

ANNUAL REPORT

2009-2010



GTV ENGINEERING LIMITED

NINETEENTH ANNUAL REPORT (2009-2010)

NOTICE

Notice is hereby given that the **NINETEENTH ANNUAL GENERAL MEETING OF GTV ENGINEERING LIMITED** will be held on 29th Day of September, 2010 Wednesday at 11.30 A.M. at 216-218, New Industrial Area-II, Mandideep-462046 (Bhopal) (MP) to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Profit and Loss A/c for the year ended **31st March, 2010** and the Balance Sheet as on that date and the reports of the Auditors and Directors thereon.
2. To appoint Auditors and fix their remuneration.
3. To appoint Mrs. Veena Agrawal as executive director who is retiring by rotation and re-eligible for reappointment.

Place : Bhopal
Dated : 29.06.2010

By the order of the Board of Directors
For **GTV ENGINEERING LIMITED**


(MAHESH AGRAWAL)
Managing Director

Regd. Office:
216-218, New Industrial Area-II,
Mandideep-462046.
Dist. Raisen.

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE IN HIS STEAD AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES, IN ORDER TO BE EFFECTIVE DULY COMPLETED & STAMPED MUST BE RECEIVED AT THE REGISTERED OFFICE NOT LESS THAN FORTY EIGHT HOURS BEFORE THE MEETING.
2. Explanatory statement as required under section 173(2) of the Companies Act, 1956 is annexed hereto.
3. The Register of Members and the Share transfer Books of the Company shall remain closed from **16.09.2010** to **29.09.2010** (both days inclusive)
4. Members are requested to notify any change of address to the company's Registered Office: 216-218, New Industrial Area-II, Mandideep-462046 (Bhopal), with the postal area pin code number quoting their folio numbers.

NINETEENTH ANNUAL REPORT (2009-2010)

DIRECTOR'S REPORT TO THE MEMBERS

Your Directors have pleasure in presenting Nineteenth Annual Report together with Audited statement of Accounts for the year ended 31st March 2010.

FINANCIAL RESULTS:

	Current year ended 31.3.2010 (Rs. in lacs)	Previous year ended 31.3.2009 (Rs. in lacs)
Sales	1842.12	1176.75
Other Income	23.65	114.46
Profit Before Intt. Tax & Dep.	127.51	222.64
Less : Financial Expenses	35.22	123.85
Profit before Dep.& Tax	92.29	98.79
Less : Depreciation	55.37	73.23
Profit before tax	36.92	25.56
Less: Provision for tax	7.60	9.17
Net Profit after tax	29.32	16.39
Proposed Dividend	Nil	Nil

DIRECTOR'S RESPONSIBILITY STATEMENT :

As required under Sec. 217 (2AA) of the Companies Act, 1956, your Directors confirm that:

- that in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures.
- that the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the **profit** / loss of the company for that period.
- That the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the act for safeguarding the assets of the company and for preventing the detecting fraud and other irregularities.
- That the directors had prepared the annual accounts on a going concern basis.

DIVIDEND :

Your directors have decided not to recommend any dividend for the year in view of to augment the funds for recycling the same into working capital and further to reduce the debt burden of the company.

OPERATIONS :

The Directors feel great pleasure in reporting that your company has been made impressive performance during the year. The turnover of the company has significantly improved during the year under review to **Rs. 1842.12 Lacs from Rs. 1176.75 lacs** during the previous year by registering an increase of 56.54%. The Net Profit after tax during the year is **Rs. 29.32 Lacs**.

Company's Unit-I at Malanpur, Unit-II at Mandideep, Power Mech Industries (Under Proprietorship of the Company) and company's Wind Mill installed at Sangli (Maharashtra) are working well.

AUDITORS :

The statutory auditors of the company **M/s. RATH DINESH & ASSOCIATES**, Chartered Accountants, retire at the conclusion of the ensuring Annual General meeting and being re-eligible offer themselves for reappointment.

AUDITOR REPORT:

As regards the observations in the Auditors Report the relevant notes on accounts are self-explanatory.

PERSONNEL:

The company has no employee in respect of whom statement under Section 217 (2A) of the companies Act, 1956 and companies (particulars of employees) Rules, 1988 and amendments made there under, is applicable.

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

Particulars giving details as required under the Companies (disclosure of particulars in the report of Board of Directors) Rules, 1988 is annexed hereto and forms part of the report - Annexure 1.

ACKNOWLEDGMENT:

Your Directors wish to place on record their appreciation for the services rendered by the employees at all levels and the co-operation extended by the Bankers and Business constituents and the confidence reposed in by the shareholders.

