERS	64,156,707	90,448,052
	<u>247,378,116</u>	<u>310,481,767</u>
SCHEDULE NO. 20		
FINANCE COST		
INTEREST ON :-		
FIXED LOANS		
- FINANCIAL INSTITUTES/BANKS	38,351,615	59,550,649
- CONVERTIBLE DEBENTURES	52,163,355	—
- OTHERS	148,908,156	102,964,253
	<u>239,423,126</u>	<u>162,514,902</u>
OTHER LOANS		
- BANKS	43,565,760	22,356,581
	<u>43,565,760</u>	<u>22,356,581</u>
SUB TOTAL		
	<u>282,988,886</u>	<u>184,871,483</u>
GUARANTEE COMMISSION TO MANAGING DIRECTOR	10,400,000	—
DEBENTURE ISSUE EXPENSES	501,910	—
PROCESSING CHARGES	5,651,580	1,418,147
	<u>299,542,376</u>	<u>186,289,630</u>
LESS : BORROWING COST TRANSFERRED TO DEVELOPMENT	46,040,530	26,778,391
	<u>253,501,846</u>	<u>159,511,239</u>

SCHEDULES FORMING PART OF ACCOUNTS (Continued)

5. FIXED ASSETS

Amount in Rupees

S.NO	PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK			
		OPENING	ADDITION	DEDUCTION	CLOSING	OPENING	ADDITION	DEDUCTION	CLOSING	March 2009	March 2008
(A) TANGIBLE ASSETS											
1	LEASEHOLD LAND	1,678,245	—	—	1,678,245	146,579	30,633	—	177,212	1,501,033	1,531,666
2	LAND	698,385	—	—	698,385	—	—	—	—	698,385	698,385
3	PREMISES *	174,198,218	—	13,158,500	161,039,718	31,396,425	7,096,829	614,664	37,878,590	123,161,128	142,801,793
4	PLANT & MACHINERY	229,559,115	103,565,724	850,180	332,274,659	41,595,300	34,362,536	609,654	75,348,182	256,926,477	187,963,815
5	FURNITURE & FIXTURES	31,163,828	10,662,681	2,336,179	39,490,330	10,365,358	4,510,154	2,143,304	12,732,208	26,758,122	20,798,470
6	ELEC. FITTINGS	12,278,390	—	2,744,701	9,533,689	5,805,802	1,647,865	2,542,333	4,911,334	4,622,355	6,472,588
7	MOTOR VEHICLE **	24,780,769	3,272,159	3,139,467	24,913,461	13,760,725	2,947,794	2,742,047	13,966,472	10,946,989	11,020,044
8	AIR-CONDITIONER	4,802,140	590,314	559,800	4,832,654	2,323,833	370,232	334,306	2,359,759	2,472,895	2,478,307
9	OFFICE EQUIPMENTS	29,718,664	4,201,688	33,915	33,886,437	14,129,751	5,750,933	14,797	19,865,887	14,020,550	15,588,913
10	OTHER CONSTR. ASSETS	1,884,121	—	—	1,884,121	221,070	231,330	—	452,400	1,431,721	1,663,051
11	OTHER ASSETS	120,777	—	—	120,777	113,867	961	—	114,828	5,949	6,910
(B) INTANGIBLE ASSETS											
1	SOFTWARES	5,126,512	306,190	—	5,432,702	5,126,512	306,190	—	5,432,702	—	—
Total		516,009,164	122,598,756	22,822,742	615,785,178	124,985,222	57,255,457	9,001,105	173,239,574	442,545,603	391,023,941
Capital Work in Progress					—	—				6,460,000	12,452,108
PREVIOUS YEAR		314,115,848	202,947,109	1,053,793	516,009,164	85,448,186	40,480,704	943,667	124,985,222	391,023,941	228,667,662

* COST OF PREMISES INCLUDES AMOUNT PAID FOR SHARES IN CO-OPERATIVE SOCIETIES/ COMPANIES.

NOTES TO ACCOUNTS

SCHEDULE NO : 21

(Figures in bracket pertain to previous year)

1 Significant Accounting Policies followed:

1.1 Basis of Preparation of Financial Statements

The financial statements are prepared under historical cost convention, in accordance with the Indian Generally Accepted Accounting Principles ("GAAP") comprising the mandatory accounting standards issued by the Institute of Chartered Accountants of India and the provisions of the Companies Act, 1956, on accrual basis, as adopted consistently by the Company.

1.2 Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles (GAAP) requires Management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liabilities on the date of financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

1.3 Fixed Assets and Capital Work in Progress

- 1.3.1 Fixed assets are stated at cost of acquisition or construction, after reducing accumulated depreciation till the date of the Balance Sheet. The cost of an item of fixed asset comprises of its purchase price, including import duties and other non-refundable taxes or levies and any directly attributable cost of bringing the asset to its working condition for its intended use; any trade discounts and rebates are deducted in arriving at the purchase price further adjusted by CENVAT credit and includes borrowing cost relating to any specific borrowing attributable to the acquisition of the fixed assets as per the provisions of Accounting Standard AS 16 "Borrowing Cost" issued by ICAI.

Assets under installation or under construction as at the Balance sheet date are shown as Capital work in progress. Advances paid towards acquisition of assets are also included under Capital work in progress.

- 1.3.2 Intangible assets are recognised as per the criteria specified in Accounting Standard (AS) 26 "Intangible Assets" issued by the Institute of Chartered Accountants of India and amortised as follows :

a) Specialised Software :- 100% in the year of acquisition.

- 1.3.3 Payment for leasehold land is amortized over the period of lease.

1.4 Impairment

The assets are tested for impairment and the provision, if applicable, is made wherever considered necessary based on economic utility of the asset as determined in accordance with the principles as laid down in Accounting Standard AS 28 "Impairment of Assets".

1.5 Depreciation

Depreciation on fixed assets have been provided under written down value method and manner at the rates

prescribed in schedule XIV to the Companies Act, 1956. Cost of lease rights are amortized over a period of lease term.

1.6 Investments

Investment are classified into current investments and long term investments. Current investments are carried at the lower of cost or fair value. Any reduction in carrying amount and any reversals of such reductions are charged or credited to the profit and loss account. Long term investments are carried at cost less provision made to recognise any decline, other than temporary, in the value of such investments in the opinion of the management.

1.7 Recognition of Revenue

- 1.7.1 Revenue from fixed price construction contracts is recognised on the percentage completion method. The stage of completion is determined by survey of work performed / completion of physical proportion of the contract work determined by technical estimate of work done / actual cost incurred in relation to estimate contract amount, as the case may be, and acknowledged by the contractee. Future expected loss, if any, is recognised as expenditure. In respect of unapproved revenue recognised, an adequate provision is made for possible reductions, if any. Contract revenue earned in excess of billing has been reflected under "Other Current Assets" and billing in excess of contract revenue has been reflected under "Liabilities" in the balance sheet.

- 17.2 Revenue from sale of units is recognised as and when the underlying significant risk and rewards of ownership are transferred to the purchaser and when there is no uncertainty of the amount of consideration that will be derived and it is not unreasonable to expect ultimate collection. However, in case where the seller is obligated to perform any substantial acts after the transfer of all significant risks and rewards of ownership, revenue is recognised on proportionate basis as the acts are progressively performed, by applying the percentage of completion method as explained in Accounting Standard - 7 (revised 2002), Construction Contracts.

- 1.7.3 Share of Profit/Loss from Partnership firm/ Association of Person is recognised as income on period-to-period basis on the basis of accounts made-up and allocation made by the firm/AOP in accordance with the Deed of Partnership/AOP Agreement.

- 1.7.4 Interest Income – Interest income is recognized on time proportion basis taking into account the amounts invested and the rate of interest.

- 1.7.5 Dividend Income – Dividend income is recognized as and when the right to receive the same is established.