Place : Bhopal
Dated : 29.06.2010

Regd. Office:
216-218, New Industrial Area-II,
Mandideep-462046.
Dist. Raissen.

By the order of the Board of Directors
For **GTV ENGINEERING LIMITED**


(MAHESH AGRAWAL)
Managing Director

ANNEXURE TO THE DIRECTORS' REPORT

INFORMATION AS PER SECTION 217 (1)(E) OF THE COMPANIES ACT, 1956 READ WITH COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988 FOR THE YEAR ENDED 31ST MARCH, 2010.

I. CONSERVATION OF ENERGY :

Your company continues to give priority for conservation of energy on an on going basis keeping in view the national concern for energy conservation.

a) **Energy conservation Measures taken :** Capacitor Banks have been installed in series with MPEB Power Connection to bring the Energy Power Factor to the required standard values to reduce the power losses.

b) **Total energy consumption and consumption per unit of production:**

FORM 'A'

	Current year 2009-2010	Prev.year 2008-2009
A. Power and Fuel consumption		
1. Electricity		
a) Purchased unit (KWH in lacs)	5.45	5.04
Total amount (Rs. in lacs)	33.20	31.32
Rate / kWh (In Rs.)	6.09	6.21
b) Own Generation (Units)	0.00632	0.01112
Through Diesel Generator	1200 Ltrs.	2000 Ltrs
Cost/Unit (Rs.)	68.01	67.50
2. Coal		
Qty (Tonnes)		
Total Cost (Rs. in lacs)	N.A.	N.A.
Average Rate (Rs.)		
3. Others	N.A.	N.A.
B. Consumption per tonne of production	216.549	566.205
	KWH	KWH

FORM 'B'

II. TECHNOLOGY ABSORPTION

Research & Development : Internal efforts for the improvement of weld quality & productivity.
 Specific areas in which R & D Carried out by the company :
 Expenditure on R & D : No separate expenditure

Technology absorption, adaptation & information

- 1) Efforts
- 2) Benefits NA
- 3) Technology imported

FUTURE PLANS

NA

III. FOREIGN EXCHANGE EARNINGS AND OUTGO :

Foreign exchange earnings: NIL. Foreign Exchange outgo on account of Foreign Travel is NIL.

STOCK EXCHANGES:

The Company's Equity Shares are listed in the following Stock Exchanges.

1. M.P. Stock Exchanges
201, Palika Plaza-II,
M.T.H. Compound,
Indore (M.P.) 452001
2. Delhi Stock Exchanges
DSE House, 3/1 Asaf Ali Road,
New Delhi - 110 002
3. Jaipur Stock Exchanges
Stock Exchange Building,
Jawaharlal Nehru Marg,
Malviya Nagar,
Jaipur - 302 017

Place : Bhopal
Dated : 29.06.2010

Regd. Office:
216-218, New Industrial Area-II,
Mandideep-462046.
Dist. Raisen.

By the order of the Board of Directors
For **GTV ENGINEERING LIMITED**


(MAHESH AGRAWAL)
Managing Director



AUDITORS' REPORT
TO THE MEMBERS OF THE COMPANY

The Members of
GTV ENGINEERING LIMITED

1. We have audited the attached Balance Sheet of **GTV ENGINEERING LIMITED** as at **31st March, 2010**, the Profit and Loss Account and also the cash flow statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the annexure referred above, we report that :
 - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (ii) In our opinion, proper books of accounts as required by law have been kept by the company so far as appears from our examination of those books;
 - (iii) The Balance Sheet, Profit & Loss account and cash flow statement dealt with by this report are in agreement with the books of accounts;



- (iv) In our opinion, the balance sheet, profit & loss account and cash flow statement dealt with by this report have comply with the accounting standards referred to in sub section (3C) of Section 211 of the Companies Act. 1956;
- (v) On the basis of written representations received from the directors, as on **31st March 2010** and taken on record by the Board of Directors, we report that none of the directors is disqualified as on **31st March 2010** from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the companies Act 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- (a) in the case of Balance Sheet, of the state of affairs of the company as at **31st March 2010**;
 - (b) in the case of profit & loss account, of the **Profit** for the year ended on that date; and
 - (c) in the case of cash flow statement, of the **cash flow** for the year ended on that date.

Place : Bhopal
Date : **29th June 2010**

For **RATH DINESH & ASSOCIATES**
Chartered Accountants


Ajay Rath
(Partner)

Membership No. : **075111**

ANNEXURE TO THE AUDITORS' REPORT

REFERRED TO IN PARAGRAPH 1 OF THE AUDITORS REPORT TO THE MEMBERS
OF
GTV ENGINEERING LIMITED

ON THE ACCOUNTS FOR THE YEAR ENDED 31st MARCH 2010

(i)	(a)	The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets. We are informed that the management at reasonable intervals during the year has physically verified the fixed assets. No material discrepancies were noticed on such verification.
	(b)	All the assets have been physically verified by the management during the year according to programme of period verification which, in our opinion, is reasonable having regard to the size of company and the nature of its assets. No material discrepancies were noticed on such verification.
	(c)	During the year the company has not disposed off any Plant & Machinery. according to the information and explanations given to us.
(ii)	(a)	The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
	(b)	The procedures of verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and nature of its business.
	(c)	The company is maintaining proper records of inventory. No discrepancies are noticed during physical verification.
(iii)	(a)	The company has neither granted or taken unsecured loan from the parties covered in the register maintained under section 301 of the Companies Act, 1956
(iv)		In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchases of inventory, fixed assets and with regards to the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control.



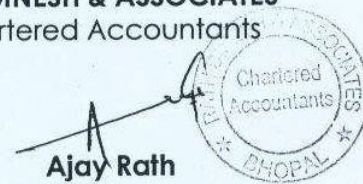
(v)	(a)	According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
	(b)	In our opinion and according to the information and explanations given to us, the transactions has been made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956. and exceeding the value of rupees five lacs in respect of any party during the year have been made at the prices which are reasonable having regard to prevailing market price at the relevant time.
(vi)		According to the information and explanations given to us , the company has not accepted any deposit from the Public during the year under audit.
(vii)		The company does not have any formal system of internal audit. However in our opinion and according to the information and explanations given to us, the internal control procedures are adequate considering the size and nature of operations of the Company.
(viii)		The provisions of maintenance of cost records under section 209 (1) (d) of the Companies Act, 1956 are not applicable to the company.
(ix)	(a)	The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investors education protection funds, employees' state insurance , income tax, sales tax, wealth tax , custom duty , excise duty, cess and other material statutory dues applicable to it.
	(b)	According to the information and explanations given to us, no undisputed amounts payable in respect of income tax , sales tax, wealth tax , custom duty , excise duty, cess were in arrears, as on 31st March 2010 for a period of more than six months from the date they became payable.
	(c)	According to the information and explanations given to us, there were no dues of sales tax, income tax, wealth tax , custom duty , excise duty, cess which have not been deposited on account of any dispute.
(x)		There is no accumulated loss in the company . The company has not incurred any cash losses during the financial year covered by our audit .
(xi)		In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to a financial institutions, bank or debenture holders.
(xii)		The company has not granted any loans and advances on the basis of security by way of pledge of shares , debentures and other securities.
(xiii)		In our opinion, the company is not a chit fund, or a nidhi mutual benefit fund/ society . Therefore , the provisions of clause 4 (xiii) of The Companies (Auditor's Report) Order , 2003 are not applicable to the company.
(xiv)		In our opinion, the company is not dealing in or trading in shares, securities, debentures and other investments . Accordingly, the provisions of clause 4 (xiv) of The Companies (Auditor's Report) Order, 2003 are not applicable to the company.



(xv)	According to the information and explanations given to us , the company has not given any guarantee for loans taken by others from banks or financial institutions .
(xvi)	In our opinion, the term loan has been applied for the purpose for which they were raised.
(xvii)	According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that no funds raised on short-term basis have been used for long-term investment. No long-term funds have been used to finance short-term assets except permanent working capital.
(xviii)	According to the information and explanations given to us, the company has not made any preferential allotment to any parties and companies covered in the register maintained under section 301 of the Companies Act, 1956 .
(xix)	According to the information and explanations given to us, the company has not issued debentures during the year under audit.
(xx)	The company has not raised any money through public issue during the year under audit.
(xxi)	According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

Place : Bhopal
Date : 29th June 2010



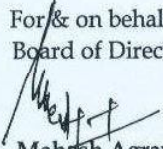
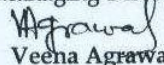
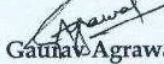
For **RATH DINESH & ASSOCIATES**
Chartered Accountants



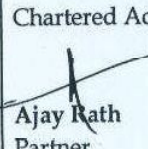
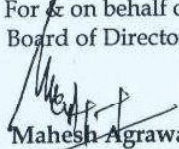

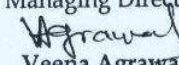
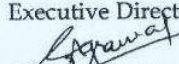
Ajay Rath
(Partner)