- 1.7.6 Rental Income - Income from letting-out of property is accounted on accrual basis- as per the terms of agreement and the right to receive the rent is established.

- 1.7.7 Income from services rendered is booked based on agreements/arrangements with the concerned parties.

1.8 Inventories

- (a) Stock of Materials, etc.

NOTES TO ACCOUNTS (Continued)

Stock of materials, etc. has been valued at lower of cost or net realisable value. The Cost is determined on Weighted Average method.

(b) **Development Work**

The development work in progress represents progressive cost of work remaining incomplete/unsold as at close of the year, valued at lower of cost or net realisable value on the basis of technical estimate certified and verified by the Managing Director.

(c) **Stock of Trading Goods**

Stock of trading goods has been stated at cost or net realisable whichever is less. The cost is determined on Weighted Average Method.

1.9 Retirement Benefits

Provision for Gratuity and Leave encashment on retirement payable are made on actuarial basis. The Company has taken up a group policy with Life Insurance Corporation of India for future payment of gratuities to employees. Amount of premium and differential liability on account of excess of obligation over plan assets and actuarial loss for the period for the said Policy and Company's contribution for the year to P.F. etc are charged to Revenue.

1.10 Borrowing Cost

Interest and other costs in connection with the borrowing of the funds to the extent related / attributed to the acquisition / construction of qualifying assets, if any, are capitalized up to the date when such assets are ready for its intended use and other borrowing costs are charged to Profit & Loss Account. Advances/deposits given to the vendors under the contractual arrangement for acquisition of qualifying assets is considered for the purpose of capitalization of borrowing cost.

1.11 Leases

Lease rentals in respect of assets acquired under operating lease are charged to the Profit and Loss Account as incurred. Lease rentals in respect of assets given under operating lease are credited to the Profit and Loss Account as accrued.

1.12 Contingent Liabilities

Contingent liabilities, if any, have been disclosed by way of note to balance sheet. Provision has been made in respect of those, which have materialised after the year-end but before finalisation of accounts and have material effect on balance sheet date.

1.13 Taxes on Income:

Taxes on Income are accounted in accordance with AS – 22 " Taxes on Income". Taxes on Income comprise both current tax and deferred tax.

(a) Provision for current tax for the year is determined considering the disallowance, exemptions and deductions and/or liabilities / credits and set off available as laid down by the tax law and interpreted by various authorities.

(b) Deferred tax being the tax effect of timing difference representing the difference between taxable income and accounting income that originate in one period and

are capable of reversal in one or more subsequent period (s). This is measured using substantively enacted tax rate and tax regulation.

(c) Fringe Benefit Tax is recognised in accordance with the relevant provisions of the Income Tax Act, 1961 and the Guidance note on Fringe Benefits Tax issued by the ICAI

1.14 Amortization

Expenses relating to increase in capital other than those related to public issue of shares, if any, are being written off in the year the same are incurred. The expenses relating to proposed public issue of shares is appropriated from Share Premium Account.

Expenses relating to issue of debentures are being written off in the year the same are incurred.

1.15 Joint Venture Projects

1.15.1 **Jointly Controlled Operations** :- In respect of joint venture contracts in the nature of jointly controlled operations, the assets controlled, liabilities incurred, the share of income and expenses incurred are recognised in the agreed proportions under respective heads in the financial statements.

1.15.2 Jointly Controlled Entities

a) **Integrated Joint Ventures** :-

1) Company's share in profits or losses of Integrated Joint Ventures is accounted on determination of the profits or losses by the joint venture.

2) Investments in Integrated Joint Ventures are carried at cost net of company's share in recognised profits or losses.

b) **Incorporated Jointly Controlled Entities** :-

1) Income on investments in incorporated Jointly Controlled Entities is recognised when the right to receive the same is established.

2) Investment in such Joint Ventures are carried at cost after providing for any other than temporary diminution in value in opinion of the management.

1.16 Segment Reporting

The Company's operation predominantly consist of construction / project activities. Hence there are no reportable segments under Accounting Standard - 17. During the year under the report, the Company has engaged in its business only within India and not in any other country. The conditions prevailing in India being uniform, no separate geographical disclosures are considered necessary.

1.17 Employee Stock Option Scheme

Stock options granted to the employees under the stock options scheme are accounted as per the accounting treatment prescribed by Institute of Chartered Accountants of India. Accordingly, the excess of fair value over the exercise price of the options is recognised as deferred employee compensation and is charged to the profit and loss account on straight line basis over the vesting period of the options. The amortised portion of the cost is shown under reserves and surplus.

NOTES TO ACCOUNTS (Continued)

OTHER NOTES

2 Managerial Remuneration

(a) Particulars	F.Y. 2008-09		F.Y. 2007-08	
Managing Director				
2.1 Salary & Ex-gratia	Rs.	13,661,400	Rs.	51,498,167
2.2 Other Benefits & Allowances	Rs.	1,538,333	Rs.	780,000
2.3 Contribution to PF	Rs.	1,070,400	Rs.	626,400
2.4 Approximate monetary value of				
Perquisite in kind as per I.T. Act	Rs.	—	Rs.	—
Other Directors				
Sitting Fees	Rs.	270,000		230,000
		<u>16,540,133</u>		<u>53,134,567</u>

Managerial remuneration excludes provision for gratuity and leave availment, since it is provided on an actuarial valuation of the Company's liability to all its employees.

(b) Computation of Net Profit under Section 349 of the Companies Act, 1956 and commission payable to Managing Director

Particulars	F.Y. 2008-09		F.Y. 2007-08	
Profit before taxation		308,862,493		1,005,112,211
Add: Managerial Remuneration		16,270,133		52,904,567
Deferred expenses written off		—		—
Meeting fees		270,000		230,000
Less: Profit on sale of assets		—		154,873
Profit for the year as per section 349		<u>325,402,626</u>		<u>1,058,091,905</u>
Commission (as approved and restricted by the Board of Directors)		4,841,400		45,859,000

(c) Employees compensation expenses relating to issue of shares under Employee Stock option scheme is not required to be included in managerial remuneration for the purpose of Section 349 of the Companies Act, 1956.

3 Contingent Liabilities :

- (a) It has not been considered necessary to make a provision in respect of Service Tax demand not accepted by the Company for Rs.99,61,823/- (Rs. Nil/-) as the same has been disputed by the Company in Appeal.
- (b) Securities/guarantees provided to the bankers :
- | | | | | |
|-------------------------|-----|-------------|-----|-------------|
| (i) for other companies | Rs. | Nil | Rs. | Nil |
| (ii) for performance | Rs. | 371,671,193 | Rs. | 388,786,495 |
- (c) Corporate Guarantee given for other Companies
- | | | | | |
|--|-----|-------------|-----|-----|
| | Rs. | 250,000,000 | Rs. | Nil |
|--|-----|-------------|-----|-----|
- (d) Claims against the Company
not acknowledged as debts (Refer Note 12 below)
- | | | | | |
|--|-----|---------------|-----|-----|
| | Rs. | 1,954,710,453 | Rs. | Nil |
|--|-----|---------------|-----|-----|
- (e) Uncalled liability on shares partly paid
- | | | | | |
|--|-----|---|-----|-------------|
| | Rs. | — | Rs. | 110,556,680 |
|--|-----|---|-----|-------------|

NOTES TO ACCOUNTS (Continued)

4	(a) Sundry debtors includes due from Pvt Ltd Companies where directors are interested as director/member	Rs. 41,459,184	Rs. 5,124,519
	(b) Loans and advances includes advances given for Joint Ventures being undertaken by the Company.	Rs. 352,501,197	Rs. 225,620,060
	(c) Loans and advances includes given to Subsidiary Companies :	Rs. 1,143,489,498	Rs. 830,248,901
	(d) Sundry Debtors includes dues from Subsidiary Companies :	Rs. 307,733,257	Rs. 176,563,470

5 Prior Period Adjustments

The profit for the year includes net (income)/expense of Rs. 22,08,288/- Previous year (Rs 79,40,324/-) in respect of prior years.