Membership No. 075111

GTV ENGINEERING LIMITED
BALANCE SHEET AS AT 31.03.2010

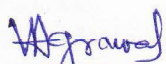
<u>SOURCES OF FUNDS:</u>	SCHE- DULE	AS AT 31.03.2010	AS AT 31.03.2009
Shareholders Funds:			
Capital	A	27,238,880	27,238,880
Reserves & Surplus	B	125,531,998	122,599,639
Loan Funds:			
Secured Loans	C	28,141,594	81,800,624
Unsecured Loans	D	42,483,877	16,655,241
TOTAL RUPEES		223,396,348	248,294,384
APPLICATION OF FUNDS:			
Fixed Assets:			
Gross Block	R	172,127,764	159,811,211
Less: Depreciation		62,952,350	57,415,252
Net Block		109,175,414	102,395,959
Current Assets, Loans & Advances:			
Current Assets	E	185,531,281	85,899,719
Loans & Advances	F	19,549,608	64,745,949
Investments		42,260,000	42,260,000
		247,340,889	192,905,668
Less: Current Liabilities & Provisions	G	133,119,954	47,007,243
Net Current Assets		114,220,935	145,898,425
TOTAL RUPEES		223,396,348	248,294,384
		0	0
Notes and Contingent Liabilities and Accounting Policies	S		
As per our report of even date For RATH DINESH & ASSOCIATES Chartered Accountants			For & on behalf of Board of Directors
 Ajay Rath Partner			 Mahesh Agrawal Managing Director
			 Veena Agrawal Executive Director
			 Gaunav Agrawal Director
Place : Bhopal Dated: 29th June'2010			

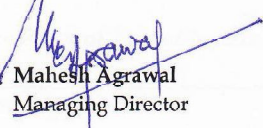
GTV ENGINEERING LIMITED
PROFIT & LOSS ACCOUNT AS ON 31.03.2010

PARTICULARS	SCHE- DULE	AS AT 31.03.2010	AS AT 31.03.2009
<u>INCOME:</u>			
Sales	H	184,212,593	117,675,269
Other Income	I	2,365,014	11,446,318
Increase(decrease) in stocks	J	15,803,528	3,141,220
TOTAL RUPEES		202,381,135	132,262,807
<u>EXPENDITURE:</u>			
Material Consumed	K	134,634,306	66,796,951
Manufacturing Expenses	L	37,093,476	29,088,824
Salary,Wages,Bonus etc including workmenwelfare	M	4,228,741	3,719,299
Administrative & Office Expenses	N	10,791,851	7,437,048
Selling & Distribution Expenses	O	453,788	847,297
Financial Expenses	P	3,521,728	12,385,153
Repairs & Maintenance	Q	2,427,536	2,108,523
Depreciation	R	5,537,098	7,323,542
TOTAL RUPEES		198,688,524	129,706,637
Profit/(loss) for the year		3,692,611	2,556,169
Profit/(loss) before Income Tax		3,692,611	2,556,169
Less:Provision for Income Tax		760,253	917,345
Profit after tax		2,932,358	1,638,824
Add : Profit Brought forward		108,148,139	106,509,315
Net Profit available for appropriation		111,080,497	108,148,139
APPROPRIATIONS			
Transfer to General Reserve		0	0
Balance carried to Balance Sheet		111,080,497	108,148,139
Notes and Contingent Liabilities and Accounting Policies	S		
As per our report of even date For RATH DINESH & ASSOCIATES Chartered Accountants			For & on behalf of Board of Directors
 Ajay Rath Partner			 Mahesh Agrawal Managing Director
			 Veena Agrawal Executive Director
Place : Bhopal Dated: 29th June'2010			 Gaurav Agrawal Director

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2010
(Pursuant to Clause 32 of Listing Agreement with Stock Exchange)

	2009-2010		2008-2009	
CASH FLOW FROM OPERATING ACTIVITIES				
NET PROFIT BEFORE TAX AND EXTRAORDINARY ITEMS		3,692,611		2,556,169
Adjustment for Depreciation (Net)	5,537,098		7,323,542	
Share issued expenses written off				
Preliminary Expenses written off				
Interest	3,521,728		12,385,153	
Other Income	(2,365,014)		(11,446,318)	
		6,693,811		8,262,377
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES		10,386,423		10,818,547
Adjustment for Trade & Other receivables	27,725,340		7,006,934	
Inventories	(74,929,476)		(8,112,272)	
Trade Payable	86,112,711		23,140,496	
CASH GENERATED FROM OPERATIONS		38,908,576		22,035,158
Interest Paid		49,294,998		32,853,705
		(3,521,728)		(12,385,153)
CASH FLOW BEFORE EXTRAORDINARY ITEMS		45,773,271		20,468,552
Extraordinary items		0		0
NET CASH FROM OPERATING ACTIVITIES		45,773,271		20,468,552
CASH FLOW FROM INVESTING ACTIVITIES				
Sale of Fixed Assets	0		1,756,129	
Purchases of Fixed Assets	(12,316,553)		(3,267,992)	
Other Income	2,365,014		11,446,318	
Investments	0		(35,000,000)	
		(9,951,539)		(25,065,545)
NET CASH USED IN INVESTING ACTIVITIES		(9,951,539)		(25,065,545)
CASH FROM FINANCING ACTIVITIES				
Proceeds from equity issue (Call Money Recovered)			0	
Proceeds from deferred payment				
Share issued expenses	0		0	
Total proceeds from borrowings (net of repayment)	(27,830,394)		(45,922,656)	
Income Tax Paid	(760,253)		(917,345)	
NET CASH USED IN FINANCING ACTIVITIES		(28,590,647)		(46,840,001)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		7,231,085		(51,436,994)
CASH AND CASH EQUIVALENTS (Opening)		23,356,411		74,793,405
CASH AND CASH EQUIVALENTS (Closing)		30,587,495		23,356,411