6 Details of Earnings & Expenditure In Foreign Currency

Earnings	F.Y. 2008-09	F.Y. 2007-08
On account of Sales/Work	Rs. 114,120,019	Rs. 182,689,896
TOTAL	Rs. 114,120,019	Rs. 182,689,896

Expenditure	F.Y. 2008-09	F.Y. 2007-08
On account of purchase of Spares/ materials	Rs. 53,475,178	Rs. 21,622,970
On account of purchase of services	Rs. 13,617,921	Rs. 414,230
On account of Travelling & other expenditure	Rs. 307,499	Rs. 2,016,799
On account of purchase of Fixed Assets	Rs. 31,182,447	Rs. —
TOTAL	Rs. 98,583,045	Rs. 24,053,999

7 The particulars of the Partnership Firms where the Company is a partner as on the year end are as follows:-
Asset existing on the Balance Sheet date has not been changed.

Name of the Firm	Profit/Loss Sharing Ratio of Co	Other Partners	Profit/Loss Sharing Ratio of other partner
Ajanta Enterprises	30.00%	a) Shree Madhur Realtors Pvt Ltd. b) Dhiren Popatlal Nandu c) Shishir Bhansali d) Raj Bhansali e) Javed Tapia f) Azim Tapia	20.00% 10.00% 2.50% 17.50% 10.00% 10.00%

NOTES TO ACCOUNTS (Continued)

- 8 Installments in respect of Term Loan due in next 12 months Rs. 4,89,99,264/- (Rs.3,39,66,229/-).
- 9 The quantitative information in respect of trading activity of the company is given in annexed statement.
- 10 The break-up of Deferred Tax Asset / (Liability) is as under

Particulars	F.Y. 2008-09	F.Y. 2007-08
10.1 Depreciation	Rs. (16,439,430)	Rs. (14,580,803)
10.2 Statutory Payments - Gratuity	Rs. 1,187,086	Rs. —
10.3 Other disallowances	Rs. 19,084,226	Rs. 16,735,449
Net Deferred Tax Asset/(Liability)	Rs. <u>3,831,882</u>	Rs. <u>2,154,646</u>

- 11 Disclosure of Sundry Creditors under Current Liabilities is based on the information available with the Company regarding the status of the suppliers as defined under the "Micro, Small and Medium Enterprises Development Act, 2006". Amount overdue as on 31st March, 2009, to Micro, Small and Medium Enterprises on account of principal amount together with interest, aggregate to Rs. Nil (Rs. Nil).
- 12 Provision for Contingency:
The Company had entered into a development agreement with a party in March 2007 pursuant to which a property which the Company had undertaken to develop with a vendor was assigned to the party for being developed on certain terms and conditions contained in the said development agreement. In the Company's account for the year ended 31st March 2007 since the property undertaken by the Company was accounted as purchases and the subsequent transaction entered into with the party was recognized as sales; a profit of Rs.20 cr on this transaction was taken as surplus in the profit and loss account. During the year a member of a predecessor in title of the company trespassed and illegally entered into possession of the subject property. Consequently the party has sought to annul the entire arrangement. Arbitration proceedings were instituted during the year. The proceedings are pending. The company's stand is that the member's action is illegal since it has the effect of making the entire transaction a nullity.

However, without prejudice to the Company's rights and privilege arising under the agreements, by way of prudence, profit on the transaction recognized in the accounts for the year ended 31st March 2007 is recognized as provision for contingency and included in the provisions in the current years account. Further no provision is considered necessary in respect of claim of Rs. 195.47 cr on the company, as in the management's opinion the said claim is not tenable. In any event, as per advice received by the Company the liability if any, would be on the member precedent in title, and not on the Company in view of the members illegal action.

Sundry Debtors includes an amount of Rs. 56.50 cr receivable from the party for which provision has not been considered necessary in view of the corresponding matching liability payable to the vendor and the contingency provision.
- 13 The Company has issued 33,00,677 Unsecured Debentures of Rs. 152/- each for a period of 5 years from the date of allotment. Option to convert the debentures in to equity shares of the Company in the ratio of one equity share for one debenture held can be exercised after a period of 18 months from the date of allotment. Coupon rate of debentures is 15% p.a. payable half yearly on 30th June and 31st December every year.
- 14 As per the terms of an agreement with a land vendor, an additional amount equivalent to 40% of sale proceeds will required to be paid in the event the FSI availed is in excess of 580000 Sq ft. Since such event has not occurred till the date of balance sheet, no provision is required for this additional cost.
- 15 Related Party disclosures have been set out in a separate statement annexed to this schedule. The related parties as defined by Accounting Standard 18 'Related Party Disclosure' issued by The Institute of Chartered Accountants of India, in respect of which the disclosures have been made, have been identified on the basis of disclosures made by the key managerial persons taken on record by the Board.
- 16 Particulars of the Contract Revenue as required in Accounting Standard 7 "Accounting for Construction Contracts" issued by the Institute of Chartered Accountants of India, in respect of which disclosures have been made are given in the Annexed Statement.
- 17 Particulars of the Joint Ventures undertaken by the Company as required in Accounting Standard 27 "Financial Reporting of Interest in Joint Venture", in respect of which disclosures have been made are given in the Annexed Statement.
- 18 The Loans & Advances includes an amount of Rs. 43,28,81,579/- (Rs.55,22,33,051/-) paid as advances/deposits to the vendors by the Company for acquiring land for its various projects under Single Joint Venture agreements. As per such Agreements the

NOTES TO ACCOUNTS (Continued)

company has to work out the consideration for acquisition of land on the basis of sale proceeds at the time of receipts of the such proceeds of the developed area, in other words, no amount is payable if there is no sale. There is no event of any loss by the Company or by the vendor since as such the liability is not presently quantifiable.

- 19 The company's significant leasing arrangements are in respect of operating leases for Commercial premises. The particulars of such leases are given in the Annexed Statement.
- 20 The particulars of investments made/sold during the year are given in the Annexed Statement.
- 21 The particulars of employee benefits as required under Accounting Standard 15 "Accounting for Employee Benefits" are given in the Annexed Statement.
- 22 Estimated amount of contracts remaining to be executed on capital account and not provided for, net of advances , Rs.5,35,40,000/- (previous year Rs.1,49,90,973/-)

As per the arrangement with a customer, the assets provided by it for the relevant contract will be acquired by the Company at 50% of the cost at the end of the project. The estimated amount of such commitment at the year end is Rs.3,55,67,814/- (Rs.2,70,00,000/-)

23 Auditors' Remuneration

Particulars	2008-09	2007-08
Audit Fee	1,900,000	6,320,000
Tax Audit	500,000	500,000
Other Services	473,500	500,000
TOTAL	2,873,500	7,320,000

(Fees mentioned above does not includes service tax and education cess thereon)

24 Earning Per Share

Particulars	2008-09	2007-08
a) Net Profit available for equity share holder before Provision for Contingency (Net of Tax)	337,369,419	638,907,198
b) Provision for Contingency	(200,000,000)	—
c) Tax on Provision for Contingency	67,300,000	—
d) Net Profit available for equity share holder after Provision for Contingency (Net of Tax)	204,669,419	638,907,198
e) Weighted average number of equity shares for Basic EPS	74,911,609	73,331,509
f) Face Value per share	10	10
g) Basic EPS before Provision for Contingency (Net of Tax)	4.50	8.71
h) Basic EPS after Provision for Contingency (Net of Tax)	2.73	8.71
i) Weighted average number of equity shares for Diluted EPS	75,174,765	73,445,831
j) Diluted EPS before Provision for Contingency (Net of Tax)	4.49	8.70
k) Diluted EPS after Provision for Contingency (Net of Tax)	2.72	8.70

- 25 The Company has 9 subsidiaries. During the year Company has acquired additional 30% shares of Floriana Properties Private Limited and by which the same has become wholly owned subsidiary of the Company.