Veena Agrawal
Executive Director


Mahesh Agrawal
Managing Director

Place : Bhopal

Dated: 29th June'2010


AUDITOR'S CERTIFICATE

We have verified the above cash flow statement of GTV Engineering Ltd. derived from the Audited financial statement for the year ended 31st March 2010 and 31st March 2009 and found the same to be drawn in accordance therewith and also with the requirements of Clause 32 of the listing agreement with Stock Exchange.

Place : Bhopal

Dated: 29th June'2010

For RATH DINESH & ASSOCIATES
Chartered Accountants


Ajay Rath
(Partner)
M.No.075111



GTV ENGINEERING LIMITED		
<u>SCHEDULE 'A':</u>	AS AT 31.03.2010	AS AT 31.03.2009
SHARE CAPITAL:		
<u>Authorised:</u>		
35,00,000 equity shares of Rs.10/- each fully paid up(previous year 35,00,000 equity shares of Rs.10/- each)	35,000,000	35,000,000
<u>Subscribed & paidup Capital</u>		
27,23,888 equity shares of Rs.10/-	27,238,880	27,238,880
	27,238,880	27,238,880
SCHEDULE 'B':		
<u>RESERVES & SURPLUS:</u>		
General Reserve	10,000,000	10,000,000
Capital Subsidy	1,000,000	1,000,000
Shares Forfieted	3,451,500	3,451,500
Balance of Profit & Loss	111,080,498	108,148,139
Total Rs.	125,531,998	122,599,639
SCHEDULE 'C':		
<u>SECURED LOANS:</u>		
a) From Bank:		
i) Term loan from CBI, Bhopal secured by equitable mortgage of leasehold land, building and hypothecation of plant & machinery including all office equipment, furniture & fixtures and further secured by personal guarantee of the directors	0	19,837,128
ii) CBI CC limit against hypothecation	28,141,594	61,963,496
Total Rs.	28,141,594	81,800,624
SCHEDULE 'D':		
<u>UNSECURED LOANS:</u>		
Deferred payment of Tax (CST & MPST)	16,719,095	16,655,241
Unsecured Loan from others	25,764,782	
Total Rs.	42,483,877	16,655,241



GTV ENGINEERING LIMITED		
SCHEDULE 'E':	AS AT 31.03.2010	AS AT 31.03.2009
<u>CURRENT ASSETS:</u>		
<u>INVENTORIES</u> (As taken, valued & certified by Management)		
Work in Progress	27,900,000	12,310,000
Finished Goods	0	0
Raw Material	96,352,000	37,226,052
Scrap	262,638	49,110
A=	124,514,638	49,585,162
<u>SUNDRY DEBTORS:</u> (Unsecured but considered good)		
i) More than six months	1,891,329	1,382,320
ii) Less than six months	28,537,819	11,575,826
B=	30,429,148	12,958,146
<u>CASH & BANK BALANCES:</u>		
i) Cash in hand	89,670	257,101
ii) Balance with Schedule Banks		
On current account	2,083,711	925,628
Fixed deposits	28,414,115	22,173,682
C=	30,587,495	23,356,411
GRAND TOTAL (A+B+C) =	185,531,281	85,899,719
<u>SCHEDULE 'F':</u>		
<u>Loans & Advances:</u> (Unsecured but considered good)		
i) Advances recoverable in cash or in kind for value received/to be recd	18,689,758	63,938,211
ii) Income Tax Refundable	859,849	807,738
Total Rs.	19,549,608	64,745,949
<u>SCHEDULE 'G':</u>		
<u>CURRENT LIABILITIES & PROVISIONS:</u>		
<u>A. Current Liabilities:</u>		
Sundry Creditors	70,420,534	21,393,327
Liabilities for expenses	2,072,238	965,607
TDS Payable	191,382	254,352
Advance From Customers	60,435,800	24,393,956
	133,119,954	47,007,243