The Ministry of Affairs vide its letter No. 47/113/2009-CL-III dt. 20th April 2009 granted approval to the Company for not attaching copies of the Balance Sheet and Profit & Loss Account, Directors' Report and Auditors' Report of the subsidiary companies for the financial year 2008 - 2009. As per condition no. (i) of the above said letter Consolidated Financial Statements duly audited by the Statutory Auditors is enclosed with the statement of summarised financial of all the subsidiaries.

NOTES TO ACCOUNTS (Continued)

26 Disclosure Relating to Provisions**a Provision for Doubtful Debts**

Particulars	2008-09	2007-08
Opening Balance	45,579,206	2,402,229
Add: Provision during the year	19,422,998	43,176,977
	65,002,204	45,579,206
Less: Bad Debts Written Off	9,641,848	—
	55,360,356	45,579,206

b Provision for Unapproved Sales

Particulars	2008-09	2007-08
Opening Balance	5,107,054	10,360,673
Add: Provision during the year	3,721,401	5,107,054
	8,828,455	15,467,727
Less: Utilisation / Transfers	5,107,054	10,360,673
	3,721,401	5,107,054

c Provision for Contingency

Particulars	2008-09	2007-08
Opening Balance	—	—
Add: Provision during the year	200,000,000	—
	200,000,000	—
Less: Utilisation / Transfers	—	—
	200,000,000	—

27 EMPLOYEE STOCK OPTION PLANS (ESOP)

The Company has provided share based payment schemes to its employee. During the year ended 31st March 2009, the "ESOS - 2007" scheme was in operation:

Particulars	FY 2008 - 09	FY 2007 - 08
Outstanding at the beginning of the year	333,500	—
Granted during the year	—	1,983,500
Forfeited during the year	—	—
Exercised during the year	—	1,650,000
Outstanding at the end of the year	333,500	333,500

28 During the year Company has changed the method of valuation of Stock of materials etc from FIFO to Weighted Average. Due to change in method of valuation of stock, stock and profit for the year has increased by Rs. 35,07,008/- and Rs. 23,14,976/- respectively.

29 Other additional information required by schedule VI part II of the Companies Act, 1956 are not applicable to the company for the year.

30 Balance Sheet abstract and Company's General Business Profile, in form prescribed in part III of Scheduled VI of the Companies Act 1956, as amended by notification GSR No. 388(E) (F.No. 3/24/94-CLB) Dated 15/05/95 is attached herewith as Annexure.

31 Corresponding figures of the previous year have been regrouped, renamed or rearranged wherever necessary.

AS PER OUR REPORT OF EVEN DATE

For Anand Mehta & Associates
CHARTERED ACCOUNTANTS

Kusai Goawala

PARTNER
MEMBERSHIP NO. 39062
MUMBAI : DATED - 23rd June, 2009

FOR VASCON ENGINEERS LIMITED

R. Vasudevan
MANAGING DIRECTOR

V. Mohan
CHAIRMAN

M. Krishnamurthi
COMPANY SECRETARY
MUMBAI : DATED - 23rd June, 2009

ANNEXURE TO NOTES TO ACCOUNTS

Annexure referred to in Note No.9 of the Notes forming part of Accounts for the year ended 31st March 2009

Particulars	Unit	Opening Stock		Purchases		Sales		Closing Stock	
		Qty	Amount Rs	Qty	Amount Rs	Qty	Amount Rs	Qty	Amount Rs
Cement	Bags	— (4,174)	— (803,819)	940 (11,595)	200,284 (3,206,157)	940 (15,769)	210,298 (4,363,599)	— —	— —
Sand	Brass	— (230)	— (301,317)	69 (738)	194,733 (1,479,475)	69 (968)	210,808 (2,599,872)	— —	— —
Steel	Mt	— (14)	— (405,319)	2,351 (2,344)	98,634,975 (78,637,254)	2,351 (2,358)	90,809,908 (76,862,938)	— —	— —
Others		— —	68,042 (18,134,279)	— —	6,555,885 (31,961,050)	— —	6,133,830 (52,621,315)	— —	1,691,614 (68,042)
Total (Net Value)			68,042		105,585,877		97,364,844		1,691,614
Add: Taxes			—		3,686,600		4,053,060		—
Total (Gross Value)			68,042 (19,644,734)		109,272,477 (119,968,654)		101,417,904 (141,630,227)		1,691,614 (68,042)

Annexure referred to in Note No 15 of the Notes forming part of Accounts for the year ended 31st March 2009
Disclosure of transactions with related parties as required by Accounting Standard 18

Sr. No.	Particulars	Subsidiary	Joint Venture	Key Management Personnel	Relatives of Key Mgt Personnel	Associates	Establishments where key personnel or relatives influence
1	Sales and Work	252,690,669 (823,212,703)	636,437,684 (436,238,233)	— —	— —	197,387,521 (295,756,436)	1,532,779 (26,699,893)
2	Rentals/Hire Charges/ Dividend Income	— —	— (6,500,000)	— —	— —	— —	— —
3	Interest income	86,579,447 (32,263,720)	14,823,728 (23,676,531)	— —	— —	1,569,137 (8,248)	— (594,170)
4	Interest expenses	— —	— —	7,070,548 —	2,104,200 —	— —	5,091,744 (193,973)
5	Purchase of Goods/Work	97,567 —	2,613,442 (258,130)	— —	— —	— —	1,233,000 —
6	Rendering of Services	— —	— —	25,420,733 (52,508,167)	— (493,990)	— —	11,108,887 (13,010,896)
7	Share of Profit from AOP/Firm	— —	25,867,634 (20,313,966)	— —	— —	— (42,885)	— —
8	Share of Loss from AOP/Firm	— —	119,651 (1,682,947)	— —	— —	492,392 —	— —
9	Amounts written off	— —	440,680 —	— —	(60,000) —	(9,983) —	(2,883) —
10	Amounts written back	— —	— —	— —	— —	— —	— —
11	Purchase of Fixed Assets	— —	— —	— —	— —	— —	— —
12	Corporate Guarantee Given	200,000,000 —	— —	— —	— —	50,000,000 —	— —
13	Finance Provided (including equity contributions in cash or in kind)	431,292,212 (968,122,440)	193,862,561 (597,742,991)	— —	— —	52,590,000 (226,070,000)	— —
14	Finance Availed (including equity contributions in cash or in kind)	— —	— —	117,515,684 —	44,572,328 —	— (3,790,620)	69,090,992 (10,000,000)
	Outstanding as on 31st March 2009	1,441,259,921	684,973,654	—	—	252,332,259	42,333
	Receivable to Vascon Engineers Ltd.	(1,233,762,213)	(690,274,069)	—	—	(288,012,265)	(33,959,540)
	Receivable from Vascon Engineers Ltd.	12,500,000	7,513,213	65,674,756	408,080	74,391,760	35,954,544
		—	(128,979,720)	(41,604,300)	—	—	(12,395,914)

(Figures in bracket indicate previous years' figures)

ANNEXURE TO NOTES TO ACCOUNTS (Continued)

Note : Names of related parties and description of relationship

Sr.No.	Particulars	Name of the Party
1	Joint Venture	Weikfield IT CITI Infopark Phoenix Ventures Zenith Ventures Zircon Ventures Marigold Premises Pvt Ltd Just Homes (India) Pvt Ltd Viorica Properties Pvt Ltd Cosmos Premises Pvt Ltd Almet Corporation Limited Marathawada Realtors Pvt Ltd John Fowler Ophthalmics Pvt Ltd
2	Key Management Personnel	Mr. R. Vasudevan
3	Relatives of Key Management Personnel	Mrs. Lalitha Vasudevan Late Mr. N. R. Moorthy Mrs. Thangam Moorthy Mrs. Lalitha Sundarajan Mr. Siddharth Vasudevan Ms. Sowmya Vasudevan
4	Associates	Angelica Properties Pvt Ltd Mumbai Estate Pvt Ltd Ajanta Enterprises Vascon Infrastructure Limited
5	Enterprise where key management personnel and their relatives exercise significant influence	Flora Premises Pvt Ltd Vastech Consultants Pvt Ltd Vatsalya Enterprises Pvt Ltd
6	Subsidiary	Marvel Housing Pvt Ltd Grey Stone Premises Pvt Ltd Vascon Dwellings Pvt Ltd IT CITI Info Park Pvt Ltd Rose Premises Pvt Ltd Windflower Properties Pvt Ltd Calypso Premises Pvt Ltd Floriana Properties Pvt Ltd Vascon Pricol Infrastructures Ltd.