GTV ENGINEERING LIMITED		
<u>SCHEDULE 'H':</u>	AS AT 31.03.2010	AS AT 31.03.2009
SALES:		
Finished Sales	176,435,850	91,157,648
Scrap Sales	0	51,768
Power (Sales)	2,600,309	6,556,732
Job Work	5,176,434	19,909,121
	184,212,593	117,675,269
SCHEDULE 'I':		
<u>Other Income:</u>		
Accounts Written off	105,707	158,323
Interest received/Misc.income	2,259,307	11,287,995
Total Rs.	2,365,014	11,446,318
SCHEDULE 'J'		
<u>Increase(decrease) in Stocks:</u>		
Opening Stock of Work in Progress	12,310,000	9,135,300
Closing Stock of Work in Progress	27,900,000	12,310,000
Opening Stock of Scrap	49,110	82,590
Closing Stock of Scrap	262,638	49,110
Total Rs.	15,803,528	3,141,220
SCHEDULE 'K':		
<u>Material Consumed(Raw Material):</u>		
Opening Stock	37,226,052	32,255,000
Add: Purchases (including cenvat & entry tax)	202,944,275	77,637,024
Add: Freight Inward	6,283,268	1,584,515
Sub total	246,453,595	111,476,539
Less: Closing Stock	96,352,000	37,226,052
Less: Modvat Credit Allowed	15,467,289	7,453,536
Total Rs.	134,634,306	66,796,951

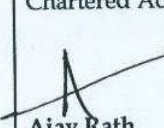
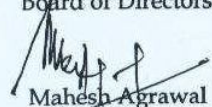
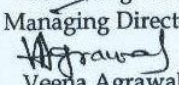
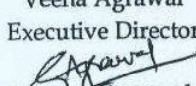


GTV ENGINEERING LIMITED		
<u>SCHEDULE 'L'</u>	AS AT 31.03.2010	AS AT 31.03.2009
<u>Manufacturing Expenses:</u>		
Diesel, Oil & Lubricants	42,982	75,064
Fabrication Expenses	19,709,917	14,748,675
Power Expenses	3,667,797	3,132,002
Testing & Inspection Charges	855,855	136,832
Other Factory Exp. & Water Expenses	863,603	664,099
Service Tax (GTA)	121,450	55,103
Cess on Service Tax (GTA)	3,665	1,769
Cess on Excise Duty	339,206	299,122
Excise Duty	11,489,001	9,976,158
Total Rs.	37,093,476	29,088,824
<u>SCHEDULE 'M':</u>		
<u>Salary Expenses :</u>		
Salaries (including Bonus)	4,228,741	3,719,299
Total Rs.	4,228,741	3,719,299



GTV ENGINEERING LIMITED		
<u>SCHEDULE 'N':</u>	AS AT	AS AT
<u>OFFICE & ADMINISTRATIVE EXPENSES:</u>	31.03.2010	31.03.2009
Misc. Expenses	4,188	5,711
Audit Fees	55,150	55,150
Property Tax	0	8,930
Books & Periodicals	12,376	2,613
Canteen Expenses	302,011	166,995
Convanche Expenses	397,860	391,886
Conveyance Expenses (Cars)	73,255	153,908
Donations	500,500	
Fees,Duties/Rent Rates Taxes/Lease Rent	1,915,401	273,598
General Expenses	133,297	118,831
Guest House Expenses	12,926	0
Insurance Expenses	84,876	65,953
Legal & Proff. & Consultancy Exps.	827,595	637,853
Electricity Charges	42,851	0
Office Maintenance	355,257	300,990
Office Rent	57,330	58,000
Postage & Telegram	48,825	48,178
Printing & Stationary	174,713	173,663
Telephone Expenses	272,870	311,842
Travelling Expenses (Consultants)	54,977	12,000
Travelling Expenses(Directors)	534,420	417,420
Travelling Expenses(Others)	184,631	114,468
Vehicle Running & Maint. & Scooter Exps	73,792	63,605
Vehicle Running & Maint. (Cars)	5,190	20,505
Vehicle Hire Charges	580,690	454,847
Listing Fees	12,500	0
Water Charges	58,950	10,745
Professional Tax	5,000	5,000
Security Expenses	332,997	258,230
Fringe Benefit Tax	0	71,961
Subscription Fees	0	2,500
Directors Remuneration	3,600,000	3,150,000
Statutory Medical Expenses	37,822	69,097
ISO Certification charges	39,601	12,570
Total Rs.	10,791,851	7,437,048
<u>SCHEDULE 'O'</u>		
<u>SELLING & DISTRIBUTION EXPENSES</u>		
Advertisement Expenses	122,350	2,200
Freight Charges(Outward)	57,220	667,893
Packing & Forwarding Exp.	169,044	86,944
Sales Promotional Exp.	60,174	57,822
Sales Tax (CST & MPCT)	0	31,313
Tender Fees	45,000	1,125
Total Rs.	453,788	847,297