ANNEXURE TO NOTES TO ACCOUNTS (Continued)

Disclosure of transactions with related parties as required by Accounting Standard 18

Sr. No.	Nature of Transactions/Relationships/ Major Parties	FY 2008-09		FY 2007-08	
		Major Party Details(Rs.)	Gross Total(Rs.)	Major Party Details(Rs.)	Gross Total(Rs.)
1	Sales and Work				
i)	Subsidiaries, including : Vascon Dwellings Pvt. Ltd Windflower Properties Pvt Ltd Others	232,754,225 — 19,936,444	252,690,669	202,063,774 583,324,080 37,824,849	823,212,703
ii)	Joint Ventures, including: Phoenix Ventures Viorica Properties Pvt Ltd Weikfeilds ITCITI Info Park (AOP) Viorica Properties Pvt .Ltd. Others	75,657,459 93,431,740 374,810,690 — 92,537,795	636,437,684	25,219,781 — 233,500,594 66,875,427 110,642,431	436,238,233
iii)	Associates, including, Angelica Propertiers Pvt. Ltd. Others	197,387,521 —	197,387,521	275,756,436 20,000,000	295,756,436
iv)	Enterprises, including, Vastech Consultants Pvt Ltd One StopShop (I) Pvt. Ltd	1,532,779 —	1,532,779	— 26,699,893	26,699,893
2	Loans Given				
i)	Subsidiaries, including : Calypso Premises Pvt Ltd Marvel Housing Pvt Ltd Others	443,967,824 349,555,534 338,819,570	1,132,342,928	294,844,564 184,800,000 405,422,266	885,066,830
ii)	Joint Ventures, including: Marigold Premises Pvt Ltd Viorica Properties Pvt Ltd Just Homes(I) Pvt. Ltd. Others	45,193,911 54,164,598 — 20,439,616	119,798,125	45,193,911 12,567,697 57,883,793 283,327,288	398,972,689
iii)	Associates, including, Mumbai Estate Pvt Ltd Others	218,700,000 —	218,700,000	130,000,000 2,500,000	132,500,000
3	Interest Income				
i)	Subsidiaries, including : Calypso Premises Pvt Ltd Rose Premises Pvt Ltd Vascon Dwellings Pvt Ltd Others	49,503,510 25,734,503 10,372,041 969,393	86,579,447	15,328,739 2,484,621 10,687,677 3,762,683	32,263,720
ii)	Joint Ventures, including: Viorica Properties Pvt Ltd Zenith Ventures Just Homes (I) Pvt. Ltd. Others	10,523,341 3,140,657 — 1,159,730	14,823,728	2,633,622 6,126,991 7,900,689 7,015,229	23,676,531
iii)	Associates, including: Angelica Properties Pvt. Ltd.	—	—	8,248	8,248
iv)	Enterprise, including, Core Fitness Pvt. Ltd.	—	—	594,170	594,170
4	Purchase Expenses				
i)	Subsidiaries, including : Greystone Premises Pvt Ltd	97,567	97,567	—	—
ii)	Joint Ventures, including: Weikfeild ITCITI Info Park (AOP) Zenith Ventures Others	2,399,002 — 214,440	2,613,442	— 258,130 —	258,130
iii)	Enterprises	—	1,233,000	—	—

ANNEXURE TO NOTES TO ACCOUNTS (Continued)

Sr. No.	Nature of Transactions/Relationships/ Major Parties	FY 2008-09		FY 2007-08	
		Major Party Details(Rs.)	Gross Total(Rs.)	Major Party Details(Rs.)	Gross Total(Rs.)
5	Flora Premises Pvt. Ltd. Interest Expense	1,233,000		—	
i)	Key management Personnel Mr R Vasudevan	7,070,548	7,070,548	—	—
ii)	Relatives of Key Management Personnel Mrs. Lalitha Vasudevan	2,012,612	2,104,200	—	—
iii)	Enterprise, including: Vatsalya Enterprises Pvt Ltd Vastech Consultants Pvt. Ltd. Others	4,854,724 — 237,020	5,091,744	— 193,973 —	193,973
6	Rendering of Services				
i)	Key Management Personnel Mr R Vasudevan	25,420,733	25,420,733	52,508,167	52,508,167
ii)	Relatives of Key Management Personnel NR moorthy	—	—	493,990	493,990
iii)	Enterprise, including: Vastech Consultants Pvt Ltd Flora Premises Pvt. Ltd	11,108,887 —	11,108,887	10,544,896 2,466,000	13,010,896
7	Loan Taken				
i)	Key Management Personnel Mr R Vasudevan	60,192,433	60,192,433	—	—
ii)	Relatives of Key Management Personnel Mrs. Lalitha Vasudevan	408,080	408,080	—	—
iii)	Enterprise, including: Vatsalya Enterprises Pvt Ltd Vastech Consultants Pvt . Ltd.	35,388,913 —	35,388,913	10,000,000	10,000,000
iv)	Associates	—	—	—	3,790,620
8	Corporate Guarantees Given for				
i)	Subsidiaries, including: Vascon Dwellings Private Limited	200,000,000	200,000,000	—	—
ii)	Associates Vascon Infrastructure Limited	50,000,000	50,000,000	—	—

**Annexure referred to in Note No .16 of the Notes forming part of Accounts for the year ended 31st March 2009
Disclosure of particulars of contract revenue as required by Accounting Standard 7**

No	Particulars	2008-09	2007-08
1	Contract Revenue Recognised	4,926,345,698	3,293,059,813
2	Contract Expenses Recognised	3,781,889,426	2,446,813,236
3	Recognised Profit	1,144,456,271	846,246,577
4	Contract Cost Incurred	3,781,889,426	2,446,813,236
5	Progress Billing	4,625,593,755	3,205,893,368
6	Unbilled Contract Revenue Recognised	300,751,943	87,166,445
7	Advances from Customers	261,280,840	337,907,949
8	Contract Cost Incurred and Recognised Profit	4,926,345,698	3,293,059,813
9	Gross Amount Due from Customer	1,474,274,024	1,328,256,624

ANNEXURE TO NOTES TO ACCOUNTS (Continued)

Annexure referred to in Note No.19 of the Notes forming part of Accounts for the year ended 31st March 2009
Disclosure of particulars of significant leases as required by Accounting Standard 19

The Company's significant leasing arrangements are in respect of operating leases for commercial and residential premises.

- a) Lease income from operating leases is recognised on a straight-line basis over the period of lease.
The particulars of significant leases under operating leases are as under

	2008-09 Rs.	2007-08 Rs.
Gross Carrying Amount of Premises	36,735,020	26,726,520
Accumulated Depreciation	5,781,064	3,306,327
Depreciation for the year	1,629,156	1,232,642
Future minimum lease income under non-cancellable operating leases		
a) Not later than 1 year	8,951,580	6,924,000
b) Later than 1 year and not later than 5 years	7,697,140	—
c) Later than 5 years	—	—
Income recognised during the period	38,303,397	35,281,079

- b) Lease expenses from operating leases is recognised on a straight-line basis over the period of lease.
The particulars of significant leases under operating leases are as under

Future minimum lease payments under non-cancellable operating leases	2008-09 Rs.	2007-08 Rs.
a) Not later than 1 year	3,635,658	18,031,944
b) Later than 1 year and not later than 5 years	—	9,883,067
c) Later than 5 years	—	—

Annexure referred to in Note No 20 of the Notes forming part of Accounts for the year ended 31st March 2009
Investments purchased and sold during the year are as follows :

Particulars	2008-09		2007-08	
	No. of units	Cost of purchase	No. of units	Cost of purchase
SBI Premier Liquid Fund Super Institutional Daily Dividend	15,948,168.4525	160,000,000		
UTI Liquid Cash Plan Institutional	98,092.5220	100,000,000		
IDFC Floating Rate Fund	9,994,503.0230	100,000,000		
IDFC Floating Rate Fund	5,746,839.2380	57,500,000		
SBI Magnum Insta Cash Fund	1,066,666.6667	20,000,000		
Reliance Liquidity Fund Daily Dividend	—	—	5,034,359.91	50,000,000
Fidelity International Oppt. Fund Reinvestment Option	—	—	29,339.85	300,000

ANNEXURE TO NOTES TO ACCOUNTS (Continued)

Annexure referred to in Note No.21 of the Notes forming part of Accounts for the year ended 31st March 2009
Disclosure of particulars of "Employee Benefits" as required by Accounting Standard 15

GRATUITY PLAN VALUATION

PARTICULARS	2008-09 Rs.	2007-08 Rs.
SUMMARY OF KEY RESULTS		
Present Value of obligation	14,927,420	9,487,085
Fair Value of plan assets	11,434,963	10,592,361
Net Asset/ (Liability) recognised in balance sheet	(3,492,457)	1,105,276
No. of Employees	632	532
Total monthly Salary in Rupees	8,388,634	5,621,366
Average past service	2.78	2.43
Average Age	32.79	33.14

I.ASSUMPTIONS :

	As on 31.03.2009	As on 31.03.2008
Discount Rate	7.20%	7.50%
Rate of increase in compensation levels		
First five years	15.00%	15.00%
Thereafter	5.00%	5.00%
Rate of Return on Plan Assets	9.15%	9.15%
Expected Average remaining working lives of employees (years)	8.82	8.78

II. Table Showing changes in present value of obligations:

	As on 31.03.2009	As on 31.03.2008
Present Value of obligations as at the beginning of the year	9,487,085	4,971,778
Acquisition adjustment	—	—
Interest Cost	700,141	372,883
Past Service Cost	—	—
Current Service Cost	4,813,067	2,857,765
Curtailment Cost/(credit)	—	—
Settlement Cost /(credit)	—	—
Benefits paid	(303,753)	(383,699)
Actuarial (gain)/loss on obligations	230,880	1,668,358
Present Value of obligation as at the end of the year	14,927,420	9,487,085

ANNEXURE TO NOTES TO ACCOUNTS (Continued)

III. Table Showing changes in Fair Value of Plan Assets	As on 31.03.2009	As on 31.03.2008
Fair Value of Plan Assets at the beginning of the year	10,592,361	8,660,384
Acquisition adjustment	—	—
Expected Return on Plan Assets	1,030,298	792,425
Contributions	1,639,200	1,541,469
Benefits paid	(303,753)	(383,699)
Actuarial (gain)/loss on Plan assets	(1,523,143)	(18,218)
Fair Value of Plan Assets at the end of the year	11,434,963	10,592,361

IV. ACTUARIAL GAIN /LOSS RECOGNIZED	As on 31.03.2009	As on 31.03.2008
Actuarial gain/(loss) for the year - obligations	(230,880)	(1,668,358)
Actuarial (gain)/loss for the year-Plan Assets	1,523,143	18,218
Total(gain)/loss for the year	1,754,023	1,686,576
Actuarial (gain)/loss recognized in the year	1,754,023	1,686,576
Unrecognized Actuarial(gain)/losses at the end of year	—	—

V. THE AMOUNTS TO BE RECOGNIZED IN BALANCE SHEET AND STATEMENT OF PROFIT AND LOSS

	As on 31.03.2009	As on 31.03.2008
Present Value of obligations as at end of the year	14,927,420	9,487,085
Fair Value of plan assets as at the end of the year	11,434,963	10,592,361
Funded status	(3,492,457)	1,105,276
Unrecognized actuarial (Gain) / Losses	—	—
Net assets / (liabilities) recognized in Balance Sheet	(3,492,457)	1,105,276

VI. EXPENSES RECOGNIZED IN THE STATEMENT OF PROFIT AND LOSS

	As on 31.03.2009	As on 31.03.2008
Current Service Cost	4,813,067	2,857,765
Past service Cost	—	—
Interest Cost	700,141	372,883
Expected return on Plan assets	(1,030,298)	(792,425)
Curtailment Cost / (credit)	—	—
Settlement Cost / (credit)	—	—
Net Actuarial (Gain) / Loss recognized in the year	1,754,023	1,686,576
Expenses recognized in the statement of Profit And Loss at the end of the period	6,236,933	4,124,799

ANNEXURE TO NOTES TO ACCOUNTS (Continued)

LEAVE ENCASHMENT VALUATION

PARTICULARS	<u>FY 2008-09</u>	<u>FY 2007-08</u>
SUMMARY OF KEY RESULTS		
Present Value of obligation	24,497,039	11,081,202
Fair Value of plan assets	—	—
Net Asset/ (Liability) recognised in balance sheet	(24,497,039)	(11,081,202)
No. of Employees	632	532
Total monthly Basic + DA (if applicable)	16,207,263	10,661,603
Total monthly CTC in Rupees	18,304,533	13,250,864
Total Leave Balance in days	15,442	5,901
Average past service	2.78	2.43
Average Age	32.79	33.14

I. ASSUMPTIONS :

	<u>As on 31.03.2009</u>	<u>As on 31.03.2008</u>
Discount Rate	7.20%	7.50%
Rate of increase in compensation levels		
First five years	15.00%	15.00%
Thereafter	5.00%	5.00%
Expected Average remaining working lives of employees (years)	8.82	8.78

As per Para 128 read in conjunction with Para 132 of AS 15 (R) doesnot require any specific disclouser except where expenses resulting from compensated absence is of such size, nature or incidence that its disclosure is relevant under Accounting Standard No. 5 or Accounting Standard No. 18.

ANNEXURE TO NOTES TO ACCOUNTS (Continued)