GTV ENGINEERING LIMITED		
SCHEDULE 'P':	AS AT 31.03.2010	AS AT 31.03.2009
<u>FINANCIAL EXPENSES:</u>		
Bank Charges & Bill discounting charges	1,575,948	1,948,330
Interest to Bank	1,945,780	10,436,823
Total Rs.	3,521,728	12,385,153
<u>SCHEDULE 'Q':</u>		
<u>REPAIRS & MAINTENANCE:</u>		
Electric Installation	471,395	315,639
Plant & Machinery	1,017,650	1,700,392
Office Equipment	150,797	69,153
Building	787,694	23,339
Total Rs.	2,427,536	2,108,523
<p>Notes and Contingent Liabilities and Accounting Policies S</p> <p>As per our report of even date For RATH DINESH & ASSOCIATES Chartered Accountants</p> <div style="display: flex; justify-content: space-between;"> <div style="width: 45%;"> <p> Ajay Rath Partner</p> <p>Place : Bhopal Dated: 29th June'2010</p> </div> <div style="width: 45%; text-align: right;"> <p>For & on behalf of Board of Directors</p> <p> Mahesh Agrawal Managing Director</p> <p> Veena Agrawal Executive Director</p> <p> Gaurav Agrawal Director</p> </div> </div>		



SCHEDULE "R"

FIXED ASSETS (CONSOLIDATED)

Particulars	GROSS BLOCK			DEPRECIATION BLOCK			NET BLOCK			
	As on 01.04.09	Additions	Capitalise/Delete/Transfer	As on 31.03.10	As on 01.04.09	During the year	Depreciated on on Deletion/Transfer	Total as on 31.03.2010	As on 31.03.2009	As on 31.03.2010
Land	3,896,520	-	-	3,896,520	-	-	-	-	3,896,520	3,896,520
Building	23,345,501	-	-	23,345,501	9,345,263	779,739	-	10,125,002	14,000,238	13,220,499
Electrical Installation	3,876,749	11,730	-	3,888,479	1,850,931	184,656	-	2,035,587	2,025,818	1,852,892
Cycle	-	-	-	-	-	-	-	-	-	-
Vehicles	7,281,633	-	-	7,281,633	4,054,300	600,707	-	4,655,007	3,227,333	2,626,626
Plant & Machinery	55,660,657	12,136,271	-	67,796,928	22,846,314	2,004,861	-	24,851,175	32,814,343	42,945,753
Furniture & Fixtures	966,372	-	-	966,372	591,772	60,205	-	651,977	374,600	314,395
Computer	472,126	106,750	-	578,876	297,480	73,163	-	370,643	174,646	208,233
Fire Fighting Equipments	15,400	-	-	15,400	10,059	731	-	10,790	5,341	4,610
Office Equipments	2,592,087	61,802	-	2,653,889	1,566,183	162,396	-	1,728,579	1,025,904	925,310
Wind Mill (WTG)	61,704,166	-	-	61,704,166	16,852,951	1,670,640	-	18,523,591	44,851,215	43,180,575
Total = Rs.	159,811,211	12,316,553	-	172,127,764	57,415,252	5,537,098	-	62,952,350	102,395,958	109,175,414
Figures relating to previous year	156,543,219	3,267,992	-	159,811,211	50,091,710	7,323,542	-	57,415,252	108,207,638	102,395,959



SCHEDULE 'S'

NOTES ON ACCOUNTS:

I. SIGNIFICANT ACCOUNTING POLICIES:

a) BASIS OF PRESENTATION:

The accounts have been prepared using historical cost convention and on the basis of a going concern with revenues recognized and expenses accounted on accrual including for committed obligations. Insurance's and other claims are accounted as and when admitted by the appropriate authorities. Where changes in presentation are made, comparative figures for the previous year are regrouped accordingly.

b) FIXED ASSETS:

- i) Capitalised at acquisition cost including directly attributable cost such as freight, insurance and specific installation charges for bringing the assets to its working condition.
- ii) Expenditure relating to existing fixed assets incurred subsequently are added to the cost where they increase performance/life as assessed earlier.

c) INVENTORIES:

Inventories are valued at lower of cost or net realizable value after providing for obsolescence and damages.

- i) **In the case of raw material** - At cost. The cost represents purchase price and other costs incurred for bringing inventories up their present location **In the case of work in progress:** At cost which represents cost of raw material added to cost of conversation such as direct labour, direct expenses and production overheads (proportionately as to the stage of completion) which are specifically attributable to the units of production.
- ii) **In the case of Finished Goods** - At net realizable value.
- iii) **In the case of scrap** - At net realisable value.

d) FOREIGN CURRENCY TRANSACTION:

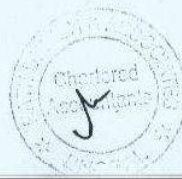
Foreign Travel Expenses NIL

e) EXCISE DUTY:-

Excise duty liability accruing on manufacture is accounted for as and when the liability for payment arises under the Central Excise and Salt Act 1944. Duty on finished goods lying in the factory premises in the bonded warehouse as on the last date of accounting year is not accrued.

f) SALES:-

Sales represents invoice value of goods (net) includes price variation and excise duty and does not includes freight, sales tax and transit insurance charges.



g) **DEPRECIATION**

Depreciation is provided on the fixed assets on straight line method at the rates and in the manner specified in schedule XIV of companies act, 1956 as per circular no. 14/93 dated 20.12.1993 issued by Ministry of Law and Department of Company Affairs and recommended by Institute of Chartered Accountants of India contained in its guidance notes on the "Accounting for Depreciation in Companies" and in the case where aggregate actual cost of individual item of P&M costing Rs. 5000/- or less constitutes more than 10% of the total actual cost of plant & machinery, rates of depreciation applicable to such items is the same as for general plant & machinery as per circular no. F/1/12/92-CLV issued by ministry of law and department of company affairs.

h) **CONTINGENCIES AND EVENTS OCCURING AFTER THE BALANCE SHEET :**

Accounting for contingencies (gains & losses) arising out of contractual obligations are made only on the basis of mutual acceptances.

Events occurring after the date of the Balance Sheet are considered up to the date of the adoption of the accounts where material.

II. NOTES ON ACCOUNTS

1. Contingent liabilities provided for in respect of letter of credits/bank guarantees FDRs:

a) Bank guarantee outstanding: Rs. 29430000.
Estimated amounts of contracts remaining to be executed on capital account and not provided for (net advances) Nil

b) Letter of Credit outstanding: Rs. Nil (Previous year Nil)

2. Previous years figures have been regrouped or rearranged whichever found necessary.

3. Depreciation has been provided on fixed assets for the year on Straight Line Method in accordance with schedule XIV of the companies act, 1956.



4. Payment to Auditor for : 31.03.2010 31.03.2009

Fees 55150.00 55150.00

5. Directors / Managerial Remuneration :

Salaries Rs. 36,00,000/- , Perquisites Nil

6. Sales are taken up at net value i.e. after deduction of sums which are deducted by the debtors from the outstanding against sales.
7. Letter of confirmations of balances were circulated during the year in respect of credit and debit balances but confirmation was not received except in few cases.
8. The Directors of the company have given personal guarantees to Bank but no guarantee commission have been paid to them.
9. No employee of the company has been paid up with remuneration in excess of that laid down u/s 217 (2A) of the companies (amendment) act, 1988 read together with the provisions of the particulars of employees rules, 1988.

CIF Value of Import : Nil

FOB Value of Export : Nil

10. Expenditure on account of Traveling of Director foreign tour Rs. Nil

11. The units are set up in backward areas where the units got eligibility for sales tax exemption or 9/11 years, sales tax deferment of payment without any provisions of interest. The unit has opted 9/11 years interest free deferment of sales tax under respective rules. This is the unsecured loan for the company and repayable at the completion of deferred period.

12. Amount due from the Directors / Officers of the company : Rs. Nil (Previous year Nil)

13. Figures have been rounded off to the nearest rupees.

14. The computation of net profit for the purpose of calculation of Director remuneration under section 349 of the companies act, 1956 is not enumerated, since no commission has been paid to the Managing Director.

15. In the opinion of the Board the current assets, loans and advances are approximately of the value stated if realised in the ordinary course of business. The provision of all known liabilities is adequate and neither short nor in excess of the amount reasonably necessary.




16. The name(s) of the small scale industrial undertaking(s) to whom company owes a sum exceeding Rs. 1 lakh is outstanding for more than 30 days: NIL

Place : Bhopal

Date : 29th June' 2010

For RATH DINESH & ASSOCIATES
Chartered Accountants


AJAY RATH
(Partner)