Particulars of the Joint Ventures undertaken by the Company as required in Accounting Standard 27 "Financial Reporting of Interest in Joint Venture", in respect of which disclosures have been made are given in the Annexed Statement. (Note No 17 attached to and forming part of Accounts for the year ended 31.3.2009)									
Name of the Joint Venture	Interest of Company in JV	Share in Assets of the JV	Share in Liabilities of the JV	Investment in Joint Venture	Add : Share of Profit	Less : Share of tax	Closing Balance of Investment Asset / (Liability)	Loans given	
Zircon Ventures	67% of Revenue	437,392,908	430,596,222	—	9,396,687	2,600,000	6,796,687	—	
Phoenix Ventures	10% of the total project Cost as project management Fees and 50% of remaining Profit	66,470,277	60,057,277	19,296,612	5,085,535	2,969,147	21,413,000	9,000,000	
Zenith Ventures	62.5% of Revenue	211,662,190	212,750,609	(968,768)	(119,651)	—	(1,088,419)	—	
Weikfield IT City Infor Park (AOP)	15% of revenue subject to available profit	19,448,615	19,447,615	(178,358,522)	16,954,559	—	(161,403,963)	—	
Just Home India Private Limited	50% Share of Profits	165,404,026	54,687,013	50,000	—	—	50,000	333,935	
Marigold Premises Private Limited	50% Share of Profits	339,516,315	183,280,145	419,672	—	—	419,672	45,193,911	
Viorica Properties Private Limited	37.5% Share of Profits	145,105,845	135,681,455	11,275,000	—	—	11,275,000	54,164,598	
Cosmos Premises Private Limited	43.83% Share of Profits	76,733,568	21,004,382	36,790,610	—	—	36,790,610	500,000	
Almet Corporation Limited	49% Share of Profits	24,974,117	22,156,702	52,373,208	—	—	52,373,208	3,179,381	
Marathawada Realtors Pvt Ltd	49% Share of Profits	39,074,001	6,948,807	80,995,440	—	—	80,995,440	2,645,612	
John Fowler Ophthalmics Pvt Ltd	49% Share of Profits	99,619,967	17,030,204	177,048,535	—	—	177,048,535	4,780,688	
(The above information is provided on the basis of latest available financial statements of the Joint Venture Entities)									
	TOTAL	1,625,401,829	1,163,640,432	198,921,786	31,317,130	5,569,147	224,669,770	119,798,125	

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I Registration Details

Registration No.	<input type="text" value="3"/> <input type="text" value="8"/> <input type="text" value="5"/> <input type="text" value="1"/> <input type="text" value="1"/>	State Code	<input type="text" value="1"/> <input type="text" value="1"/>
Balance Sheet Date	<input type="text" value="3"/> <input type="text" value="1"/>	<input type="text" value="0"/> <input type="text" value="3"/>	<input type="text" value="2"/> <input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="9"/>
	Date	Month	Year

II. Capital Raised during the year (Amount in Thousands)

Public Issue	<input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>	Rights Issue	<input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="3"/> <input type="text" value="3"/> <input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="7"/>
Bonus Issue	<input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>	Private Placement	<input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>

III. Position of Mobilisation and Development of Funds (Amounts in Thousands)

Total Liabilities	<input type="text" value="5"/> <input type="text" value="5"/> <input type="text" value="9"/> <input type="text" value="9"/> <input type="text" value="9"/> <input type="text" value="3"/> <input type="text" value="4"/>	Total Assets	<input type="text" value="5"/> <input type="text" value="5"/> <input type="text" value="9"/> <input type="text" value="9"/> <input type="text" value="9"/> <input type="text" value="3"/> <input type="text" value="4"/>
Sources of Funds		Reserves & Surplus	<input type="text" value="3"/> <input type="text" value="0"/> <input type="text" value="7"/> <input type="text" value="6"/> <input type="text" value="0"/> <input type="text" value="8"/> <input type="text" value="3"/>
Paid-up-Capital	<input type="text" value="0"/> <input type="text" value="7"/> <input type="text" value="5"/> <input type="text" value="9"/> <input type="text" value="1"/> <input type="text" value="5"/> <input type="text" value="4"/>	Unsecured Loans	<input type="text" value="0"/> <input type="text" value="7"/> <input type="text" value="1"/> <input type="text" value="4"/> <input type="text" value="5"/> <input type="text" value="9"/> <input type="text" value="2"/>
Secured Loans	<input type="text" value="1"/> <input type="text" value="0"/> <input type="text" value="5"/> <input type="text" value="0"/> <input type="text" value="1"/> <input type="text" value="0"/> <input type="text" value="6"/>		
Application of Funds		Investments	<input type="text" value="1"/> <input type="text" value="2"/> <input type="text" value="5"/> <input type="text" value="6"/> <input type="text" value="7"/> <input type="text" value="7"/> <input type="text" value="2"/>
Net Fixed Assets	<input type="text" value="0"/> <input type="text" value="4"/> <input type="text" value="4"/> <input type="text" value="9"/> <input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="6"/>	Misc. Expenditure	<input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>
Net Current Assets	<input type="text" value="3"/> <input type="text" value="8"/> <input type="text" value="9"/> <input type="text" value="0"/> <input type="text" value="3"/> <input type="text" value="2"/> <input type="text" value="5"/>	Deferred Tax Asset	<input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="3"/> <input type="text" value="8"/> <input type="text" value="3"/> <input type="text" value="2"/>
Accumulated Losses	<input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>		

IV. Performance of Company (Amount in Thousands)

Turnover	<input type="text" value="5"/> <input type="text" value="3"/> <input type="text" value="0"/> <input type="text" value="5"/> <input type="text" value="5"/> <input type="text" value="5"/> <input type="text" value="0"/>	Total Expenditure	<input type="text" value="4"/> <input type="text" value="9"/> <input type="text" value="9"/> <input type="text" value="6"/> <input type="text" value="6"/> <input type="text" value="8"/> <input type="text" value="8"/>
<input type="checkbox"/> +		Profit/Loss before Tax	<input type="text" value="0"/> <input type="text" value="3"/> <input type="text" value="0"/> <input type="text" value="8"/> <input type="text" value="8"/> <input type="text" value="6"/> <input type="text" value="2"/>
<input type="checkbox"/> +		Profit/Loss after Tax	<input type="text" value="0"/> <input type="text" value="2"/> <input type="text" value="0"/> <input type="text" value="4"/> <input type="text" value="6"/> <input type="text" value="6"/> <input type="text" value="9"/>

(Please tick Appropriate box + for Profit - for Loss)

Earning per share in Rs.	<input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="3"/>	Dividend rate %	<input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>
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V. Generic Names of Three Principal Products/Services of Company (as per monetary terms)

Item Code No. (ITC Code)	<input type="text" value=""/>	<input type="text" value="N"/> <input type="text" value="A"/>
Product Description	<input type="text" value="C"/> <input type="text" value="O"/> <input type="text" value="N"/> <input type="text" value="T"/> <input type="text" value="R"/> <input type="text" value="A"/> <input type="text" value="C"/> <input type="text" value="T"/> <input type="text" value="O"/> <input type="text" value="R"/> <input type="text" value=""/>	& <input type="text" value=""/>
	<input type="text" value="D"/> <input type="text" value="E"/> <input type="text" value="V"/> <input type="text" value="E"/> <input type="text" value="L"/> <input type="text" value="O"/> <input type="text" value="P"/> <input type="text" value="E"/> <input type="text" value="R"/> <input type="text" value=""/>	
Item Code No. (ITC Code)	<input type="text" value=""/>	<input type="text" value="N"/> <input type="text" value="A"/>
Product Description	<input type="text" value="T"/> <input type="text" value="R"/> <input type="text" value="A"/> <input type="text" value="D"/> <input type="text" value="I"/> <input type="text" value="N"/> <input type="text" value="G"/> <input type="text" value=""/>	

AS PER OUR REPORT OF EVEN DATE

For Anand Mehta & Associates
CHARTERED ACCOUNTANTS

Kusai Goawala

PARTNER
MEMBERSHIP NO. 39062
MUMBAI : DATED - 23rd June, 2009

FOR VASCON ENGINEERS LIMITED

R. Vasudevan
MANAGING DIRECTOR

V. Mohan
CHAIRMAN

M. Krishnamurthi

COMPANY SECRETARY
MUMBAI : DATED - 23rd June, 2009

Statement Pursuant to Section 212 of the Companies Act, 1956 relating to Company's Interest in Subsidiary Companies

Name of the Subsidiary	1 Marvel Housing Private Limited	2 Vascon Dwellings Private Limited	3 IT-CITI InfoPark Private Limited	4 Calypso Premises Private Limited	5 Floriana Properties Private Limited	6 Wind Flower Properties Private Limited	7 Rose Premises Private Limited	8 Vascon Pricol Infrastructures Limited	9 Greystone Premises Private Limited
Financial year ending of the Subsidiary	March 31,2009	March 31,2009	March 31,2009	March 31,2009	March 31,2009	March 31,2009	March 31,2009	March 31,2009	March 31,2009
Date from which they became subsidiary	January 2,2006	April 1 ,2006	April 2 ,2006	May 31,2006	August 28,2008	November 2,2006	January 6,2007	April 2 ,2007	January 3,2008
a) Number of shares held by the company in the subsidiary at the end of financial year of holding company.	10000	10000	10000	9459000	10000	10000	4000000	4970000	6500
b) Extent of interest of holding Company at the end of the financial year of subsidiary company.	100%	100%	100%	63%	100%	100%	100%	70%	65%
The net aggregate amount of subsidiary companies profit/(loss) so far as it concerns the members of holding company:									
a)Not dealt with in the holding company's accounts									
i)For the financial year ended Mar 31,2009	Profit Rs 71,344	Loss Rs.867,971	Profit Rs.36,153,368	Loss Rs.	Loss Rs. 22,748	Profit Rs. 20,987,603	Loss Rs. 54,53,091		Loss Rs. 4,908,537
ii)For the previous year of the subsidiary company since it became holding company's subsidiary	Loss Rs.500,357	Loss Rs. 1,786,807	Profit Rs. 37,392,076	Loss Rs.246,131	Loss Rs.17,800	Profit Rs. 15,515,963	Loss Rs. 5,103,045	Loss Rs.116,572	Loss Rs. 2,416,343
b)Dealt with in the holding company's accounts									
i)For the financial year ended Mar 31,2009	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
ii)For the previous year of the subsidiary company since it became holding company's subsidiary	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil

FOR VASCON ENGINEERS LIMITED

R. Vasudevan
MANAGING DIRECTOR
Mumbai, Dated : 23rd June, 2009

V. Mohan
CHAIRMAN

M. Krishnamurthi
COMPANY SECRETARY

INFORMATION ON THE FINANCIALS OF SUBSIDIARIES

As on 31st March, 2009

(All figures in INR, except share data)

Name of the Subsidiary	Capital	Reserves	Total Assests	Total Liabilities	Investments	Turn over	Profit Before Tax	Provision for Tax	Profit After Tax	Proposed Dividend
Marvel Housing Private Limited	100,000	413,170	350,099,474	350,099,474	-	-	68,900	9,200	59,700	Nil
Vascon Dwellings Private Limited	100,000	-	774,991,075	774,991,075	-	-	(867,971)	-	(867,971)	Nil
IT-CITI InfoPark Private Limited	100,000	69,549,977	218,243,265	218,243,265	63,000	-	40,773,368	4,620,000	36,153,368	Nil
Calypso Premises Private Limited	150,133,300	-	-	-	-	-	-	-	-	Nil
Floriana Properties Private Limited	100,000	-	18,332,892	18,332,892	6,943,053	-	(22,748)	-	(22,748)	Nil
Wind Flower Properties Private Limited	100,000	36,503,566	355,832,502	355,832,502	-	137,477,651	30875440	9,073,000	21,802,440	Nil
Rose Premises Private Limited	40,000,000	-	333,537,478	333,537,478	132,018	119,595,653	(202,753)	318,900	(521,653)	Nil
Vascon Pricol Infrastructure Ltd	71,000,000	-	-	-	-	-	-	-	-	Nil
Greystone Premises Private Limited	100,000	-	102,808,032	102,808,032	-	-	(2,492,194)	-	(2,492,194)	Nil

NOTE: FULL ANNUAL ACCOUNTS OF THE SUBSIDIARIES ARE AVAILABLE FOR INSPECTION AT THE CORPORATE OFFICE OF THE COMPANY AND WILL BE SENT TO EVERY MEMBER ON REQUEST FREE OF COST.

Vascon Engineers Limited
Pune

Dear Sir,

This is to put on record our appreciation for very good efforts, dedication and understanding shown by the team of Vascon Engineers Limited during the construction of our R&T facility at Matrix, Wakfundi, Pune. We are satisfied with the quality of works performed by you, cooperation extended and good understanding of our requirements during all phases of the project till today.

We are sure that above good values and subject knowledge shown by your team would go a long way in making our relationship stronger.

Yours Sincerely,

M. M. Lohia
Murlis Lohia
Vice President

Mr. C.V. Shah
Vascon Engineers Pvt Ltd,
201, Phoenix, 2nd floor,
Opp. residency Club, Bund Garden Road,
Pune - 411001
20/09/2005

SYNGENTA RESEARCH AND TECHNOLOGY CENTRE PROJECT, GOA
Dear Mr. Shah,
I would like to take this opportunity to pass on my thanks and gratitude for the efforts of yourself and your team in the successful delivery of our Research and Technology Centre Project in Goa. In particular, I'd like to thank you all for the commitment and dedication you have demonstrated in ensuring that the project was completed on time and to a standard that met Syngenta Management's expectations. I wish you all great success in your future projects and hope that we will have the opportunity to work together again at some time in the future.

Yours sincerely,
Prof. Shilpi

To whomsoever it may concern

We at SYNGENTA RESEARCH & TECHNOLOGY CENTRE PROJECT have engaged M/s VASCON ENGINEERS PVT LTD for the construction of our R&T CENTRE, SATELITE WORKS, Corlim Itah, Goa - 403110 from the period of May 2005.

The Syngenta R&T Center-Goa, being monitored from our Global Headquarters in Switzerland, will be one of 4 worldwide centres providing International Standard Research Facilities. The construction was allocated to VASCON on the basis of their past performance and their well deserved reputation of being Quality Builders in the Pharma

Management Consultants M/s CUSHMAN & WAKEFIELD (I) PVT LTD and M/s ATARAMAN ASSOCIATES, BANGALORE have fixed VASCON's on site provided value added engineering solutions, flexibility in its work to achieve the various timelines jointly agreed. From VASCON has achieved nearly 8,00,000 safe manhours as well as the emphasis to safety and workforce discipline.

DR. S. B. MUJUMDAR IAS, MA
PRESIDENT & FOUNDER DIRECTOR
Symbiosis Institute of Technology
(Approved by the Govt. of Maharashtra, Government of India)

Dear Mr. Vasudevan,

I write to thank you for sparing time to visit the site of Symbiosis Institute of Technology campus at Lavale and for going around the hill top campus there.

I was especially touched by your proposal to offer your experience and expertise whenever we require. Mr. Vasudevan, we in Symbiosis are primarily academicians and know little or nothing about construction, water supply, electrification etc. In the past we have suffered heavy loss of time and money because of wrong advice. It is against this background that I appreciate your offer. Somehow I have intuitively developed faith in your integrity, intelligence and innovation and hence Dr. Vidya and I look upon you as a trusted friend and expert guide of Symbiosis.

Thank you once again and wish you and your family a happy New Year.
With warm regards,

Yours sincerely,
Dr. S. B. Mujumdar
(Dr. S. B. Mujumdar)

SYMBIOSIS
Group of Institutions
Tel : Office : 020-25652444
E-mail : sbs@symsib.edu.in

5/144/111
5th January 2009



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+91-20-26202100 2620210
punec@suzlon.com
www.suzlon.com

September 25, 2006

Mr. R. Vasudevan
Chairman & Managing Director,
Vascon Engineers Pvt. Ltd.,
Pune

Dear Mr. Vasudevan,

On behalf of Suzlon Management, I wish to express our deep appreciation for providing us facility at Weikfield timely and the infrastructure provided therein by you.

My congratulations and appreciation to your Team for the unstinted support that they gave us at every stage of the project.

The Office has come up in a manner that matches the high standards that Vascon is known for.

We also wish to thank you for gracing the inauguration function this morning.

Thanking you once again,

Warm regards,

J. R. Tanti
J. R. Tanti

www.vascon.com



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Building Future Perfect

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Email : corporate@vascon.com / sales@vascon.com